

STATE LEVEL BANKERS' COMMITTEE – KARNATAKA
CONVENOR



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Date : Aug. 20, 2014

1. The Heads of Controlling Offices of Commercial Banks.
2. The Chairmen of RRBs.
3. The MDs of Co op Banks.
4. Heads of Line Departments.
5. All the Lead District Managers.
6. MFIs & Other Invitees.

Dear Sir,

Sub: Proceedings of 128th SLBC Meeting held on 6th August 2014

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We are forwarding herewith the proceedings of 128th SLBC Meeting held on **Wednesday, the 6th August 2014** at 11.00 am in the Conference Hall, Vidhana Soudha, Bangalore.

Kindly submit compliance report to the action points wherever applicable on top priority at your earliest.

Yours faithfully,

(K. Preetam Lal)
Convenor – SLBC &
GM, Syndicate Bank

Encl : a.a.

STATE LEVEL BANKERS' COMMITTEE - KARNATAKA
Convenor – SYNDICATE BANK, CORPORATE OFFICE, BANGALORE

MINUTES OF THE 128th SLBC MEETING HELD ON 06.08.2014

The 128th SLBC Meeting was held on 6th August 2014 at the Conference Hall, Vidhana Soudha, Bangalore, under the chairmanship of **Sri M. Anjaneya Prasad, Executive Director, SyndicateBank.**

The Chairman-SLBC extended hearty welcome to Sri Kaushik Mukherjee: Chief Secretary: GoK; Smt Latha Krishna Rau, Addl. Chief Secretary & Development Commissioner: GoK; Sri G.R. Chintala: CGM: NABARD: KRO: Bangalore & Sri Vivek Deep, General Manager: RBI: Bangalore; He also extended warm welcome to the Addl. Chief Secretaries, Principal Secretaries, Secretaries, Senior Officials from GoK representing various Line Departments and Managing Directors / Heads of State Level Corporations / Boards, Chairmen of RRBs, Executives from RBI, NABARD, HUDCO, NHB, SIDBI, Postal Dept., Commercial Banks, LDMs, Co-op. Banks, PGM : BSNL, ADG: UIDAI, Micro-Finance Institutions, other Financial Institutions, Insurance Companies, NGOs & Special Invitees.

In his keynote address, he informed that Govt of India has taken initiative for implementation of the ambitious programme of **Comprehensive Financial Inclusion** which aims to ensure access to formal financial sector of people in rural and urban areas particularly to the vulnerable groups such as weaker sections and low income groups. The Govt has decided at the level of Hon'ble Prime Minister to give a new thrust to this programme by re-launching it with focus on households on 15th August 2014. The purpose is to ensure to cover 7.5 crore households, comprising 6 crore in rural areas and 1.5 crore in urban areas with one bank account per household to be opened within one year time frame all over the country. He said that the Plan is proposed to be implemented in 2 phases. The first phase provides universal access to banking facility, basic bank accounts with OD facility after 12 months and financial literacy programme. The second phase provides for creation of Credit Guarantee Fund, Micro Insurance and pension scheme for unorganized sector.

He said that the role of State Govt is very critical in the implementation of the Plan. NABARD and Banks will support the State Govt in doing this. The entire programme is proposed to be implemented in a Mission mode. The mission at the Central level shall be headed by the Hon'ble Union Finance Minister with Minister of Communications, Minister of Rural Development, Secretary (Financial Services), Governor: RBI, Secretary (Telecom), Secretary (Rural Development) & Chairman: IBA as members. At the State Level, State Level Implementation Committee will be headed by either Mission Director, NRLM or Principal Secretary (Finance) as decided by the Govt with heads of major Banks, Regional heads of RBI and NABARD, Insurance Companies and others will be the members. SLBC Convenor Bank's General Manager in the State Capital would be the Secretary to State Level Implementation Committee. The frequency of monitoring will be on monthly basis. At the District Level, the District Level Implementation Committee will be headed by the Dy. Commissioners with senior most Officers of Banks in the District and NABARD, NRLM members, Insurance Companies, Officers of District Administration and Local bodies will be the members. The Lead District Manager to act as Secretary to the Implementation Committee. The Committee is to meet every fortnight. The frequency could be even higher in the initial stages till creation of the infrastructure.

He stressed that the success of such a comprehensive and wide spread scheme is largely dependent on the active involvement of District Administration, Lead District Managers, who are required to play a key role in implementation of the Plan in association with District Development Managers (DDMS) of NABARD. The Telecom Dept has to play an important role in solving the connectivity issues.

Continuing his address, he said that SLBC had organized a programme on 28th July 2014 for sensitizing the Lead District Managers, who are going to play a vital role in implementation of the scheme and also equip them to implement the programme effectively. As per the directions of the DFS: MoF: GoI, he said SLBC has organized this meeting focusing mainly on Comprehensive Financial Inclusion. He appealed to all the stakeholders to follow the timelines as mentioned in the CFI guidelines issued by Govt. of India and cooperate with SLBC and state monitoring committee by giving specific guidelines to the district level implementing committee for effective and smooth implementation of the scheme, which is meant for a noble cause.

He pointed out the main focus / shift in the present campaign when compared to the earlier campaign were (a) Household instead of village (b) Both Rural and Urban areas instead of only rural areas (c) Push based to pull based (d) Mission mode project with rebranding and visibility to the programme (e) Greater focus on fixed point BCs & Structured monitoring mechanism from Central to District level.

On the Present Status of Coverage in Karnataka, he said that all the identified 3395 unbanked villages having population of above 2000 have been provided with banking outlets by the banks, thereby achieving cent percent coverage. It comprises 2903 BCAs, 466 Brick & Mortar Branches and 26 Mobile Vans as on June 2014. He said that though all the villages allotted reported to have been covered by the Banks fully, the factual position of coverage is yet to be confirmed. There is no confirmation as to 100% coverage in all the SSAs covered by BCs. Transaction per BC per day is low and unsustainable. Customers' awareness / counselling etc., needs to be improved. He requested all the Banks to look into these aspects while implementing the present scheme.

With regard to villages with less than 2000 population, he said that out of 23126 villages identified, a total of 16507 villages are covered upto June 2014 as against cumulative target of 22345 villages upto March 2015 and 6619 villages are yet to be covered. He requested all the banks to keep in mind to reach 15% of Brick & Mortar Branches in villages with population of above 2000 and 5% in villages with population of less than 2000 as per the direction of RBI.

He said that during the meeting of Chief Executives of Banks at Delhi convened by Union Finance Minister on 31st July 2014, wherein thrust was given for effective implementation of the scheme on mission mode following the time line prescribed in the plan schedule. He appealed to all the stakeholders to give utmost importance for the noble scheme to take forward the same as per the directions of the Govt. of India.

Briefing about the performance under Annual Action Plan, he informed that the Banks have disbursed ₹ 21,663 cr. during the first quarter of the fiscal against the annual target of ₹ 89821 cr. recording an achievement level of 24.11% under Priority Sector Credit. The disbursement under Agriculture sector was ₹ 14277 cr., vis-à-vis the target of ₹ 57247 cr., registering 24.94% achievement. Banks have disbursed ₹ 10847 cr. under Crop Loans against the target of ₹ 39252 cr., thereby recording 27.63% achievement. The disbursement towards Secondary sector was ₹ 3244 cr. against the target of ₹ 16930 cr and towards Tertiary Sector was ₹ 4142 cr against the annual target of ₹ 15644 cr. He appealed to all the Bankers and Line departments to pay utmost priority for implementation of State as well as centrally sponsored schemes, which are being implemented for the benefit of poor and downtrodden.

Further, he said that NABARD has been implementing various schemes/projects towards rural development and women empowerment. These schemes have to be given priority. Special thrust shall be given for credit linkage of SHGs/JLGs in a big way meeting the credit absorption capacity of groups/members.

Touching upon the recovery of loans, he said that recovery play a vital role in recycling of funds. He solicited the cooperation of the State administration in recovery of loans.

Expressing concern over the declining trend in Priority Sector Advances, he urged the Banking Community in general and major Bankers in particular to arrest the declining trend of PSA in general and investment credit, MSME in particular by taking proactive steps. He also requested the State Government to create necessary infrastructure and conducive industrial policy for the State to encourage the investment credit and MSME sector.

He placed on record appreciation and gratitude to Sri Krishna Rao, Addl. Chief Secretary & Dev. Commissioner who superannuated on 31.07.2014, for the valuable guidance and support extended to SLBC.

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

Sri Kaushik Mukherjee, Chief Secretary, Govt. of Karnataka in his address informed that SLBC forum is very important for the State Govt as major development depends on banking. This SLBC meeting has importance as we are going to discuss about implementation of the Comprehensive Financial Inclusion. He said that Govt. of India has brought about the scheme in order to provide banking to each and every household in rural as well as urban areas targeting mainly the downtrodden and poor. The banking has not reached the grass root level because of the high cost of delivery and also lack of knowledge of banking on the part of villagers. There is a gap in financial literacy to the villagers, which needs to be filled up and it should be participative while giving knowledge to the people. The various Departments of GoK, viz., RDPR, Social Welfare, Women & Child Development, etc., will also take active part in educating people. He further said that the classic experiment of Gramin Banks which was supposed to be low at one point of time has now lost cutting edge and to-day the cost of Gramin Banks are on par with regular Banks. Hence, this Comprehensive Financial Inclusion is going to benefit to rural mass in a big way. There is major responsibility on the bankers in implementing the scheme in letter and spirit. He said that the Plan is going to be implemented in 2 phases, first stage is preparatory stage, when accounts are to be opened and at second stage is regular implementation of the scheme. He said that Govt would announce its decision for heading the State Level Implementation Committee shortly. While concluding his speech he assured that all the concerned departments of State Govt. will cooperate and assist the bankers in the implementation of the ambitious scheme.

Smt Latha Krishna Rau, Addl. Chief Secretary & Dev. Commissioner, Govt. of Karnataka in her address said that the Government's Comprehensive Financial Inclusion (CFI) Plan presents a very good opportunity to provide financial services to the villages. As per the Plan, each and every household have to be provided with a Bank account. There is a huge gap in number of accounts already opened and accounts to be opened. This is due to the factors like access to banking and also the trust as to the safety of their money. In addition, there is difficulty in opening of the account as the present system is much complicated. There is need to simplify the procedure for opening of accounts, like simplification of account opening forms and other procedures to pave the way for opening huge number of accounts as per CFI Plan. Further, she said that there is need for opening of accounts with zero balance. The villagers have to be educated with regard to financial services of the Banks. The villagers are comfortable with their existing accounts with the Post Offices and the same should be allowed to continue and run parallel with Banks. There is a need for opening new branches in the unbanked areas and there should be a time frame for opening of such branches. The BCs of the bank should use census list, electoral roll, Aadhaar as a base while opening of a/cs. The a/c holder should be sensitised of the advantages of having bank account. She also said that the SHGs can also be used as BCs as they are already having established systems.

Sri Vivek Deep, General Manager & O-i-C, RBI in his address informed that in this meeting the emphasis is given for deliberations on roll out of Comprehensive Financial Inclusion. He briefed about the monetary policies recently announced by RBI. He said that the Repo Rate, Reverse Repo, Bank Rate, CRR continues to remain the same except SLR which is reduced by 50 basis points, i.e., 22.50 to 22.00 percent with effect from the fortnight beginning August 9, 2014. He also touched upon some of the regulatory guidelines issued by RBI in the recent past having bearing on Financial Inclusion as far as banks are concerned. He informed that NBFCs can also be entrusted with role of BCs subject to certain terms and conditions. Further, he said that distance criteria for BCs have been relaxed and now the banks have been given freedom in this regard. Further, he requested the banks to transfer the amount lying in eligible Dormant a/cs with them to Depositor Education and Awareness Fund Account maintained with RBI at the earliest, if already not done, as this fund is going to play an important role in Comprehensive Financial Inclusion also. He said that reporting format on financial literacy activities conducted by FLCs has been modified and he asked banks to submit the quarterly reports in modified format to SLBC as per prescribed time schedule.

Sri Vivek Deep further added that certain aspects of Comprehensive Financial Inclusion Plan are under discussion by RBI, CO with Government of India and more clarity is expected in this regard in due course of time.

Shri G.R. Chintala, CGM, NABARD, Karnataka RO, Bangalore in his address said that all the members are aware that the Comprehensive Financial Inclusion is to be implemented by banks from 16th August. He said that though banks have been working on Financial Inclusion for the last 7 to 8 years the present proposed CFI is distinct from earlier FI initiatives in many ways like Banks have to open two bank accounts in 7.5 crore unbanked households of which one account should have an overdraft facility of ₹ 5,000. While earlier campaigns focused on supply side of FI by opening of Savings accounts where more than 6 crore Saving Bank Accounts were opened, it is a fact recognized by none other than RBI that majority of the accounts were inoperative. The major deviation in the present CFI is that it addresses the demand for credit by placing ₹ 37,500 crore in the hands of rural, semi-urban / urban areas which could be the engine of growth. Further, opening of bank account and provision of overdraft facility will be linked to provision of Financial Literacy training to Account holders. He further said that over a period of next three to four years the CFI will address need for micro-insurance and pension in the unorganized sector by 2018.

He observed that lot of spade work in FI has already been done by banks in last five to six years and Lead Bank in Karnataka i.e. Syndicate Bank has started the awareness and familiarization process amongst LDMs in right earnest by holding the meeting for LDMs on 28th July 2014. He felt that some of the areas of concern need to be highlighted. Success of the CFI implementation would depend heavily on work done by BCs. Under CFI a large number of BCs will have to be recruited. He said that his observation and study findings reveal that the BCs are not able to sustain themselves in the business due to the poor compensation. Banks will have to seriously address all issues related to retaining BCs. The pace of B&M branch opening needs to pick up during implementation period particularly in all three RRBs which are lagging far behind. He opined that the connectivity has to be assured in all districts to enable faster financial inclusion.

He said that though NABARD is financing the Financial Literacy Centres, RRBs and DCCBs are lagging behind in opening FLCs.

With regard to printing of RBI's Publicity Material in Kannada, he said that SLBC has consolidated the publicity material prepared by RBI in Kannada and submitted one proposal for NABARD's assistance on behalf of all banks in the State. NABARD, Bangalore has sanctioned and released ₹ 11.07 lakhs to SLBC for the said purpose. He appealed to all the banks to send their future requirements to SLBC for supply of literacy materials.

While concluding his address, he informed the house that NABARD had done the exercise for fixing Unit Cost of various Farm Sector Activities and they have now printed the booklet for use of bankers which will be circulated in hard and soft form. The downloadable copy of the Unit Cost for Farm Sector Activities will also be given to SLBC for placing on SLBC website. The document can be used as a ready reckoner by bankers.

Thereafter, Agenda was taken up for deliberation by the Convenor Sri K. Preetam Lal & GM, Syndicate Bank.

AGENDA 1.0 CONFIRMATION OF THE MINUTES OF 127TH SLBC MEETING

The Minutes of 127th SLBC Meeting held on 18.06.2014 were circulated vide letter No. 328/2014/2944/SLBC/F.101-127 dated 30.06.2014. The Minutes were approved as no suggestions for amendments were received.

AGENDA 1.1 – IMPLEMENTATION OF COMPREHENSIVE FINANCIAL INCLUSION (CFI) / SAMPOORNA VITTIYA SAMAVESHAN (SVS)

The Convenor-SLBC informed that the DFS: MoF: Gol has given the detailed guidelines for implementation of Comprehensive Financial Inclusion (CFI) vide their letter F.No.1/9/2014-FI dated 15.7.2014. He said that the Financial Inclusion has been one of the priority areas for the Govt. This is mainly to ensure access to formal financial sector of people in rural and urban areas particularly in the vulnerable groups such as weaker sections and low income groups. The Govt has decided at the level of Hon'ble Prime Minister to give a new thrust to this programme by re-launching it with focus on households on 15th August 2014. The purpose is to ensure that one bank account per household is opened within one year time frame all over the country. The success of such a comprehensive and wide spread scheme is largely dependent on the active involvement of State Govt and its implementation at the ground level.

The Programme will be announced by the Hon'ble Prime Minister in Delhi on 15th August 2014. The role of State Govt is very critical in the implementation of the Plan. NABARD and Banks will support the State Govt in doing this. The entire programme is proposed to be implemented in a Mission mode. The mission at the Central level shall be headed by the Hon'ble Union Finance Minister with Minister of Communications, Minister of Rural Development, Secretary (Financial Services), Governor: RBI, Secretary (Telecom), Secretary (Rural Development) & Chairman: IBA as members. Gol vide their letter D.O.No.1/9/2014-FI dated 17.7.2014 addressed to all the State Governments has communicated the guidelines for effective implementation of the Scheme as per the timelines and sought their support.

He further said that the Comprehensive Financial Inclusion under the Mission Mode envisages provision of affordable financial services to all citizens within a reasonable distance. It comprises of the following six pillars:

1) Action Points in Pillar 1:-

- Mapping the entire country with Sub Service Areas (SSA) – 1,90,000 SSAs (1000 to 1500 households).
- Allocation of SSAs to different Banks.
- Coverage of estimated 50,000 new SSAs with Bank Branches / BCs.
- Web portal to be created for online progress monitoring and review
- New Small Banks & Payment Banks to be opened (draft guidelines issued)

2) Action Points in Pillar 2 :-

- Opening of Bank Accounts in Camp Mode both in village level and urban area, use of e-KYC.
- Reactivation of Dormant A/cs

- RuPay Debit Card to be provided to all account holders (with accident insurance coverage of ₹ 1.00 lac)
- Use of Basic Mobile Phones to facilitate payments and transfer of money through Banks.
- OD facility upto ₹ 5000/- per live account after 12 months of savings / credit history.

3) Action Points in Pillar 3 & 4 Financial Literacy & Credit Guarantee Fund:-

- Financial Literacy and Credit Counselling Centres (FLCCs) to be activated at the rural branches of banks.
- Revamping and expansion of FLCs upto the block level to increase the scope.
- Effective use of technology for training through video conferencing.
- Creation of Credit Guarantee Fund.

Action Points for Pillar 5&6: Micro-insurance and Unorganized Sector Pension

- Life and non-life micro-insurance policies up to ₹ 50,000 and government schemes like AABY and RSBY to be promoted
- Insurance Sector Network of 5350 micro-offices, 5849 branches, 30100 agents
- To promote unorganized sector pension under National Pension System (Swavalamban)

In order to achieve the above objectives, he said that a broad collaborative strategy with all stake holders is proposed. It is proposed to encourage Public-Private partnerships. Moreover, inter-Department convergence and synergies are proposed to be encouraged. The existing national infrastructure of Post Offices if they agree to become BCs of banks or are able to offer debit cards from Post Offices and the proposed setting up of payment banks would be optimally utilized to deliver the results. Dept of Posts would be requested to utilize the services of Post Offices in rural areas as Business correspondent of Banks.

The strategy is to take forward the Business Correspondent model for expansion of banking services by modifying it to ensure both operational flexibility and viability of the BC Agents (BCAs). Convergence with the National Rural Livelihood Mission (NRLM) in rural areas and National Urban Livelihood Mission (NULM) in urban areas would be sought for in covering each household with bank accounts. The expansion plans of the Dept of Telecom to provide telecom connectivity in difficult areas would be effectively utilized for the provision of banking facilities in these areas. Dept of Telecom has been requested to ensure that problems of poor and no connectivity are resolved. They have estimated that of the 5.93 lakh inhabited villages in the country (2011 census) only about 50,000 villages are not covered with Telecom connectivity.

He also briefed about the roles to be played by the stakeholders in implementation.

a) The role of Department of Financial Services:

- Overall ownership of the Mission Mode Project on Financial Inclusion
- Overall Monitoring and Implementation of the Mission

b) Role of other Central Government Departments:

- In order to achieve the complete financial inclusion and transfer of social benefits in the accounts of the beneficiaries, the concerned Departments of Central Government would coordinate with the stake holders.
- Presently, 26 centrally Social benefits scheme under DBT are sponsored by eight Departments of the Central Government, i.e., (a) M/o Social Justice & Empowerment (b) M/o Human Resources Development, D/o Higher Education (c) M/o Human Resources Development, D/o School Education & Literacy (d) M/o Tribal Affairs (e) M/o Minority Affairs (f) M/o Women and Child Development (g) M/o Health & Family Welfare & (h) M/o Labour and Employment.
- MGNREGS is sponsored by Ministry of Rural Development (MoRD, GoI).

- Departments like Department of Posts for using the rural post offices, Department of Telecommunications for telecom connectivity, Ministry of Information & Broadcasting and DAVP to assist in media campaign, DEITY in development of logistic support for monitoring like creation of portal for data updating, development of electronic reporting system, MoRD for convergence with NRLM, HUPA for convergence with NULM etc.

c) Role of RBI:

- To align their directions to the Banks on Financial inclusion with the Mission mode
- FIF fund allocation support
- Depositor Education and Awareness Fund scheme 2014 support
- To guide and support Banks in Financial Literacy Campaign and revamping and expansion of FLCCs upto the Block level

d) Role of IBA:

- Coordination in Financial Inclusion Effort with all Banks
- Key monitoring role in Financial Literacy campaign
- Coordination in publicity and campaign
- Coordination in centralised handling of customers grievances / issues through Toll free numbers in coordination with Banks
- A dedicated Desk to be set up for monitoring of implementation of FI. The desk will have a call centres with Toll free numbers to be activated by 15/08/2014

e) Role of NABARD:

- Coordination in publicity and campaign
- Monitoring of Implementation of Financial Inclusion in respect of organisations working under NABARD
- Allocation of funds from Financial Inclusion Fund (FIF)

f) Role of State Governments:

- Appointment of Mission Director at State level
- Monitoring of financial inclusion campaign in coordination with SLBC & all the stake holders
- Direct Benefit Transfer of the State schemes in the bank accounts of the beneficiaries

g) Role of SLBC:

- SLBC Convenor GM to act as Secretary to state implementation committee
- Coordination with all the Banks for Financial Inclusion Activity
- Monitoring and follow up of different activities of Financial inclusion

h) Role of District Administration:

- Key role in implementation of FI in the districts
- District Collector (DC) to act as chairman of District level implementation committee

i) Role of Lead District Manager:

- Lead District Manager (LDM) to act as Secretary to the District Implementation Committee
- LDM to coordinate with all the Banks in FI implementation in the District

j) Role of Local Bodies:

- Representatives of local bodies (panchayats in rural areas and municipalities in urban areas) to assist in implementation of FI in various ways like in organising camps in opening of accounts, identification of persons for opening of account, in financial literacy campaign etc.

k) Role of National Payment Corporation of India (NPCI):

- Coordination and necessary guidance and supports to banks for in providing and proper operations of RuPay cards
- To facilitate Interoperability among BCs
- Necessary supports to Banks in making available USSD based mobile banking with low end mobile phones so that customer can avail basic banking services like deposit, withdrawal, fund transfer, balance enquiry etc across the banks. This product may be enabled at BC outlets also.

Administrative Structure for Monitoring:

The mission at the Central level shall be headed by the Hon'ble Union Finance Minister with Minister of Communications, Minister of Rural Development, Secretary (Financial Services), Governor: RBI, Secretary (Telecom), Secretary (Rural Development) & Chairman: IBA as members. The frequency of monitoring will be on quarterly basis. The Executive Committee will be headed by the Secretary (FS), with Deputy Governor (RBI), DG:NIC, CEO:IBA, CMD: BSNL, CMDs of Banks, Chairman:NABARD, CEO:NPCI as members. The frequency of monitoring will be on monthly basis. The Mission Director for the scheme is Joint Secretary (FI) with Nodal Officers of Banks, NABARD, NPCI, BSNL as members. The frequency of monitoring will be on weekly/fortnightly basis.

At the State Level, State Level Implementation Committee will be headed by either Mission Director, NRLM or Principal Secretary (Finance) as decided by the Govt with heads of major Banks, Regional heads of RBI and NABARD, Insurance Companies and others will be the members. SLBC Convenor Bank's General Manager in the State Capital would be the Secretary to State Level Implementation Committee. The frequency of monitoring will be on monthly basis. At the District Level, the District Level Implementation Committee will be headed by the Dy. Commissioners with senior most Officers of Banks in the District and NABARD, NRLM members, Insurance Companies, Officers of District Administration and Local bodies will be the members. The Lead District Manager to act as Secretary to the Implementation Committee. The Committee is to meet every fortnight. The frequency could be even higher in the initial stages till creation of the infrastructure.

Further, he said that out of the total Villages of 29,041 allotted, 17,806 have been covered, under SSAs out of 7,646 allotted, 5,588 have been covered and under Wards out of 4,559 allotted, 3,953 have already been covered.

The District-wise & Bank-wise particulars and Coverage of BCAs in tune with DFS targets (Phase-wise) were presented to the House.

Continuing his address, he said that a sensitization workshop for LDMs was held on 28th July 2014 to equip them to take forward the scheme and also to work out strategy for effective implementation of the Plan.

Initiating the discussions, the ACS & DC, GoK said that connectivity is an important factor which has to be taken care. She suggested to identify locations with no connectivity / poor connectivity and fix the time frame for coverage. Further, she said that Census list, Electoral list, Aadhaar Cards and NPR can be made use as identity while opening of accounts. The ED, Syndicate Bank said that for successful and smooth implementation of the scheme, connectivity issues / problems to be sorted out and he requested the PGM, BSNL to take care of the issue in the State. While responding, the PGM : BSNL said that they have already received the list of such centres from the ministry and agreed to take care of all the connectivity issues.

The representative from UIDAI made a power point presentation on e-KYC, which can be made use by the Banks while implementing CFI. The ACS & DC, GoK said that seeding of Aadhaar Number with the Bank a/c is essential and in order to easing out the seeding of Aadhaar Number with the Bank a/c, she suggested e-Governance Dept and SLBC to sit together and work out the modalities for the same.

The Chief Secretary, GoK said that the State Govt will extend all the necessary assistance and cooperation for smooth implementation of the scheme in the State. He further said that the nomination of the Mission Director at the State Level and constitution of District Level Committee will be done shortly and necessary directions will be issued to all Dy. Commissioners for taking forward the scheme as per Gol timeline.

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

Agenda 2.1 : Investment of surplus funds of PSEs in Banks

In the last meeting, it was informed that the Department of Public Sector Enterprises had issued a Circular bearing the No.DPE.30.ARU.2010 dated 19.6.2012 detailing the guidelines on investment of surplus funds by PSEs in Commercial Banks / RRBs. The Circular envisages that PSEs need to park their surplus funds in scheduled Commercial Banks / RRBs who fulfill the following financial indicators.

- a) Net worth of ₹ 500 crore (For RRBs ₹ 100 crore)
- b) Profitability track record for the last 3 years
- c) Capital Adequacy Ratio of minimum 10%
- d) Net NPA level less than 2%
- e) Participation in the developmental programme of Govt.

PKGB informed that the Urban Development Dept., GoK had advised Urban Local Bodies and their District Offices to keep the surplus funds only in Nationalised Banks. SLBC had requested the Dept to amend / revise NPA stipulation to 8% instead of the present 2% so as to facilitate PSEs to park their surplus funds in the Banks including RRBs who actually participate in all developmental programmes partnering with State administration. Further, SLBC had also forwarded the joint memorandum submitted by Chairmen of all the three RRBs to the Chief Secretary, GoK requesting for early favourable decision.

The ACS & DC assured to look into the matter and do the needful.

(Action : GoK)

Agenda 2.2: SCHEME FOR IMPROVING PRODUCTIVITY AND FARM INCOME OF ARECANUT BASED FARMING SYSTEM IN KARNATAKA

Ministry of Finance, Dept of Financial Services, Govt of India vide their letter No.F.10/ 03/ 2010-AC dated 13th January 2012 had advised NABARD to implement the relief measures to be given to the Areca growers as per the recommendations of Dr. Gorakh Singh Committee Report with certain modifications. As such, the scheme is being implemented by all the Banks.

Taking into consideration the plight of Areca growers, the Govt. of Karnataka had convened a meeting of Farmers / Ministers / MLAs of Areca affected districts on 15.7.2014 under the Chairmanship of Hon'ble Speaker, Karnataka in order to discuss on waiver of loans to areca growers affected by yellow disease and also prevention of suicides of farmers in such affected Districts. In the meeting, the Hon'ble Speaker has informed that the Govt is to take decision with regard to implementation of Dr Gorakh Singh Committee Report and take up the matter with Govt. of India. The representatives of farmers informed that the farmers have filed the case in Supreme Court of India in this regard and the same has been admitted by the Court vide SLP No.15158/2013 dated 19.7.2013 in the matter of Sachin Meega Vs Union of India & Others. They also complained that some Banks are using unethical measures for recovery of loans. In this connection, the Hon'ble Speaker requested the Bankers not to go for coercive / unethical recovery measures till the decision is taken in this regard by the Govt.

SLBC has advised all the Banks to follow the extant RBI guidelines with regard to providing relief measures to farmers affected by natural calamities and not to adhere to unethical recovery measures.

As per the information gathered, notices were issued in duplicate to 51694 loanees and 51602 term loans were rescheduled involving ₹ 179.53 crore. The amount of penal interest waived was ₹ 6.39 crore. As many as 4680 crop loan account with an aggregate amount of ₹ 31.63 crore was converted into term loans. 980 fresh loans were issued involving an amount of ₹ 9.60 crore.

The Convenor: SLBC informed that Banks have provided relief measures to the areca growers as per the recommendations of Dr. Gorak Singh Committee report by providing interest concession, rescheduling of loans and fresh finance.

AGENDA 2.3 : Special Package for Pomegranate & Grape Growers

Consequent upon the receipt of recommendations of Core Committee of SLBC, the GoK has constituted Inter-Departmental Committee under the Chairmanship of Addl. Chief Secretary and Dev. Commissioner to evolve suitable package. The Committee met on 22.01.2014, 10.02.2014, 24.02.2014 and 03.03.2014 and deliberated threadbare on the proposed package.

Earlier, SLBC had collected information on loans outstanding as of Sept 2013 from the Banks for the entire State. Subsequently, the Dept of Horticulture was advised to ascertain the affected districts and determine the crisis period. Accordingly, the Dept of Horticulture has informed that:

(a) The following Districts are affected under Pomegranate Crop **(Crisis period 1.4.2004 to 31.3.2009)** :

- (1) Koppal (2) Raichur (3) Bagalkot (4) Bijapur (5) Belgaum (6) Bellary (7) Gulbarga
- (8) Yadgir (9) Bidar (10) Gadag (11) Davanagere (12) Chitradurga (13) Tumkur
- (14) Chickballapur

(b) The following districts are affected under Grape **(Crisis period April 2004 to Dec. 2012)**:

- (1) Bangalore (Rural) (2) Bangalore (Urban) (3) Bijapur (4) Bagalkot (5) Belgaum (6) Bellary
- (7) Koppal (8) Gadag (9) Bidar (10) Gulbarga (11) Yadgir

The above list indicates that Bijapur, Bagalkot, Belgaum, Bellary, Gadag, Bidar, Gulbarga, Yadgir & Koppal are coming under both the crops.

The Dept. of Horticulture had supplied District-wise details of affected farmers to the respective LDMs for onward circulation to the member banks to find out whether the affected farmers have availed loans from the banks.

The consolidated data (provisional) gathered from concerned LDMs (Crop wise / Term wise) are furnished below:

(Amt in ₹ lacs)

Sl. No.	Name of the Crop	Original Principal Amount		Simple Interest @ 9% & 10.50% since beginning		Overdue / Penal & Compounded Interest charged		Regular Accounts	
		No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount
1	Grape Loans under Crop- Simple Int. @9%	8024	25021.92	8024	19227.60	7949	4139.45	75	193.13
2	Grape Loans under Term- Simple Int. @ 10.50%	8032	26977.64	8032	20450.07	7754	5775.70	278	537.81
3	Pomegranate Loans Crop- Simple Int. @ 9%	3079	4553.81	3079	2094.52	2882	617.10	197	224.49
4	Pomegranate Loans Term- Simple Int. @ 10.50%	4201	13193.90	4130	7270.89	3902	6386.39	228	789.23
5	Total	23336	69747.27	23265	49043.08	22487	16918.64	778	1744.66

As advised by the Chairperson, to explore the possibility of improving the sacrifice from Bankers' side (apart from penal / overdue interest), SLBC had convened the second Core Committee meeting on 17.2.2014 and after threadbare deliberations, the Committee informed that Banks cannot levy below Base Rate as per the extant guidelines (majority of the Banks are having 10.25% as base rate at present).

The Chairman suggested the Dept. of Horticulture to put up a comprehensive note to take up the issue with Govt of India and RBI for issuing necessary guidelines to Banks in the State for this special package.

The Dept. of Horticulture, GoK vide their letter No.DH/Addl.DH/Fru/AHO-2/42/2013-14 dated 25.6.2014 has submitted the proposal for providing relief package for Pomegranate & Grape growers of Karnataka for approval of SLBC. The details of proposal was presented to the House. A meeting of Bankers' implementing the scheme was convened on 25.7.2014 to discuss about the proposal given by the Horticulture Dept. GoK. In the meeting it was decided that all the Bankers to confirm the correctness of the data furnished by them before 2nd August 2014 and also convey their consent for sharing the financial burden in respect of the relief package, in the SLBC meeting as required by GoK. Accordingly, Canara Bank, State Bank of Mysore, Syndicate Bank, Corporation Bank, Bank of Baroda, Bank of Maharashtra, Central Bank of India, Karnataka Vikas Gramin Bank, Kaveri Gramin Bank have submitted the data and for the remaining Banks, which have not submitted the data it is deemed that the data already submitted by them are correct and final.

Initiating the discussion, the Chief Secretary, GoK said that Pomegranate & Grape growers have suffered heavy losses since many years due to natural calamities like drought & floods, pest attack, bacterial diseases to Grapes & Pomegranate and many farmers have already uprooted their crops. The crisis continued for many years and farmers have suffered losses. Hence, they have not been able to repay their loans and they are not willful defaulters. There is necessity of Bankers' and Govt. to come to the rescue of farmers and provide them with fresh finance in order to continue their agricultural activities. The ACS & DC informed that Bankers have not charged uniform interest for crop loans and term loans and requested to charge uniform interest rates.

Sri T.B. Jayachandra, Hon'ble Minister for Law, GoK participating in the discussion said that it is time for the Bankers come to the rescue of the distressed pomegranate and grape growers as they have suffered heavily due to natural calamities by providing fresh finance by rescheduling the existing loans. He further said that SLBC has no jurisdiction for waiver of loans. The State & Central Govt have to take decision in this regard. The State Govt will take up the issue with Gol. He requested the bankers for rescheduling of the existing loans of all the above growers and provide fresh finance for continuing their agricultural activities.

As per the decision arrived in the SLBC meeting, the committee consisting of Bankers and Horticulture Dept., had series of meetings and have agreed for having uniform interest rates for crop loans @ 9% upto ₹ 3 lakhs and term loans @ 10.5%. The House sought the opinion of other Bankers with regard to extending assistance of rescheduling of existing loans and also providing fresh finance. In this regard, the GM: Corporation Bank informed that the Banks have to follow the extant guidelines of RBI in providing relief under the circumstances of natural calamities. There is provision for restructuring only once in case of individuals and Annewari to be declared for repeated restructure of accounts. The Chief Secretary informed that no Annewari is required for horticulture crops and the long period of crisis occurred has to be taken as a special case in order to assist the farmers and appealed to SLBC to take a decision for providing assistance to farmers. The CGM: NABARD informed that the fresh finance should be considered for not only for the repeat of the same crops but for other diversified crops also. The GM: RBI informed that RBI has already issued set of guidelines for providing relief measures by Banks under the circumstances of natural calamities and if required they will take up with their Central Office this specific case for consideration.

The House after threadbare deliberations unanimously resolved that “in order to provide relief to the distressed Pomegranate & Grape growers, the existing outstanding loans as on 30th June 2014 to be rescheduled wherever required and fresh finance shall be provided for taking up the same crop or any other crop / agricultural activity by the farmers.”

(Action : Banks / Dept. of Hort. GoK)

2.4: Aadhaar-linked LPG Subsidy scheme:

The implementation of the scheme commenced from 1.6.2013 in Tumkur and Mysore Districts in the first phase. In the subsequent phases, another 23 Districts have been covered. The guidelines and action points received from RBI / DFS, MoF, GoI were circulated to the concerned Banks / LDMs from time to time. As per the information gathered, there are totally 691 Distributors covering 87,89,700 LPG consumers in the State. Out of which, 30,89,822 have been seeded with Aadhaar numbers comprising 35.15%. The Bank Aadhaar ceding is done to 22,35,906 a/cs forming 25.44% total number of LPG consumers.

The District-wise progress as on 21.07.2014 was presented to the House.

2.5: Direct Benefit Transfer Scheme (DBT) in Tumkur, Mysore & Dharwad districts

The Govt. of India had introduced DBT into the Bank account of the beneficiaries under various welfare schemes w.e.f 1.1.2013. In the State, Tumkur, Mysore and Dharwad districts have been selected for DBT in the first phase.

The list of 26 schemes of Central Sector / Centrally Sponsored Schemes presently identified for Direct Cash Transfer had been circulated to all Banks.

The details of Accounts opened/Aadhar Number ceded in the three Districts as on 30.06.2014 were presented to the House.

All the participating Banks were requested to take steps for expediting ceding Aadhaar into Bank accounts for all eligible beneficiaries in Tumkur & Dharwad Districts and furnish the progress report to respective LDMs.

MAPPING OF GRAM PANCHAYATS FOR COVERAGE THROUGH BRANCH/ BCA/ CSC-SUB SERVICE AREA APPROACH

The list of Gram Panchayat and Sub Service Areas identified (district-wise) and BCAs appointed were presented to the House.

There are 7646 SSAs identified by LDMs in respect of 5630 GPs. Out of this, there are 2323 SSAs covered by existing Bank Branches, 3265 SSAs covered by existing functional BCAs and 2058 SSAs are proposed to be covered.

As per DFS: MoF: GoI guidelines, LDMs are advised to enter SSA details into the web-portal created by DFS immediately and further update the status of SSA in the Web portal of DFS as and when a BCA services provided / new Bank Branch opened.

Banks were requested to appoint / engage BCAs, wherever required.

2.6: Implementation of Bhoomi-Bank Integration:

The Banks have carried out 1,48,064 online transactions under Bhoomi Project as on 22.07.2014 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. In this regard, a kick-off meeting was convened on 30.5.2014 by Revenue Department and they have already selected Software Developer to integrate "Bhoomi" with "Kaveri" and role of each stakeholder defined.

Bank wise details were presented to the House.

2.7: 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-2903 (including BCAs in 1551 USBs), B & M Branches-466 and Mobile Vans-26, aggregating to 3395 **as on June 2014**.

In tune with the directions of the RBI, the Banks in Karnataka are required to ensure that 15% of these villages covered with Brick & Mortar Branches. Presently, Brick & Mortar Branches have been opened constituting around 13.73% and the Banks were advised to step up to 15% to comply with the RBI direction.

Banks have been requested to extend the banking services like in-built OD facility, pure savings products in the form of RD, credit in the form of KCC/GCC, remittances and providing Micro-Insurance to the targeted people of the State for a meaningful & holistic financial inclusion.

The bank wise number of villages covered & progress made were presented to the House.

2.8 : Providing Banking outlets to villages with population of 1600 to 2000 as per 2001 census

In accordance with DFS: MoF: GoI letter F. No. 3/5/2012-FI (C 52937) dated 18.5.2012, SLBC in association with LDMs has identified **1562 villages** under population group of 1600-2000 (as per 2001 census) in the State under **Swabhimaan** FIP and allocated to the banks based on Gram Panchayat model for providing banking outlets. **As of June 2014, 1378 villages have been covered.**

SLBC has been collecting progress report on monthly basis for close monitoring and onward transmission to DFS: MoF: Gol. The participating Banks, in terms of DFS guidelines, have been advised to make use of the existing BCs for rendering services in other villages since the common RFP mechanism could not come into place. Further, in view of implementing DBT in selected districts, i.e., Mysore, Tumkur & Dharwad, all villages in the said Districts have to be provided with Banking outlets as population criterion has no relevance. All the participating banks were requested to cover remaining villages immediately and report to SLBC.

Bank-wise number of villages allocated were presented to the House.

2.9 : 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.

Action Taken:

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 **16507 villages** are covered upto June **2014 as against cumulative target of 22345** villages upto March 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 Brick & Mortar branches. Accordingly, **235** villages are covered by B & M branches upto June 2014. The details were presented to the House.

The progress in implementation of the scheme was reviewed and the participating Banks have committed to accomplish the task before the stipulated time. It was transpired during the meeting that “a village is considered to be covered when it has a bank branch or fixed location BC outlet or a BC is visiting the village on pre announced days. **A village is not treated as covered when Branch or BC outlets are available in some other villages from where people are availing services.** It may be noted that the objective behind covering the entire country whether at the Gram Panchayat or Village level is the same, i.e., to provide banking services to every eligible individual in the country.

3.0 : Electronic Benefit Transfer [EBT] Scheme

One District- Many Banks Model:

In terms of the MOU signed with the Govt of Karnataka Banks are implementing EBT Scheme on a pilot basis in Bellary, Chitradurga, Gulbarga and Yadgir districts under “One District-Many Banks” Model by adopting Service Area Approach Under Lead Bank Scheme. It is implemented under the aegis of Syndicate Bank, Canara Bank and SBI, the lead banks in these districts. The SSP payments are made electronically through Smart cards in Bellary and Chitradurga District.

One District – One Bank Model:

In other three districts, namely – Chamarajanagar [SBM], Mandya [Vijaya Bank] and Dharwad [Axis Bank], EWBT is being implemented under One District-One Bank Model. The summary of the progress under EBT were presented to the House.

In tune with the suggestion emerged in the last meeting, the DSSP, Revenue Dept., Govt. of Karnataka has issued a circular dated 27.5.2014 for constituting a Sub-divisional level Coordination Committee under the chairmanship of Asst. Commissioner to expedite the process on a mission mode and to achieve 100% under SSP and MGNREGS by June 2014 and Sep. 2014, respectively. SLBC has already sent the above circular to all the 7 LDMs vide letter dated 3.6.2014.

The RDPR Dept., GoK was requested in the last SLBC meeting to sanction the claims submitted by the Lead Banks in respect of Smartcard charges and Turnover Commission pertaining to Bellary & Chitradurga Districts.

In order to sort out issues and to hasten the implementation, as per the decision taken in 127th SLBC meeting, a meeting of all the stakeholders was convened on 24.6.2014 and subsequently on every Tuesday and steps are being taken for speedy implementation.

Bank-wise performance was presented to the House.

(Action : RDPR Dept. GoK)

AGENDA 4.0 : 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 as per 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 are requested to open FLCs at taluka level as per the allocation made at DCC. LDMs are 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 106 FLCs opened so far.

As per the allocations made by DCCs all the Banks are requested to open the FLCs in the Blocks allotted to them within the time frame. The list of FLCs to be opened has been communicated to the concerned Banks vide our letter No.398 dated 21.7.2014. The progress achieved in opening of FLCs shall be informed to SLBC.

A list of FLCs opened was presented to the House.

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

The Interest subsidy claims in respect of **116545 farmers** to the tune of **₹ 4.46 crore** has been submitted to Dept of Agriculture during the first quarter of FY 2014-15. The amount settled during the quarter is ₹ 2.34 crore involving 50541 farmers. The claims to the extent of ₹ 5.21 crore involving 1,41,985 farmers are pending with the Dept. All Banks were requested to lodge claims under the scheme to SLBC for doing the needful.

(Action : Banks)

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

As per GoI instructions banks are required to issue Weavers Credit Card to the eligible farmers who are availing working capital limit. Normally, the targets are fixed by the Department of Handlooms, Govt of Karnataka.

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 GoI. The Banks were once again 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.

NABARD has observed that there is slow progress in financing weavers / Issue of Weavers Credit Cards. All Banks were requested to advise their branch incumbents for financing those weavers who have been provided assistance under the RRR package.

(Action : Banks)

AGENDA 7.0 : MONITORING OF VENTURE CAPITAL ASSISTANCE SCHEME IMPLEMENTED BY SMALL FARMERS' AGRIBUSINESS CONSORTIUM (SFAC)

The Dept. of Agriculture & Cooperation, Ministry of Agriculture, GoI has promoted SFAC for implementation of Venture Capital Assistance Scheme. This helps entrepreneurs to set up agri business enterprises. The scheme envisages provision of 'no-interest' loan to agri business promoters, to be disbursed along with Bank loans. All the Banks were requested to participate in the scheme and inform the progress on quarterly basis so as to enable SLBC to review and monitor implementation of the scheme.

The Dept of Agriculture had convened a meeting of Producers' Companies / Farmers' Producer Organisation on 10.7.2014 to discuss about schemes available for encouraging organic farming and also subsidy/financial assistance available under the scheme. In the meeting SLBC has requested the Dept. of Agriculture to furnish the list of such organisations to enable them to circulate among Banks so that Banks can go ahead with the Scheme.

(Action : Agriculture Dept. GoK)

AGENDA 8.0 : 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, The Karnataka Bank Ltd and 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 27 training programmes involving 2746 participants during the current fiscal 2014-2015. The cumulative works out to 363 programmes and 24427 participants since inception.

AGENDA 9.0 : 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 following Sub-Committee Meetings were held so far (a) Flow of Credit to Agriculture (Annex-19A) (b) Credit Deposit Ratio (Annex-19B) (c) SHG-Bank Linkage (Annex-19C) (d) Govt. Sponsored Schemes (e) Education Loans (f) Annual Credit Plan (Annex-19D). The Convenors of Sub Committees were requested to submit the approved minutes, if not submitted till date.

5) In the 127th SLBC meeting, it was decided to form a Sub-committee on Investments under the Chairmanship of Pr. Secretary, Agriculture, GoK and GM of Canara Bank as Convenor. The Convenor had sought the convenient date for convening the meeting from the Chairman.

6) SLBC has conducted the Meeting of Steering Committee on R-SETIs on 26.6.2014.

(Action : Convenor Banks)

AGENDA 10.0 : REVIEW OF BANKING STATISTICS AS OF JUNE 2014

The Bank-wise position of June 2014 was reviewed in respect of Branch Network, Deposit, Advances, CD Ratio, etc.

Branch Network:

As at the end of June 2014, the total number of bank branches in the State were **9516**, out of which, Commercial Banks-**6992**, RRBs-**1581**, KASCARD-**201**, DCC Bank-**672**, Karnataka Industrial Coop Bank-**38** and KSFC- **32** Branches.

ATM : There were **11888** ATMs in the State, out of which, **1811** are in rural, **2124** are in S. Urban, **2848** are in Urban and **5105** are in Metro areas.

Deposits:

The aggregate deposits of Banks was ₹ **529774 crore** as at the end of June 2014, when compared to the level of ₹ **460344 crore** as on June 2013, registering an increase of ₹ **69430 crore** showing a growth rate of **15.08%**.

Advances:

The total outstanding Advances of Banks was ₹ **400493 crore** as at the end of June 2014 as compared to the level of ₹ **338986 crore** as at June 2013, registering an increase of ₹ **61,507 crore** showing a growth rate of **18.14%**.

Credit-Deposit Ratio:

The Credit Deposit Ratio as of June 2014 was **75.60%** vis-à-vis **73.64%** as of June 2013 showing an increase of 1.96%. The CD ratio was the highest at 102% in Rural areas as compared to **77%** in Semi-Urban, **67%** in Urban and **75%** in Metro areas.

Further analysis indicates that some banks with good presence are having CD ratio below the bench mark level of 60%. [OBC – 57%, Karnataka Bank - 43%]. 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.

All the 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.

(Action : Banks)

Priority Sector Advances:

The outstanding level of total priority sector advances of Banks stood at ₹ **159807 crore** as of June 2014 as against ₹ **136618 crore** as at June 2013 showing an increase of ₹ **23189 crore** recording a **growth of 16.97%**. The percentage of priority sector advances of Banks works out to **39.90%** marginally below the Benchmark level of 40% stipulated by RBI.

The total **agricultural advances** as at June 2014 were to the tune of ₹ **77619 crore** constituting **19.38%** of the total advances of Banks against mandatory level of 18%. Out of which, direct advances to agriculture stood at ₹ **62754 crore forming 15.67%** of total advances as against the bench mark level of **13.50%**.

The outstanding Advances to Weaker Sections by Banks was ₹ **56229 crore** constituting **13.27%** of the total Advances with an increase of ₹ **6588 crore** over the corresponding previous year level. The outstanding advances to Small & Marginal farmers was to the tune of ₹ **38400 crore** covering about **49.48 lakh** accounts, constituting **49.71%** of the total Agriculture credit and **61.19%** of direct agriculture credit. The outstanding advances to SCs/STs were ₹ **9708 crore** constituting **2.42%** of the total advances.

The position of Priority Sector and Weaker Section Advances as at June 2014 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 June 2014 stood at ₹ **31593** crore covering **453353** accounts. During quarter ended June 2014, the Banks have disbursed ₹ **1324** crore involving **25545** accounts.

Public Sector Banks have formulated Reverse Mortgage Loan Scheme for the benefit of the Senior Citizens. The Banks assisted **937** persons with a loan amount of ₹ **106.35** crore as at June 2014. 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 647 loans with credit limit of ₹ 56.96 crore upto June 2014. The outstanding level was ₹ 765.74 Crore spread over 20178 a/cs.

RAJIV RINN YOJANA (RRY)

Rajiv Rinn Yojana scheme is formulated by modifying ISHUP with enhanced scope and coverage. The scheme was launched to provide interest subsidy of 5% on loan amount of 5 lakh borrowed by the EWS/LIG with long tenure of 15-20 years; for construction of new house, purchase of house as well as for extension of existing building. For LIG, the ceiling loan is 8 lakh, however, subsidy will be given for loan amount upto ₹ 5 lakh only. In this scheme, bank and beneficiaries would require the intercession of ULB in identification of beneficiaries and liaise them with bankers. Directorate of Municipal Administration has been nominated as State Level Nodal Agency for the implementation of RRY in the state. HUDCO and NHB are nominated as Central Nodal Agencies.

Status of the Scheme:

- GoK has designated "Tahsildar" as income certifying officer under RRY scheme.
- Sanctioning loan to 14600 beneficiaries is the State annual target under RRY and the same is bifurcated up to district/ULB level/ and bank-wise targets are allocated. The selection of beneficiaries is under progress.
- GoK approved the implementation strategy of RRY.
- As per direction of the Secretary, UDD a proposal on defining new income criteria for EWS and LIG was submitted to GoK for its directions.
- Translation of guidelines in local language is completed.
- Video conference was held on 21.06.2014 with 218 ULBs under Chairmanship of the Director, DMA and Project Director/ Commissioner/Chief Officer/Lead Bank Manager were briefed on the implementation of RRY.
- Initially, Information Education & Communication (IEC) plan is prepared for 3 ULBs for quarter of July 2014- Sept 2014 as a pilot. A letter has been written to Joint Secretary (Housing), MoHUPA for approval of IEC plan and also to provide financial assistance.
- A request for invention of new roofing technology suiting various geographical areas was sent to Indian Institute of Human Settlement, Indian Institute of Science, The Institution of Engineers (India), The National Institute of Technology Karnataka.
- Letter was to ULBs requesting to reduce or provide concession for license or building permission plan

The House discussed on the following and advised all the Banks to comply with the requirements.

- Signing of MoA with CNAs (Banks are yet to sign MoA with CNAs)
- Simplify application format and recommending the same to all banks
- providing Concession in the loan processing fees
- Relaxation for age limits

In this regard, in order to have threadbare discussion and to arrive at a conclusion, the Dept of Municipal Administration, GoK was advised to have a meeting of Bankers shortly.

Under RRY, the outstanding was 3441 a/cs involving ₹ 22.93 crore. Under EWS and LIG categories, 53 and 231 loans with loan amount of ₹ 0.41 crore & 7.67 crore have been sanctioned respectively and the outstanding amount was ₹ 20.43 crore (34130 a/cs) & ₹ 1455.82 crore (53341 a/cs) respectively. Under DRI loans the outstanding balance as on June 2014 was ₹ 10.58 crore (637 a/cs)

(Action : Banks / DMA)

National Urban Livelihood Mission (NULM) :

The Director of Municipal Administration, GoK informed that National Urban Livelihood Mission (NULM) scheme is revamped & restructured scheme of Swarna Jayanthi Shahari Rojgar yojana with effect from the financial year 2014-15 and briefed the scheme guidelines as follows.

- In the 12th Five Year Plan NULM will be implemented in all District headquarters and all other cities with a population of 100,000 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.
- Under SEP(I&G), 14571 individual beneficiaries & 107 groups are the state annual target for the Sanctioning of loan notified by the ministry and the same bifurcated up to district/ULB level.

Self Employment- (Individual and Group Enterprises)

- Setting up of both individual and group micro enterprises needs to be supported. The project cost ceiling will be ₹ 2.00 lakh for individual enterprises and ₹ 10 Lakh for group enterprises.
- Individual and groups will be provided loan from the banks and the application for such loans be preferably recommended by the SHGs.
- Interest subsidy over and above 7 percent rate of interest will be available on a bank loan for setting up of an individual or group enterprise. No collateral is envisaged other than the microenterprise itself.

SHG - Bank Linkage

- ❑ Interest Subsidy over and above 7 percent rate of interest will be applicable to all SHGs accessing bank loan. An additional 3 percent interest subvention will be provided to all women SHGs who repay their loan in time in all the cities.
- ❑ The interest subvention will be subject to timely repayment by the beneficiaries. Suitable certification from banks will be obtained in this regard. The difference between 7 percent or 4 percent as the case may be and the prevailing rate of interest will be provided to banks under NULM.
- ❑ State Urban livelihood Mission scheme is replica of the Central sponsored scheme National Urban Livelihoods Mission of the financial year 2014-15.
- ❑ This scheme will be implemented other than NULM selected cities in all TMC & TP (179 Cities) in Karnataka with the assistance of State government.

- ❑ Directorate of Municipal Administration is the State Level Nodal Agency for the implementation of State SULM.
- ❑ Under SEP(I&G), 3500 individual beneficiaries & 179 groups are the state annual target for the Sanctioning of loan and the same bifurcated up to district/ULB level.

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SHG - Bank Linkage

- Interest Subsidy over and above 7 percent rate of interest will be applicable to all SHGs accessing bank loan. An additional 3 percent interest subvention will be provided to all women SHGs who repay their loan in time in all the cities.
- The interest subvention will be subject to timely repayment by the beneficiaries. Suitable certification from banks will be obtained in this regard. The difference between 7 percent or 4 percent as the case may be and the prevailing rate of interest will be provided to banks under NULM.

The House deliberated on the scheme and advised all the Banks and the DMA for accomplishing the target well within the time frame. The DMA was requested to furnish the ULB/District-wise targets at the earliest.

(Action : Banks / 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 June 2014, the outstanding level of education loans stood at ₹ 4699 cr covering 220648 a/cs. Banks have disbursed loans to 13868 students amounting to ₹ **131.09** cr up to the end of June 2014. Consolidated position under Education loan was presented to the House.

As directed by DFS: MoF: Gol, in their letter F. No.1(1)2011-CP dated 23.6.2014, SLBC has informed all the Banks to gear-up the flow of credit to Education Sector. The Gol advised SLBC to allocate the targets so as to improve the level of outstanding loans under Education from ₹ 4684.59 cr as on 31.3.2014 to ₹ 5387.28 cr (249829 accounts) by 31.3.2015. As directed by Gol, SLBC had allocated target of 10% growth in number of accounts (227117) and also 15% growth in amount outstanding (₹ 4684.59 cr). Accordingly, SLBC has allocated the Bank-wise targets to all the Banks vide letter dated 4.7.2014 with an advise to accomplish the targets well within the time.

(Action : Banks)

Credit Flow to Micro, Small & Medium Enterprises [MSME] – June -2014

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 ₹ **21675 crore**. The advances to Small Enterprises were at the order of ₹ **26440 crore**. The advances to Medium Enterprises stood at ₹ **9089 crore** as at June 2014. The percentage of advances to Micro & Small Enterprises [₹ **48115 crore**] was at the order of **84.11%** out of the total advances to MSME Sector [₹ **57204 crore**].

The sector-wise, Bank-wise particulars of advances to MSME Sector were presented 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 are 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, Bangalore 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.

Functions of the HLC:

1. HLC will effectively monitor the timely rehabilitation and restructuring of sick micro and small enterprises.
2. Ascertain from the bankers whether they have any restructuring mechanism in place for micro and small units akin to Corporate Debt Restructuring (CDR) mechanism for large units.
3. Monitor the rehabilitation of Sick Micro and Small Enterprises (MSEs) as envisaged in RBI CO cir. RPCD. CO. MSME & NFS. BC. No. 40/ 06.02.31/ 2012-13 dated November 01, 2012.
4. Monitor the functioning of MSE Rehabilitation Cell (MRC) in their jurisdiction by banks as mentioned in CO Circular RPCD MSME & NFS. BC. No. 74 / 06.02.31/ 2012-13 dated May 09, 2013.
5. In the above Circular, banks were advised to monitor the progress in rehabilitation of sick MSE Units on a quarterly basis in the prescribed format and to place the same on their website. The data hosted by banks may be used while reviewing the progress in this regard.

(Action : Banks)

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

Under guarantee scheme of CGTMSE, Banks have covered **10408** units with an approved amount of ₹ **557.70 crore** during the QE June 2014 and the cumulative progress was **125678** units amounting to ₹ **6338.70 crore**. The Bankers were advised to take advantage of the scheme to cover all the eligible accounts under CGTMSE.

(Action : Banks)

AGENDA 11.0 : IMPLEMENTATION OF ANNUAL CREDIT PLAN (2014-15)

The progress in disbursement under Annual Credit Plan for the quarter ended June 2014 with bank wise position and consolidated Agency-wise targets and achievements were presented to the House.

Banks have disbursed ₹ **21663** cr. during the first quarter against the annual target of ₹ 89821 cr. recording an achievement level of 24.11% under Priority Sector Credit. The disbursement under Agriculture sector was ₹ **14277** cr. vis-a-vis the annual target of ₹ **57247** cr., registering 24.94 % achievement. Banks have disbursed ₹ **10847** cr. under Crop Loans against the annual target of ₹ **39252** cr., thereby recording 27.63% achievement.

AGENDA 12.0 : CENTRAL AND STATE SPONSORED SCHEMES

12.1: PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME [PMEGP]

Khadi & Village Industries Commission [KVIC] is the nodal agency for implementing Rural Employment Generation Programme [REGP] of GOI, Ministry of Micro, Small & Medium Enterprises [MSME]. KVIC Mumbai has advised that while implementing the programme, the nodal agencies/blocks have to ensure coverage of social category beneficiaries such as SC-15%, ST -7.5%, OBC-27%, Minorities-5%, Ex Serviceman-1%, PHC -3%, Women-30% (overall).

The progress under PMEGP for the year 2014-15 (as on **24.07.2014**) was presented to the House.

The State Director, KVIC, Bangalore has informed that the tentative Margin Money allocation for the year 2014-15 as received from the Directorate of PMEGP, KVIC, Mumbai is as below:

Particulars	KVIC	KVIB	DIC		TOTAL
No. of Projects	1264	1264	844	843	4215
M.M. (₹ in lacs)	1588.62	1588.62	1059.08	1059.08	5295.40
Employment (in Nos.)	10112	10112	6748	6748	33720

Further, it is also informed by the State Director, KVIC that the Ministry of MSME, GoI has issued 100 days Action Plan for the year 2014-15. The details are as under:

TASK	TIMELINE	ACTION TAKEN / TO BE TAKEN
Inviting PMEGP applications for 2014-15 through advertisement	30 days (by June end)	Paper advertisement has been given for inviting fresh applications under PMEGP Scheme
Forwarding of PMEGP applications to District Level Task Force Committee (DLTFC)	30 days (by July end)	To be communicated to all the DLTFC
Convening of DLTFC and forwarding of application to banks and initiate process of monitoring and review of sanctions and disbursement with banks and implementing agencies at the State Level and Zonal Level	40 days	

The implementing agencies to convey the targets for 2014-15 under the scheme.

The State Director, KVIC, Bangalore vide their letter dated 30.6.2014 has communicated policy clarification on certain issues raised by Field Officers relating to PMEGP scheme. The details are as under:

Sl. No.	Issue	Ministry's Views
1	Transfer of margin money account on the death of beneficiary who had availed financial assistance under PMEGP to the legal heirs of beneficiary	Terms and conditions of loan should decide the issue. Concerned nodal banks can take their own decisions in the matter
2	Transfer of the loan account from one bank to another and from one financing branch of the bank to another financing branch of the same bank	
3	Transfer of PMEGP units / site of unit from one place / district to another place / districts with the consent of financing banks branch	Institutional Finance Wing does not support transfer of PMEGP units since it would create major disruptions impinging on the viability of the project / venture.

All the implementing agencies are requested to take note of the same and act accordingly.

Permission for adjustment of Margin Money under PMEGP after completion of lock-in period

In tune with the suggestion made during the last SLBC meeting, SLBC has addressed a letter dated 12th April 2014 to CEO, KVIC, Mumbai to advise the KVIC / KVIB / DIC to obtain the required documents / papers during the visit of 3rd party itself for verification to accord permission well in advance for adjustment of Margin Money soon after completion of lock-in-period. A copy of the letter was duly marked to State Director: KVIC: Bangalore. This would avoid submission of necessary documents once again to the Nodal agency seeking permission for adjustment of Margin Money after completion of lock-in-period and helps in speedy adjustment of Margin Money by the Branches on the date of completion of lock-in-period.

Indian Banks' Association vide their letter dated 30.4.2014 suggested to constitute a Core Committee of SLBC with representatives from Banks, KVIC & State officials to work out a model project report for assessing working capital requirements under PMEGP. The group can also deliberate on standardizing the assessment process so that deviation in credit requirement recommended by KVIC and approved by the Banks will be minimized. They have also suggested for reviewing the pending cases under PMEGP at DLCC/ SLBC level.

In compliance of the above, a Core committee of SLBC was convened on 11.7.2014. The Committee deliberated in detail on the above issue and arrived at the following decision.

1. With regard to adjustment of subsidy, the Bankers expressed that they may be vested with powers for issuance of adjustment of subsidy after lock-in-period instead of joint visit by third party so as to enable them to put it in track. In response, the State Director, KVIC, Bangalore has informed that the above matter will be brought to the notice of Head Office, KVIC, Mumbai for vesting powers to the Banks.
2. With regard to working out a model project report for assessing working capital requirements under PMEGP, KVIC requested the Bankers' to consider the procedure to work out working capital under ISEC Scheme which is in force and followed by the institution's as per KVIC pattern, i.e., 12 months period required for working capital cycle. After detailed deliberations, the Bankers agreed to consider the KVIC pattern for calculating the working capital under ISEC Scheme as a special case for Khadi units as the Core Committee has made the above recommendation for the approval of SLBC.
3. Standardisation of application form of all agencies – Uniformity need to be maintained for standardisation of application forms by all the 3 implementing agencies.

The House deliberated on the above issues and decided to adopt the decisions taken by the Core Committee. The SLBC has informed the above decisions to KVIC requesting KVIC to have the concurrence from their competent authority to enable SLBC to inform the members.

(Action : KVIC)

12.2: 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.

SLBC had requested PSBs and RRBs to furnish the details of non participating branches in SHG finance to NABARD under a copy marked to KSRLPS.

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

As regards reconstitution of Local Advisory Committee of R-SETIs, the Monitoring Cell of R-SETIs informed that SRLM : Karnataka vide their letter No.KSRLPS:SEP:6:2014-15 dated 29.4.2014 addressed to MoRD: GoI has requested to make CEOs of ZPs as chairperson of the LAC meetings instead of Dy. Commissioners. The GoK has issued necessary instructions in this regard.

The DFS: MoF: GoI vide their letter F.No.3/6/2011-MF (part) dated 17.6.2014 has convened the guidelines on Interest Subvention Scheme under NRLM in 150 Districts and other than 150 Districts (Category II Districts). The details were presented to the House. All the Banks were requested to follow the same scrupulously.

(Action : Banks)

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

The Corporation has submitted the Targets for 2014-15 under SEP & ISB schemes as approved in their Board meeting held on 14.7.2014. The details are as under.

[Amt. ₹ in lacs]

SELF EMPLOYMENT PROGRAMME		Physical Target	Financial Target	
			Subsidy from Dr. BRADCL	Bank Loan
a)	Unit cost not exceeding ₹ 1.00 lakhs (Subsidy at the rate of 33% maximum ₹ 35,000/- per unit)	3944	1380.40	2760.00
b)	Unit cost exceeding ₹ 1.00 lakhs (Subsidy at the rate of 33% maximum ₹ 2.00 lakhs per unit)	1200	1800.00	5000.00
c)	Milch Animal (Two Animals) (Subsidy at the rate of 50% of the Unit cost maximum ₹ 50,000/- per unit)	6044	5900.00	10460.00

The House after deliberations approved the above targets and advised the Corporation to furnish the District-wise targets at the earliest to enable the Banks to go ahead with the scheme.

12.4: SCHEME OF KARNATAKA S.T. DEVELOPMENT CORPORATION

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

The District-wise Progress as of June 2014 was presented to the House.

12.5 : SCHEME OF KARNATAKA MINORITIES DEVELOPMENT CORPORATION

The Corporation is implementing the Swavalambana scheme. The District-wise achievement and Progress as at June 2014 were presented to the House.

12.6: 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.

(Action : LDMs/Banks)

AGENDA 13.0 : SPECIAL FOCUS PROGRAMMES

13.1 CREDIT FLOW TO MINORITY COMMUNITIES

The Banks have extended loans to **73902** beneficiaries amounting to ₹ **1341 Crore** upto June 2014. The outstanding level of advances to Minority Communities as at the end of June 2014 was ₹ **17043 crore spread over 885847 accounts**, constituting **10.66%** of PSA. Bank wise details of credit disbursement upto June 2014 & outstanding balance as at June 2014 were presented to the House.

FLOW OF CREDIT TO MINORITY COMMUNITIES IN IDENTIFIED DISTRICTS

The outstanding level of credit to minority communities in the identified districts as at June 2014 was presented to the House.

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 ₹ **2980 Crore** to **271559** Women Beneficiaries during the quarter June 2014. The outstanding level of Advances to Women Beneficiaries was ₹ **31150 crore** as of June 2014 constituting **7.78%** of total of advances vis-a -vis stipulated target of 5%.

The Bank wise details were presented to the House.

13.3 : KISAN CREDIT CARD

The Banks have issued **266593 KCCs** upto June 2014 with credit limit of ₹ **3148 Crore**. The Agency-wise & Bank-wise number of Cards presented to the House.

AGENDA 14.0 SELF HELP GROUPS/ JOINT LIABILITY GROUPS

Progress under SHG Bank Linkage & Consolidated progress by Banks under SHG bank linkage program as at June 2014 was presented to the House.

Commercial Banks have directly credit linked 20822 SHGs with an amount of ₹ 263 crore and indirectly 1 group with a limit of ₹ 40 crore. RRBs could credit link 4241 groups with an amount of ₹ 84 crore and Co-op. Banks have credit linked 7567 groups with a limit of ₹ 126 crore upto June 2014. As regards credit linkage of JLGs, NABARD informed that it has set a target of 20,000 for Karnataka State for 2014-15.

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

(Action : LDMs)

AGENDA 15.0 : LENDING THROUGH MFIs:

Association of Karnataka Micro-Finance Institutions (AKMI) is overseeing the working of various (21) MFIs. It has informed that the loan outstanding given by various MFIs in Karnataka as on June 2014 was ₹ 5371.94 crore covering 44,67,143 accounts. Out of which, overdue is only ₹ 55.25 Crore spread over 82225 accounts. MFI wise outstanding and Overdues as on June 2014 were presented to the House.

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	:	126221
Target for credit linkage for 2014-15	:	13779

The District-wise targets were presented to the House.

The House after deliberations approved the targets and advised the Banks and Departments to accomplish the same well within time.

The progress under Stree Shakti Programme as furnished by the Women & Child Development Department, Govt. of Karnataka, for June 2014 were presented to the House.

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 24.7.2014 has communicated the action plan for implementing the scheme.

Target	
Physical	Financial
11598	₹ 1030.05 lakh

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

The House after deliberations approved the targets and advised the Banks and Departments to accomplish the same well within time.

(Action : Banks / KSWDC)

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 June 2014 was for 2435 Clinics [₹ 136.17 cr] & 611 Agri-Business units (₹ 36.13 crore). During the QE June 2014 Banks have financed 1 Agri-Business Centres (₹ 17 lakh) and 10 Agri Clinics (₹ 10.13 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 90 Rural Godowns with credit limit of ₹ 32.44 crore up to June 2014. The outstanding amount was ₹ 417.36 crore comprising 2674 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.

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

During the QE June 2014-15, NHB has released subsidy in respect of 37 proposals under the scheme amounting to ₹ 310 lakh.

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 NPA position as at June 2014 was presented to the House in respect of PMEGP, SGSY & SGSRY.

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. Bank wise details were presented to the House.

(Action : All Nodal Agencies)

19.2 : NON-PERFORMING ASSETS POSITION :

There were 732336 NPA a/cs involving an amount of ₹ 16835 crore as of June 2014, accounting for 4.21% of total advances. The Farm sector accounts for 320995 a/cs, with a balance of ₹ 4733 crore constituting 6.09% of advances to agriculture. NPA under MSE and OPSA works out to 6.52 and 1.82% respectively.

Bank wise details were presented to the House.

19.3 : RECOVERY UNDER SARFAESI / DRT / LOKADALAT

Banks have recovered ₹ 221.28 crore against amount involved ₹ 879.68 crore under SARFAESI Act, ₹ 39.74 crores against amount involved ₹ 507.70 crore under DRT and ₹ 15.34 crore against amount involved ₹ 160.73 crore through Lok Adalat up to June 2014.

It was informed to the House that in the Budget Speech presented in the Lok Sabha, the Hon'ble Finance Minister has made announcement on setting up of six new Debt Recovery Tribunals, including Bengaluru. The House welcomed the decision of the Govt.

19.4: RECOVERY UNDER KPMR & KACOMP ACTS

As of June 2014, **24173** cases filed by Banks under RR Act were pending before Revenue Authorities involving an amount of ₹ **233.33 Crore**. The Banks have filed **1225** applications during June 2014 quarter involving loan amount of ₹ **1.34 crore**. There are **6631** cases pending for more than 3 years for recovery under RR Acts. Bank wise details were presented to the House.

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, IV, V for the State as a whole, as on June 2014 were presented to the House.

(Action : Banks)

AGENDA 21. 0 : NABARD AGENDA NOTES:

I National Mission on Agricultural Extension and Technology (NMAET)

With a view to giving focused attention for strengthening agricultural extension to enable delivery of appropriate technology and improved agronomic practices to the farmers in the country, Government of India has launched a Centrally Sponsored Scheme namely "National Mission on Agricultural Extension and Technology (NMAET)". Several of the business and developmental interventions of NABARD converge with the objectives and strategies under NAMET. The Banks were requested to initiate action in the following areas.

(a) Farmers' Training and Rural Development Centers (FTRDCs)

The FTRDCs play a major role in building the capacity of farmers for adoption and management of new technology. With the main objective of scaling up of operations of both existing as well as new Farmers' Training Centres already established/to be established by them and also to ensure increased coverage of farmers for their capacity building, NABARD is providing promotional grant for meeting 50% of their annual recurring expenses or ₹ 15 lakh (Rupees fifteen lakh only), whichever is lower. Banks may make use of the above assistance and come forward for the formation of more FTRDCs/enlarging the operation of the existing FTRDCs to reach the objectives of the Mission and the betterment of the farming community.

(Action : Banks)

(b) Farmers' Clubs

Farmers' Clubs have become an important vehicle for the farmers in transfer/adoption of new and innovative technologies. They also play a lead role in many other areas. Banks may, therefore, promote more number of Farmers' Clubs and arrange to launch the Clubs already sanctioned. The Clubs may be encouraged to make use of NABARD's Capacity Building for Adoption of Technology (CAT) Programme wherein assistance is extended to the Clubs for undertaking exposure visits to research institutes, KVKs, SAUs, etc. to build the capacity of the farmers for adopting new/innovative methods of farming.

(Action : Banks)

II Issue of Weavers Credit Card under the Comprehensive Financial Package

As per Gol instructions banks are required to issue Weavers Credit Card to the eligible farmers who are availing working capital limit. Normally, the targets are fixed by the Department of Handlooms, Govt of Karnataka.

As the progress is being reviewed by the Ministry of Textiles, Gol is required to submit the progress in issue of WCC, amount sanctioned and amount disbursed to Gol. In this regards, Gol is required to collect the data from the respective banks and submit a consolidated report by 10th of the following month. Gol has not received any such report from **Gol so far**.

Gol is therefore, requested to advice all the banks which are providing weavers credit at the Ground Level to submit the data without fail to enable Gol to submit consolidated report to Gol for onward transmission to Ministry of Textiles, Gol.

(Action : SLBC / Banks)

III) Margin Money Assistance and Interest Subsidy for Handloom Sector

As per the guidelines dated 27 September 2013 issued by Ministry of Textiles, Govt of India, the banks can claim Margin Money assistance and interest subsidy for the working capital limit sanctioned under Handloom Sector to individual weavers, their SHGs and JLGs. The advance claim is required to be submitted in Annexure IV format, final claim-cum-Utilisation certificate to be submitted in Annexure V format after duly certified by the Chartered Accountant of the bank and interest subsidy claim in Annexure VI format duly certified by the Chartered Accountant of the bank.

SLBC is requested to advice the banks to submit the claim in the format prescribed by Gol after completion of all formalities. The claims are required to be submitted only by the RO/ Zonal Office/controlling office of the bank and not by any other (branches are directly submitting without fulfilling the stipulated conditions). Necessary formats are available on the website www.handlooms.nic.in

(Action : SLBC / Banks)

IV. Targets for the year 2014-15 under SHG-BLP and JLGs

The district-wise targets for SHG formation, credit linkage as well as JLG formation & credit linkage have been presented in 127th SLBC meeting. Based on this, SLBC has communicated district-wise targets with respect to SHGs to all the LDMs.

Keeping the budget announcement of provision of finance to 5 lakh joint farming groups of "Bhoomi Heen Kisan" in view, it has been decided by NABARD that at least five lakh joint farming groups will be financed through JLG mode of financing during the current year. This may be achieved through extension of fresh finance to the existing stock of JLGs and through promotion & financing of new JLGs. Financing of JLGs for Non-farm activities will continue, over and above the allotted target for Joint Farming Group.

Accordingly, the overall target for financing JLGs has been increased to 20,000 for Karnataka. District-wise allocation for credit linkage of 20,000 JLGs has been prepared by NABARD. SLBC is requested to issue necessary instructions to the LDMs to further allocate branch wise target in consultation with DDMs. LDMs any be advised to monitor the progress of implementation of the scheme on monthly basis and furnish the monthly data of progress to SLBC with a copy to Regional Office of NABARD.

(Action : SLBC / LDMs)

V. Submission of District wise data on SHG-BLP and JLG:

SLBC may consider compiling district-wise data under SHG-BLP in addition to the bank wise data. In view of the added thrust by Government of India on progress on financing JLGs SLBC may compile the same and furnish district-wise data for SHG-BLP and JLGs for review in SLBC meetings.

(Action : SLBC)

VI. Financial Inclusion

(a) Targets under Issuance of RuPay KCC

NABARD has sanctioned financial assistance to all RRBs and one DCCB (South Canara) for implementation of RuPay KCC project. We have also allocated a target of issuing 1,00,422 RuPay KCC cards and 3,83,937 cards respectively for Cooperative banks & RRBs in Karnataka. SLBC may direct the DCCBs are requested to gear up implementation of RuPay KCC project.

(Action : SLBC / DCCBs)

(b) Financial Inclusion Plan (FIP)

The FIP for 2013-14 to 2015-16 approved by the Board of the DCCB and RRBs further disaggregated upto branch level needs to be reviewed by the Board in all its meetings. RRBs & DCCBs may identify the problems in implementation of FIPs, find out suitable solutions by preparing a time bound action plan for speeding up the provision of OD facility in BSBDAs, KCC/GCC through BCs and increase the level of ICT transactions through BCs. Progress in DCCBs is slow. The KSCAB is requested to impress upon DCCBs to adopt and implement the FIP in earnest.

(c) Printing of RBI's Publicity Material in Kannada

SLBC has consolidated the publicity material prepared by RBI in Kannada and submitted a proposal for NABARD's assistance on behalf of all banks in the State. NABARD, Karnataka RO has sanctioned and released ₹ 11.07 lakh (100%) to SLBC for the said purpose. All the banks were requested to send their further requirements to SLBC for supply of literacy materials.

(Action : Banks / SLBC)

(d) Demonstration of banking technology :

RRBs and DCCBs are eligible for financial support upto ₹ 10.00 lakh for demonstrating banking technology under Financial Inclusion Fund of NABARD. Under the scheme, mobile van fitted with ATM and POS machines will visit villages in the area of operations of the RRBs and DCCBs. It will work primarily as a literacy tool by demonstrating use of ATMs / POS machines. The bank will also provide financial literacy material in vernacular languages about the KCC debit cards, ATM services and POS terminals to be provided in the mobile van. Kaveri Grameena Bank and South Canara DCCB have been sanctioned support under the scheme. Other RRBs/DCCBs may please expedite submission of proposals for similar support.

(Action : RRBs / DCCBs)

(e) Sampoorna Vittiyea Samaveshhan (SVS)

The Govt is in the process of finalising national level financial inclusion plan "Sampoorn Vittiyea Samaveshhan" (SVS) to bring banking services to the 10 crore uncovered households, targeting to open 20 crore new bank accounts within 2 years. Each uncovered household is expected to open two accounts, of which one has to be by a woman of the family. The first phase of the plan will focus on providing banking services within 5 kms of every habitation by September 2015 except hilly, tribal, forest and desert areas. The second phase (2015-18) is expected to include financial literacy programme, micro credit availability and creation of a credit guarantee fund for coverage of defaults in such accounts and micro insurance. Considering the near future scenario, the banks may make all out efforts for bringing banking services to the neglected uncovered households in the next one year. The programme is expected to be launched on 15 August 2014. SLBC may guide all LDMs to coordinate with DDMs for successful implementation of the plan.

(Action : SLBC / LDMs)

VII. Government Sponsored Schemes:

(a) CSS for installation of solar PV lighting system and small capacity PV systems under JNNSM - The scheme for solar lighting continues for the year 2014-15.

(b) CSS for installation of Solar Pumpsets under JNNSM

A new component for solar pumpsets has been introduced, the salient aspects of which are given below.

i. The scheme: Installation of 10000 Solar Photovoltaic Water Pumping Systems for irrigation purpose (applicable from 01 April 2014 to 31 March 2016)

ii. Objective: To meet the irrigation requirements of land holdings for small and marginal farmers

iii. Nodal implementing agencies: To meet the irrigation requirements of land holdings for small and marginal farmers

iv. Eligible persons/institutions:

a. Institutions - All scheduled CBs, RRBs and State Co-operative Banks are eligible

b. Borrowers - Individuals, group of Individuals, SHGs, JLGs, NGO, Farmers Clubs, Registered Farmers Producers Organisations etc. Bank loan eligible for refinance from NABARD

v. Nature of support / assistance:

a. Models approved by MNRE are eligible;

b. Subsidy @ 40% of Benchmark cost/ TFO whichever is lower. Benchmark cost is ₹ 190/- per Wp Banks to ensure 20% margin.

c. Lock-in period – 5 years

All the stakeholders were requested to take note of the scheme guidelines for implementation.

(c) Dairy Entrepreneurship Development Scheme

The scheme has been extended for the year 2014-15, with enhancement in the Unit Cost as under:

Sl. No.	Component	Unit Cost
1	Purchase of Dairy animals	- 25 % (33.33% for SC/ST) capital subsidy on the maximum project cost of ₹ 6 lakh for small dairy units, subject to a ceiling of ₹ 15,000/- per animal.(₹ 20000/- for SC/ST farmers)
2	Rearing of heifer calves	Project cost of ₹ 5.30 lakh for 20 calf/unit with an upper limit of 20 calves. Subsidy shall be restricted on prorata basis to a maximum of 20 calf unit subject to a ceiling of ₹ 6,600 per calf (₹ 8,000 for SC/ST farmers)
3	Vermi Compost	Maximum subsidy is ₹ 5,500/-(₹ 7,300 for SC/ST farmers)
4	Purchase of milking machines	- Max. subsidy – ₹ 5.0 lakh (₹ 6.67 lakh for SC/ST)
5	Purchase of dairy processing equipment	Max. subsidy of ₹ 3.30 lakh(₹ 4.40 lakh for SC/ST)
6	Establishment of dairy product transportation facilities and cold chain	Max. subsidy of ₹ 6.625 lakh (₹ 8.83 lakh for SC/ST)
7	Cold storage facilities for Milk and Milk products	Max. subsidy of ₹ 8.25 lakh (₹ 11.00 lakh for SC/ST)
8	Establishment of private veterinary clinics	Max. subsidy of ₹ 65,000/- (₹ 86,600 for SC/ST) for mobile clinic Max. subsidy of ₹ 50,000/- (₹ 66,600/- for SC/ST) for stationery clinics
9	Dairy Marketing Outlet/Dairy parlor	Max. subsidy of ₹ 25,000/ (₹ 33,3000/- for SC/ST)

All the stakeholders were requested to take note of the extension of the scheme guidelines for 2014-15 and enhancement of the unit cost.

4. Submission of Utilization certificates for all GSS

As per the Government of India instructions, Utilisation Certificate (UC) has to be submitted by the banks on receipt of subsidy. The pending status receipt of Utilization certificates is as below.

Sl. No.	Scheme	Pending UCs to be received
1	DEDS	10400
2	IDSRR	1014
3	PVCF(subsidy)	220
4	Rural Godown	1965

Banks were requested to check position in their bank and furnish Utilisation Certificate to NABARD immediately.

(Action : Banks)

5. Status of Government Sponsored schemes: Scheme wise sanction and released during 2014-15.

(Amount ₹ lakh)

Sl. No.	Scheme	Sanctioned	Released	Claims pending for release from Gol	
				Number	Subsidy
1	Gramin Bhandaran Yojana	1376.97	Nil	293	1926.71
2	Solar lighting and water heating under JNNSM	28.286	4.308	Solar water heating	Solar lighting
				14.228	9.749
3	Poultry Venture Capital (Subsidy)	Sanction	Release	Claims pending for release from Gol	
		116.045	NIL	522.417	
4	Integrated Development of Small Ruminants and Rabbits	110.429	NIL	1174.519	
5	Dairy Entrepreneurship Development Scheme	405.429	284.055	121.374	

6. In spite of advising the banks vide our letter Ref.No.NB.KA/DoR / 156 / GSS-DEDS-69 A7/2014-15 dated 11 April 201 NABARD Regional Office is receiving claims directly from branches instead of Controlling Offices, documents are sent without any forwarding letter. It is observed that subsidy claimed is less than eligibility, thereby depriving the beneficiaries their due. Inordinate delay in submission of claims. Banks are requested to advise all the branches not only the above aspects, but also to submit only one set of documents and not to send the borrowers to NABARD for enquiry of release of subsidy, without enquiring with their nodal branches about the status of claim.

The deficiencies which are observed repeatedly in claims submitted by banks to NABARD under Government subsidy schemes resulting avoidable correspondence and delay in settlement of claims are listed below :

I. Common deficiencies

- i) Original claim not submitted.
- ii) Claims not submitted in prescribed format.
- iii) Authorised signatory of the Controlling Office has not signed the claim.
- iv) Seal of Controlling Office is not affixed.
- v) Cuttings and over-writings were not authenticated.
- vi) Claims are not being routed through Controlling Office. In case of PCARDBs and DCCBs, claims are not being routed through the District Manager and the Karnataka State Cooperative Apex Bank Ltd. Respectively.
- vii) Sum of bank loan and margin money is less than TFO.
- viii) Subsidy is not calculated on TFO.
- ix) Bank loan sanctioned is adjusted with subsidy receivable.
- x) The category of the borrower not indicated .
- xi) In case of JLGs, the number and category of members not indicated.
- xii) The loan repayment period is not indicated.
- xiii) The loan repayment period is less than that prescribed in the guidelines.
- xiv) Multiple copies of claim forms not to be submitted ; only single copy of claim required.
- xv) Utilisation Certificates to be submitted within one week of receipt of subsidy.

II. Scheme specific Deficiencies :

(a) Animal Husbandry Schemes

- i) Number of animals not indicated.
- ii) Number of animals/birds is not as per the guidelines.
- iii) Margin money is less than that prescribed in the guidelines.
- iv) Under DEEDS and PVCS, the effective Bank Loan, i.e. bank loan less eligible subsidy is less than 40% of TFO.
- v) The purpose of loan, i.e. Broilers or Layers or Sheep/Goat rearing, Sheep/Goat Breeding not indicated.
- vi) Under IDSRR, bank loan is less than 50% of TFO for Sheep/Goat Breeding units.

(b) Rural Godown & AMIGS Scheme

- i) Advance subsidy not being claimed immediately after release of first installment of loan.
- ii) Delay in informing completion of the project.
- iii) Original affidavit not submitted.
- iv) Copy of the land document where the project is located, is not submitted.
- v) Abnormal delay in submission of final claim after inspection by JMC.
- vi) Under AMIGS Scheme, expenditure statement certified by a Chartered Accountant is not submitted.

(c) Solar Subsidy Schemes

- i) Type of models for Solar Home Lighting Systems (models I to IX) and Solar Water Heating Systems (FPC or ETC models) not indicated in the claim.
- ii) In case a beneficiary has made more than one claim under two different models of lighting or water heating capacities, separate claim not submitted.
- iii) When 'loan amount excluding subsidy' is to be written, loan amount including subsidy is indicated.
- iv) Banks to release the loan amount including subsidy to the dealer/supplier after installation and not after receipt of subsidy from NABARD. On receipt of subsidy from NABARD, it should be credited to the 'Subsidy Reserve Fund Account' of the borrower and adjusted in the last instalment of the loan amount.
- v) Date of sanction is not indicated.
- vi) Beneficiary-wise details along with individual margin money not submitted. Under 'loan amount excluding capital subsidy', loan amount including capital subsidy was indicated.

Agricultural Marketing Infrastructure (AMI) Scheme – Stoppage of sanction of subsidy for new projects

The CGM: NABARD informed that Dept. of Agriculture & Cooperation, GoI has advised to stop with immediate effect sanction of subsidy for new projects under AMI Sub-Scheme of ISAM (erstwhile Gramin Bhandar Yojana and AMIGS). He requested the Banks not to sponsor any new project for subsidy to NABARD under the Scheme.

The meeting concluded with Vote of Thanks by Sri T.K. Srivastava, ED-Syndicate Bank – Convenor Bank.

Agency-wise list of participants is enclosed.

SLBC – KARNATAKA
LIST OF PARTICIPANTS
128th SLBC Meeting held on 6.8.2014

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	M. Anjaneya Prasad	Exe. Director-Convenor Bank	Syndicate Bank
4	T.K. Srivastava	Exe. Director-Convenor Bank	Syndicate Bank
5	G.R. Chintala	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	I.S.N. Prasad	Pr. Secretary	Finance Dept
9	Bharat Lal Meena	Pr. Secretary	Dept of Agriculture
10	Mahendra Jain	Pr. Secretary	Dept of Cooperation
11	Smt Roop Rashi	Secretary (Fiscal Reforms)	Finance Dept.
12	D.V. Swamy	Mission Director-Sanjeevini	NRLM – KSRLPS
13	K.K. Sharma	ADG	UIDAI
14	G. Karibasappa	Addl. RCS	Dept of Cooperation
15	S.N. Rangaprasad	Director, MSME	Dept of Industries & Commerce
16	Dr Manjula N	Director	DMA, Urban Development Dept.
17	P.R. Shiva Prasad	Director	DSSP, Revenue dept
18	Dr. H. Subbaiah	Addl. Director, Agriculture	Dept of Agriculture
19	G. Narayana Raju	Addl. Director (Viswa)	Dept of Industries & Commerce
20	M. Prabhu	Addl. Director (MSME)	Dept of Industries & Commerce
21	N. Muni Reddy	Project Director (SS)	Dept of Women & Child Development
22	Ilyas Pasha	Dy. Director	Directorate of Economics & Statistics
23	Dr. Shivashankar Murthy	Dy. Director (S & P Dev.)	Dept of AH & VS
24	Dr. H. Sreenivasan	Dy. Director (Dev)	Dept of AH & VS
25	G. Ramanathan	Advisor (FI)	Finance Dept
26	D.R. Shashidhar	Dy Secretary (Banking)	Finance Dept
27	T. Krishnaiah	Under Secretary	Dept of Women & Child Development
28	K.M. Parashiva Murthy	Addl. Director	Dept of Horticulture
29	M.N. Sandhya	Asst. Director	Dept of Sericulture
30	J.B. Madalli	Chief Economist	Dept of Sericulture
31	N. Ramesh	SPM (FI)	NRLM - KSRLPS
32	Shankarappa	Chief Admn. Officer	Collegiate Education Dept.
33	C. Gangadhar	Gazetted Manager	Collegiate Education Dept.
34	R. Narayana	MIS Expert	Directorate of Municipal Admn.
35	L. Shiva Rudraiah	Agriculture Officer	Dept of Agriculture
36	D. Nataraja	Asst. Director (MSME)	Dept of Industries & Commerce
37	Dr. S. Savitha	Statistical Officer	DSSP, Revenue Dept.
RESERVE BANK OF INDIA			
38	Laxmipathi	Asst. General Manager	RBI
APEX INSTITUTIONS			
39	L.L. Raval	Dy. General Manager	NABARD
40	T. Ramesh	Dy. General Manager	NABARD
41	Smt Rashmi Darad	Asst. General Manager	NABARD
42	Dr. Sanjay Joshi	Asst. General Manager	SIDBI
43	H.T. Suresh	Regional Chief	HUDCO
44	G. Hemkumar	Regional Resident Rep.	NHB
45	R.N. Karthikeyan	Manager	NHB

CONVENOR - SYNDICATE BANK			
46	Y. Srihari	Asst General Manager	Syndicate Bank - SLBC
47	S. Rama Rao	Asst General Manager	Syndicate Bank - FID
48	H.K. Suresh	Chief Manager	Syndicate Bank - SLBC
49	Pullaiah Dayapule	Sr Manager IT	Syndicate Bank - SLBC
50	K. Chandrashekarappa	Sr Manager	Syndicate Bank - SLBC
51	Siddanagouda	Manager	Syndicate Bank - SLBC
NATIONALISED BANKS			
52	S. Ramesh	General Manager (RRB, LB)	Canara Bank
53	Lakshminatha Reddy	General Manager (PS)	Corporation Bank
54	K. Anil	Chief Regional Manager	Indian Overseas Bank
55	A.K. Azad	Zonal Manager	Bank of India
56	Sudesh Kumar	Dy. Gen. Mgr. & Zonal Head	Allahabad Bank
57	K. Surendra Hegde	Dy. General Manager (PS)	Vijaya Bank
58	S.P. Kohli	Dy. General Manager	Dena Bank
59	V.S.R. Murthy	Asst. General Manager	Andhra Bank
60	A.K. Rastogi	Asst. General Manager	Indian Bank
61	Neelam Dhingra	Asst. General Manager	Oriental Bank of Commerce
62	R. Chandrasekhar	Asst. General Manager	IDBI Bank
63	P.B. Reddy	Chief Manager	Union Bank of India
64	D. Duraikkannu	Chief Manager	Central Bank of India
65	Jyothilakshmi V.G.	Chief Manager	Bharatiya Mahila Bank
66	Kishore P.V.R.	Chief Manager (Agri & FI)	Corporation Bank
67	Snigdha P Das	Sr. Manager	Dena Bank
68	P.S. Pillai	Sr. Manager	Oriental Bank of Commerce
69	Alexander D'Souza	Sr. Manager	Punjab National Bank
70	Y.S. Tanuja	Sr. Manager	UCO Bank
71	C.B. Hugar	Sr. Manager	Bank of India
72	V.M. Shenoy	Sr. Manager	Bank of Maharashtra
73	L. Ramakrishna	Sr. Manager (RD)	Andhra Bank
74	G. Bhaskara Reddy	Dy. Chief Officer (RD)	Central Bank of India
75	S. Karunakaran	Manager	Allahabad Bank
76	R. Rajapriya	Manager	Indian Bank
77	Ravishankar	Manager	IDBI Bank
STATE BANK GROUP			
78	Kalyan Mukherjee	Chief General Manager (RB)	State Bank of Mysore
79	K. Lakshmitha	General Manager (PS, RB, FI)	State Bank of Mysore
80	Dr. G.P. Ray	Dy. General Manager	State Bank of India
81	B. Venkata Ramana	Dy. General Manager (FI)	State Bank of Mysore
82	Jasvinder Pal Singh	Dy. General Manager (Agri)	State Bank of Mysore
83	B. Vijaya Mohan	Asst. Gen. Manager	State Bank of India
84	Vishwanath Lakshe	Chief Manager	State Bank of Hyderabad
85	Suresh K Bellubbi	Chief Manager (LB)	State Bank of Mysore
86	D. Muralidhar	Chief Manager	State Bank of India
87	J.K. Narayan	Manager	State Bank of Patiala
88	K.V. Krishna Moorthy	Manager	State Bank of Travancore
PRIVATE BANKS			
89	B. Chandrashekar Rao	Dy. General Manager	Karnataka Bank
90	H.S. Reddy	Regional Head – Karnataka	ING Vysya Bank
91	Venkatkrishna Bhat	Asst. General Manager	Karnataka Bank
92	R. Ananda	A.V.P.	ING Vysya Bank
93	Sanjeev Aggarwal	Associate Executive	J & K Bank
94	B. Sadashiva Mallya	Circle Head	Axis Bank
95	S. Ravi	RSM – Rural Lending	Axis Bank
96	R. Jagadish	RSH	Axis Bank
97	Manku Bhattacharjee	Chief Manager	ICICI Bank
98	Hari Haran S	Sr. Manager	Federal Bank
99	Shiva Shankar P.	Sr. Manager	Karur Vysya Bank
100	A. Raja	Sr. Manager	Tamilnad Mercantile Bank

101	Prakash Roy K.S.	Location Head	DCB Bank
102	Arnav Suri	AVP – Cluster Head	DCB Bank
103	Shikha Srivastava	Product Manager	DCB Bank
104	V. Rajeswari	Branch Manager	DCB Bank
105	Yogish Achar K	Manager	Dhanalxmi Bank
106	S. Rajakumar	Manager	South Indian Bank
107	Prashanth D.C.	Manager	IndusInd Bank
108	Vageesha, O.M.	Asst. Manager	Lakshmi Vilas Bank
109	Pinto A.P.	Asst. Manager	Catholic Syrian Bank
CO OPERATIVE BANKS/ OTHER BANKS/INSTITUTIONS			
110	M.D. Mathapathi	Managing Director	KSCA & RD Bank
111	G.S. Ramana Reddy	Chief Executive Officer	Apex Bank
112	R.L. Chavan	General Manager	KSCA & RD Bank
113	M.A. Murthy	Asst. General Manager	K.S.F.C.
114	Venkatesh H.C.	Executive Director	K.F.R.C., Bagalkot
115	S.P. Jagali	Director	K.F.R.C., Bagalkot
116	H.S. Chandrakanthamma	Loan Section Officer	K.R.K.S. Bank
117	K.J. Morab	CEO	AKMI
118	Suresh Krishna	MD – GFSS	AKMI
REGIONAL RURAL BANKS			
119	N. Ashok Reddy	Chairman	Karnataka Vikas Grameena Bank
120	D. Somasekhara Sastry	Chairman	Kaveri Grameena Bank
121	M.G. Bhat	Chairman	Pragati Krishna Grameena Bank
122	Janardhanaiaaya	General Manager	Kaveri Grameena Bank
BOARDS/CORPORATIONS/GOVT. OF INDIA			
123	Surendra Shenoy	Pr. General Manager	BSNL
124	K.C. Sreeramaiah	Managing Director	Dr B.R. Ambedkar Dev. Corporation
125	Dr. U.P. Chandrashekhar	Managing Director	D. Devaraj Urs BC Dev. Corporation
126	Dr. Soujanya A	General Manager	K.M.V.S.T. Dev. Corporation
127	M.S. Jayaswamy	General Manager	K.S.W.D.C.
128	T.R. Kotappa	General Manager	D. Devaraj Urs BC Dev. Corporation
129	Syed Vazeer A.O.		Karnataka Minority Dev. Corporation
130	H.B. Gangadharappa	Dy. Director	Karnataka State Minority Commission
131	M. Jagannadha Rao	Director	K.V.I.C.
132	V. Bangara Nayaka	Development Officer	K.V.I.C.
133	G. Rajanna	Eco. Officer	K.V.I.C.
134	V. Annappa	Development Officer	K.V.I.B.
135	E. Rajanna	Superintendent	K.V.I.B.
136	A.K. Singh	Sr. Horticulture Officer	National Horticulture Board, Gol
137	Jayantha Kumar M	Asst. Director	Dept of Post, Gol
138	Sheela Narayanswamy	Asst. Director	National Commission for SC, Gol
LEAD DISTRICT MANAGERS			
139	Amarnath Hegde	Lead District Chief Manager	LDO, Dakshina Kannada
140	G.S. Basavarajappa	Lead District Chief Manager	LDO, Mandya
141	B.S. Maheswarappa	Lead District Chief Manager	LDO, Chickmagalur
142	G.S. Srinivasan	DM – LDM	LDO, Bangalore Rural
143	Ravindra Dhanakshirur	Lead District Manager	LDO, Koppal
144	B.S. Pavate	Lead District Manager	LDO, Chickballapur
145	H. Jayaprasad Shetty	Lead District Manager	LDO, Bagalkot
146	I.G. Kumargoud	Lead District Manager	LDO, Bellary
147	Rajesh N.K.	Manager	LDO, Tumkur
148	Arunkumar B. Kamble	Dy. Manager	LDO, Gulbarga
INSURANCE COMPANIES			
149	Sunita Gupta	Manager	Oriental Insurance Co.
150	Dr. T.S. Seshadri	Manager	United India Insurance Co.
151	P. Vishnu Vardhan Reddy	Manager	ICICI Lombard
152	N.R. Lakshmi Narayana	Dy. Manager	Oriental Insurance Co.
153	A. Krishnaraj	Asst. Manager	AIC of India
