



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

೧೬೦ನೇ ಎಸ್.ಎಲ್.ಬಿ.ಸಿ. ಸಭೆಯ ಕಾರ್ಯ ಸೂಚಿ ಟಿಪ್ಪಣಿ  
**AGENDA NOTES OF 160<sup>th</sup> SLBC MEETING**



ದಿನಾಂಕ : ಮಂಗಳವಾರ, ೧೪ನೇ ಫೆಬ್ರವರಿ, ೨೦೨೩  
**Date : Tuesday, 14th February, 2023**

# Through Video Conference  
# ವೀಡಿಯೋ ಸಂವಾದದ ಮೂಲಕ

ಸಂಯೋಜಕರು ಸಂಯೋಜಕ **CONVENOR**

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ **Canara Bank**

ಭಾರತ ಸರ್ಕಾರದ ಒಂದು ಉದ್ದಮೆ

भारत सरकार का उपक्रम

A Government of India Undertaking

ಸಿಂಡಿಕೇಟ್ ಸಿಂಡಿಕೇಟ್ Syndicate



ಕರ್ನಾಟಕ ರಾಜ್ಯಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ

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AGENDA NOTES OF 160<sup>th</sup> SLBC MEETING

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ಸಮಯ : ಮಧ್ಯಾಹ್ನ ೦೩.೦೦ ಘಂಟೆಗೆ

DATE : TUESDAY, 14<sup>th</sup> FEBRUARY 2023

TIME : 3.00 PM

ವಿಡಿಯೋ ಸಂವಾದದ ಮೂಲಕ  
THROUGH VIDEO CONFERENCE

ಸಂಯೋಜಕರು ಸಂಯೋಜಕ Convenor



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

**160<sup>th</sup> MEETING OF SLBC DATED 14<sup>th</sup> Feb 2023 - AGENDA INDEX**

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

**AGENDA NOTES FOR 160<sup>th</sup> SLBC MEETING &  
BANKING STATISTICS AS ON 31<sup>th</sup> DECEMBER 2022**

As per the revised RBI guidelines on Lead Bank Scheme, SLBC had convened the Steering Committee Meeting on 01.02.2023 at 1st Floor, Conference Hall, Canara Bank, HO Annexe, Gandhi Nagar, Bengaluru under the Chairmanship of Sri. A Muralikrishna, Convenor SLBC Karnataka & General Manager, Canara Bank. The suggestions/modifications offered by the members have been duly incorporated.

**AGENDA 1: Confirmation of circulatory agenda regarding Swami Vivekandanda Yuva Shakthi JLG:**

SLBC had shared the above agenda for consideration and received concurrence with their observations from all member banks. The same may kindly be confirmed.

**AGENDA 2: Confirmation of the minutes of 159<sup>th</sup> SLBC meeting held on 15.11.2022.**

The minutes of 159<sup>th</sup> SLBC meeting held on 15.11.2022 were circulated among all the member banks and Govt. Departments. As no suggestions received, the house may kindly confirm the minutes.

**AGENDA 3: FOLLOW-UP ACTION ON THE DECISIONS TAKEN DURING THE PREVIOUS SLBC MEETING**

Sl.	Action Points	Action Taken
01.	<p>Standardized system for direct flow of data from CBS of the member banks.</p> <p>During 159<sup>th</sup> SLBC, GM-SLBC informed the House that all Banks have entered the data for September quarter 2022.</p> <p>However, despite repeated reminders <b>Bank of Maharashtra, Fincare Small Finance Bank and Axis Bank</b> have delayed in uploading the data.</p>	<p>All Banks have updated the data for December quarter 2022.</p> <p>All Banks were requested to follow the timelines as per RBI guidelines and update the data in SLBC Revamp Portal after due comparison with the data for previous quarter/year before 10<sup>th</sup> of first month of next quarter.</p> <p>However, despite repeated reminders <b>Bank of Maharashtra, Yes Bank and Axis Bank</b> have delayed in uploading the data.</p> <p>For many parameters under the ACP Disbursement sheet, the data submitted by <b>Karnataka State Cooperative Apex Bank</b> for December Quarter 2022 is less than the September Quarter 2022.</p>
02	<p>Business Correspondents (BCs) data discrepancies observed between the data shared with RBI and updated in SLBC revamped portal.</p>	<p><b>SLBC has addressed letters to ICICI Bank, IndusInd Bank, RBL Bank and Yes Bank</b> to upload correct data and these banks have uploaded correct data.</p>

#### AGENDA 4: REVIEW OF CREDIT DISBURSEMENT BY BANKS:

##### 4.1. Achievement under ACP and Priority Sector Lending

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

(Rs in crores)

Sector	Annual Target	Dec-21		Annual Target	Dec-22		% Growth YoY
	2021-22	Ach	% Ach.	2022-23	Ach	% Ach.	
Short Term Loan	71923	42555	59.17	81896	56951	69.54	33.83
Agri Term Loan	54069	37621	69.58	58977	55038	93.32	46.30
<b>Total Agri Loans</b>	<b>125992</b>	<b>80176</b>	<b>63.64</b>	<b>140873</b>	<b>111989</b>	<b>79.50</b>	<b>39.68</b>
MSME	111827	56279	50.33	129604	85113	65.67	51.23
Export Credit	3628	259	7.14	3967	731	18.43	182.24
Education	5970	936	15.68	6316	895	14.17	-4.38
Housing	30165	5992	19.86	32794	4094	12.48	-31.68
Social Infrastructure	2201	42	1.91	2549	1046	41.04	2390.48
Renewable Energy	3111	122	3.92	3565	11	0.31	-90.98
Other PSA	9498	5152	54.24	10555	6693	63.41	29.91
<b>Total PSA</b>	<b>292392</b>	<b>148958</b>	<b>50.94</b>	<b>330223</b>	<b>210572</b>	<b>63.77</b>	<b>41.36</b>
<b>Total Non-Priority</b>	<b>203980</b>	<b>268432</b>	<b>131.6</b>	<b>259483</b>	<b>347342</b>	<b>133.86</b>	<b>29.40</b>
<b>Total Credit</b>	<b>496372</b>	<b>417390</b>	<b>84.09</b>	<b>589706</b>	<b>557914</b>	<b>94.61</b>	<b>33.67</b>

Bank wise & sector wise level of disbursement/achievement in PSA and NPSA under Annual Action Plan during December Quarter 2022 is provided in Annexure 1 (Page no.33-44).

District wise & sector wise level of disbursement / achievement in PSA and NPSA under Annual Action Plan during December Quarter 2022 is provided in Annexure -2 (Page no.45-50).

Bank wise level of outstanding for PSA and NPSA as on 31.12.2022 Annexure -3 Page no 51-60)

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

(Rs in crores)							
Sl No.	Name of Bank	Priority Sector			Total Credit		
		Target	Achievement	% Achieve	Target	Achievement	% Achieve
PSBs							
1	Canara Bank	50935	24959	49.00	78542	64674	82.34
2	State Bank of India	47752	29809	62.42	83118	78046	93.90
3	Union Bank of India	23610	15472	65.53	42557	33412	78.51

4	Bank of Baroda	21551	11887	55.16	40797	30854	75.63
5	Bank of India	7366	4122	55.96	14414	9175	63.65
6	Bank of Maharashtra	3185	1124	35.30	6484	6505	100.32
7	Central Bank of India	5177	829	16.01	10654	2695	25.30
8	Indian Bank	7232	4106	56.77	17057	11454	67.15
9	Indian Overseas Bank	7590	1216	16.02	14079	1876	13.33
10	Punjab National Bank	8277	517	6.24	19695	4378	22.23
11	Punjab and Sind Bank	654	30	4.53	1576	84	5.34
12	UCO Bank	2168	2024	93.36	5858	3008	51.34
<b>Major Pvt Banks</b>							
1	Karnataka Bank Ltd	14292	3892	27.23	23409	8853	37.82
2	HDFC Bank Ltd	9867	15041	152.44	28211	65391	231.79
3	Axis Bank Ltd	9371	3851	41.10	21431	13519	63.08
4	ICICI Bank Ltd	9586	10475	109.28	21944	49538	225.75
5	Kotak Mahindra Bank	6410	9646	150.47	12581	18442	146.59
<b>RRBs</b>							
1	KGB	18024	9354	51.90	21582	10357	47.99
2	KVGB	11736	6874	58.57	13406	7936	59.20
<b>Co-Op Sector</b>							
1	K.S.Coop Apex Bank Ltd.	17943	19296	107.54	19697	27541	139.82

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

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

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

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

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

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

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

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



**Progress achieved in bank linkages under AHP vertical of PMAY (U) as on 31.12.2022 is as follows:**

RGHCL / ULB / KSDB						
Implementing agency	Status	No of Houses required bank loan	No of beneficiaries selected	No of loan applications submitted	No of loan applications sanctioned	No. of loan Disbursement
ULB	Ongoing	35022	30879	10844	4313	623
ULB	Tendered	3420	3420	3085	0	0
ULB	Yet to Tender	9567	7294	239	43	0
RGHCL	Ongoing	52735	48980	1235	380	0
ULB Total		100744	90573	15403	4736	623
KSDB	Ongoing	44061	44061	15804	2852	212
		97134	97134	4053	147	0
KSDB Total		141195	141195	19857	2999	212
Grand Total		241939	231768	35260	7735	835

SLBC has already shared simplified housing loan application format and minimized list of documents to be submitted to banks. SLBC requests member banks to conduct camps during next three months to clear the pending applications. SLBC requests member banks to inform the % of applications rejected for the reasons 'applicant having other loans' and income is low", henceforth.

Bank wise and District wise progress under PMAY-AHP provided in the Annexure -4 (Page No 61-70).

**AGENDA-6: Review of Districts having CD ratio less than 60% and working of Special sub-committees of DCC (SCC)**

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

Sl No	Name of the district	(Rs in Cr)					
		As on Sept 2022			As on December 2022		
		Deposits	Advances	CD Ratio %	Deposits	Advances	CD Ratio %
01	Uttara Kannada	19108.92	8269.66	43.28	19667.57	8595.48	43.70
02	Udupi	33285.74	15954.80	47.93	34119.87	15964.42	46.79

- The CD Ratio of the state as a whole as on 31.12.2022 is **75.22%**.
- DCs and LDMs are requested to continue necessary corrective measures and continuously monitor the progress in their special subcommittee and DCC meetings.
- LDMs of these districts have informed that District Level Sub-committee is formed to review progress under CD ratio.
- Bank wise CD ratio as on Dec.2022 is provided in Annexure -5 (Page no 71-72).
- District wise CD ratio as on Dec. 2022 is provided in Annexure - 6 (Page no.73).

\* Loans sanctioned by NBFCs and HFC are not taken into account. If the same is included, achievement of the state will be more. RBI can guide SLBC in the matter.

**AGENDA-7 Issues - Reimbursement of pending BPL claims of training expenditures:**

With the intervention of Chief Secretary, SRLM has released **22.67 Cr** of long pending claims. As on 31.12.2022, about **Rs. 25.53** crores is pending to be released by SRLM to various RSETIs in Karnataka and the pendency is continuing for many years. RSETI wise details are provided in Annexure - 7 page No.74. SLBC once again request SRLM to clear the long pending dues to banks.

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

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

SLBC has received list of 122 villages from State Govt. where population is less than 3000. All 122 villages are covered by BC locations and out of 122 villages 18 villages are also having brick and mortar branches within a radius of 5 km. Out of 104 villages, 52 villages are covered by IPPB centers and remaining 52 villages SLBC has requested all member banks/IPPB to explore the possibilities of opening of brick and mortar branch in these 52 villages.

**AGENDA 9: Financial inclusion Initiatives:****9.1: Functioning of Business Correspondents (Review of Operations of Business Correspondents – hurdles/issues involved):**

As on Dec. 2022	Total No. of BC locations	No. of active BCs available	No. of inactive BC locations	BCs certified by IIBF
	71374	59105	12269	7835

\*As on 31.12.2022, the No. of inactive BCs are **12269**. This is due to high number of inactive BCs of following banks:

Bank Name	Inactive BC as on 30.09.2022	Inactive BC as on 31.12.2022
Yes Bank	0	11552
Canara Bank	154	202
State Bank of India	186	184
Bank of Baroda	61	61
Bank of India	50	51
HDFC Bank	54	103
IDFC Bank	206	48

Bank wise details of BCs as on 31.12.2022 is furnished as an Annexure -8 (page No.75)

**9.2: Financial literacy initiatives by banks.**

The status of FLCs as on 31.12.2022 as reported by sponsor Banks is as under:

	Financial Literacy Centers (FLCs)				
	As on 30.09.2022		As on 31.12.2022		Total FLCs
	Functional	Non Functional	Functional	Non Functional	
Total	134	43	150	27	177

SBI, UBI, BOB, BOI & KGB Banks are requested to expedite appointment of 13,9,2,1 & 2 FL Counsellors respectively and make these FLCs functional. SLBC requests member banks to ensure that all FLCs are functional by 31.03.2023.

Activities of FLCs enclosed in annexure-9 ( page No.76)

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

The progress of KPIs by Banks at aspirational districts, reported by respective LDMs as on 31.12.2022 are as under:

#### (A) Raichur District:

Particulars	Key Performance Indicators (KPIs) as on 31.12.2022			
	Bank Accounts (CASA) per lakh population	PMJJBY enrollments per lakh population	PMSBY enrollments per lakh population	APY enrollments per lakh population
<b>Target set by DFS</b>	129755	9772	30303	2886
<b>Achievement till Dec 2022</b>	156180	15358	37169	3796
<b>% Achievement</b>	120.37	157.16	122.66	131.53
<b>Gap to target (per lakh population)</b>	Achieved	Achieved	Achieved	Achieved

#### (B) Yadgir District:

Particulars	Key Performance Indicators (KPIs) as on 31.12.2022			
	Bank Accounts (CASA) per lakh population	PMJJBY enrollments per lakh population	PMSBY enrollments per lakh population	APY enrollments per lakh population
<b>Target set by DFS</b>	129755	9772	30303	2886
<b>Achievement till Dec 2022</b>	181501	14493	33515	3085
<b>% Achievement</b>	139.88%	148.31%	110.60%	106.90%
<b>Gap to target (per lakh population)</b>	Achieved	Achieved	Achieved	Achieved

As per data submitted by LDMs both the districts have achieved 100% target under all 4 KPIs set by DFS.

There is data mismatch between LDMs data and NITI AYOOG data as some Banks data namely Jana Small Finance Bank, KBS Local area Bank, Apex Bank, IPPB, Karnataka Bank & DCB are not available in NITI AYOOG data.

Those the above Districts have achieved the above parameters, some banks are lagging behind. SLBC request those banks to improve their position.

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

## AGENDA 10: KCC

### 10.1 KCC Loans – Disbursements & Outstanding:

[ cards in lakhs] [Amount in crores]

KCC Target for 2022-23		Disbursement of KCC from April 2022 to Dec 2022		KCC Outstanding as on 31 <sup>st</sup> December 2022	
No. of Cards	Amount	No. of Cards	Amount	No. of Cards	Amount
53.83	81895.71	39.56	38290.72	48.69	59174.87

SLBC has written a letter to Agriculture Department, GoK to provide details of farmers who are holding land less than ½ acre and above ½ acre and up to 1 acre. SLBC requests Agriculture department to provide the same to ascertain the saturation level.

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

### 10.2 KCC-Dairy and other Animal Husbandry activities:

In order to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries under KCC, DFS: GOI has launched a special saturation drive in the form of weekly “District Camps” w.e.f. 8<sup>th</sup> November 2021 and the scheme is extended till 15<sup>th</sup> March 2023. All the bankers are requested to take note.

Progress under the campaign as on 28.01.2023 is given here below.

Parameters	Total no. of application received	Total no. of application accepted	Toto no. of application sanctioned	Total no. of application rejected
KCC-AH	126094	124665	60516	60059
KCC-FISH	28029	26895	12313	13740
<b>Total</b>	<b>154123</b>	<b>151560</b>	<b>72829</b>	<b>73799</b>

The following are the main reasons for rejection of KCC AH & Fisheries applications:

- Applicant in default NPA.
- Already having KCC loan with other Bank and/or availed loan for same purpose from other Banks.
- Milk Payment is not coming to the concerned branch.
- Applicants unwilling to avail the loan.
- Members of the family applying for KCC against same milch animal
- Application for vending
- Not having permission/ licence for pond/reservoir
- Farmers do not have vessel

During the review meeting held on 28.01.2023 under the Chairmanship of MoS Dr. Bhagwat Karad, the house has advised to clear the all pendency by 16.02.2023.

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

All the banks have shown excellent performance under KCC AH & Fishery campaign launched by DFS.

KCC AH O/S as on 31.12.2022 amounts to 559.98 Crores for 152416 accounts.



KCC Fisheries O/S as on 31.12.2022 amounts to 179.29 Crores for 11036 accounts.

KCC Dairy loans sanctioned during the quarter and outstanding as on 31.12.2022 is provided in the Annexure -13 (page no 82).

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

### **10.3. Pledge financing for Agriculture Commodities through electronic- Negotiable Warehouse Receipt (e-NWR)**

Warehousing Development and Regulatory Authority (WDRA) has been established under the Warehousing (Development and regulation) Act, 2007 for setting up a negotiable warehouse receipt system in the country, making Negotiable Warehouse Receipt (NWR) a prime tool of trade and regulation of warehouses.

e-NWR can facilitate easy pledge financing by Banks and other financial institutions. E-NWR also helps to save expenditure in logistics as stocks can be traded through multiple buyers without physical movement and can be even split for partial transfer of withdrawal. E-NWRS promote scientific warehousing for storage of agricultural goods and commodities. Member Banks are requested to give more impetus to this scheme and inform us the disbursement position as at 31.03.2023.

Letter from the DFS is enclosed as Annexure 15 (page No 84)

### **10.4. Animal Husbandry Infrastructure Development Fund and FPOs:**

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

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

## **AGENDA 11: Inputs from RBI:**

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

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

Out of the 177 Financial Literacy Centres (FLCs), 150 FLCs are active as on December 31, 2022 leading to vacancies of 27 FLCs (15% of the available positions).

S.No.	Concerned Bank	Vacancies in FLCs	
		As on Oct 31, 2022	As on Dec 31, 2022
1	State Bank of India (SBI)	8	13
2	Union Bank of India (UBI)	13	9
3	Canara Bank	1	0
4	Bank of Baroda (BoB)	2	2
5	Bank of India (BoI)	1	1
6	Karnataka Gramin Bank (KaGB)	1	2
	<b>Total</b>	<b>26</b>	<b>27</b>

Controlling offices of the above banks had been advised during last SLBC meeting to appoint FLCs in vacant positions by Dec 31, 2022 and to initiate measures to reduce attrition amongst the FLCs. However, as on Dec 31, 2022, it is observed that barring UBI and Canara Bank, there is no change/increase in FLCs vacancies for SBI, BoB, Bol and KaGB compared to Oct 31, 2022 position. Controlling offices of the above banks are advised to submit a plan of action with timeline to operationalise vacant FLC positions.

### Special Camps and Target-Specific camps

As per RBI Circular on FLC Policy Review dated March 02, 2017, controlling offices of banks in the state were advised to ensure that:

- (i) Minimum number of special camps (2 per month per FLC) and target-specific camps (5 per month per FLC) are conducted by their sponsored FLCs without fail.
- (ii) Minimum number of special camps by rural branches of banks are conducted (one camp per month on the Third Friday of each month after branch hours).

However, there was a shortfall in holding 8778 special camps by 4269 rural branches across the state during Dec 2022 quarter. Data on shortfall in FLCs camps for Sept 2022 and Dec 2022 quarters is as under. (Detailed data is given in Annexure-43 Page no 224-225)

Shortfall data	Sept 2022			Dec 2022		
	No. of Banks	No. of FLCs	Shortfall	No. of Banks	No. of FLCs	Shortfall
Special Camps	8	37	112	7	14	47
Target specific camps	5	9	49	4	12	74

Further, analysis of district-wise shortfall in FLC camps revealed that following FLCs did not conduct requisite number of special and target-specific camps for two consecutive quarters:

Special Camps (2 camps per FLC per month) (06 camps per FLC in a quarter)						
Sl. No.	Bank Name	District	Block	FLC code	Dec 2022	Sept 2022
					Shortfall in camps	
1.	Canara Bank	Dharwad	Hubli	86004	5	6
		Koppal	Kushtagi	86303	5	6
2.	SBI	Dharwad	Navalgund	86005	5	1
3.	KVGB	Bijapur	Indi	86805	1	1
4.	Bol	Belagavi	Khanapur(SU)	87008	6	6
5.	BoB	Shimoga	Sorab	87404	3	3
6.	UBI	Chikkamagalur	Tarikere	87704	3	3
7.		Chikkamagalur	Chikkamagalur	87701	5	2
8.		Uttara Kannada	Honnavar	87202	2	1
9.		Kodagu	Kushalnagar	88201	2	2
10.		Mysore	Periyapatna	85003	3	3
	Total				40	34
Target Specific Camps (5 camps per FLC per month) (15 camps per FLC in a quarter)						
Sl. No.	Bank Name	District	Block	FLC code	Dec 2022	Sept 2022
					No of Shortfall	
1.	Bol	Belagavi	Khanapur(SU)	87008	15	15
2.	BoB	Shimoga	Sorab	87404	2	1
3.		Mandya	Nagamangala	34303	2	3

4.		Chikkaballapur	Gauribidanur	25104	4	3
5.		Bengaluru Urban	Yelahanka	84002	7	3
6.		Bengaluru Urban	Bengaluru North	85003	5	6
7.	UBI	Chikkamagalur	Chikkamagalur	87701	10	4
	<b>Total</b>				<b>45</b>	<b>35</b>

In this regard, controlling offices of the banks are advised to:

- (i) Submit a plan of action with timeline to conduct all the pending camps. Also, ensure that a calendar for each quarter (6 special camps and 15 target-specific camps per quarter) may be prepared in advance by each FLC and shared with the SLBC and the Regional office concerned of RBI (within 10 days of the start of the quarter).
- (ii) Ensure that FLCs that are failing to hold requisite camps for consecutive quarters are monitored more closely
- (iii) Monitor FI activities of rural branches to ensure conduct of requisite camps every month by the branches

Also, in the last SLBC meeting, banks had been advised to assess number of beneficiaries linked with formal financial systems as a result of these financial awareness programs/camps and put in place a mechanism to set targets and monitor their performance against the same. The banks are advised to provide an update in this regard.

#### **b. Business Correspondents (BCs) - Inactive BC locations and Reconciliation of Data**

The latest update on BC data received by SLBC for December 31, 2022 indicated 14544 BCs (20%) were inactive out of total 73649 BCs. The bank-wise details are as per Annexure-44 (page no 226-228). Based on analysis of BC data it is observed that: Compared to Sept 2022 quarter, there is a jump of 547% in reported BC data and 121.14% in the reported inactive BC data. This is primarily on account of data submitted by following four banks:

NAME OF THE BANK	Dec-22			Sep-22			% variation in inactive BC
	Active BCs	Inactive BCs	Total BCs	Active BCs	Inactive BCs	Total BCs	
UCO BANK	25	25	50	17	0	17	147.06%
HDFC BANK	360	103	463	412	54	466	10.52%
YES BANK	18956	11552	30508	0	0	0	
INDIA POST PAYMENTS BANK	9212	2275	11487	0	0	0	

There is an increase in in-active BCs for UCO Bank and HDFC Bank during the Dec 2022 quarter. Yes Bank and India Post Payments Bank have submitted data for the Dec 2022 quarter whereas for Sept 2022 quarter their data was Nil. These four banks are advised to provide explanation for the increase in in-active BC/significant variation in reported data.

Despite upward revision of BC data during December 2022 quarter, number of BCs in Karnataka as on March 31, 2022 (reported to FIDD CO) is still higher at 84715. SLBC is advised to provide an update on their letters SLBC/2022/F-696 dated November 15, 2022 addressed to the banks regarding the difference in data shared with RBI and in revamped SLBC portal.

Banks are advised to provide an update regarding operationalization of inactive BC locations, as advised in the last SLBC meeting. Detailed plan for the operationalisation maybe provided by following seven banks whose inactive to total BC percentage was above 10% for Dec 2022 quarter

SI	NAME OF THE BANK	Inactive BCs	Total BCs	% of inactive to Total BC
1.	CANARA BANK	202	1794	11.3
2.	BANK OF INDIA	51	134	38.1
3.	UCO BANK	25	50	50.0
4.	HDFC BANK	103	463	22.2
5.	YES BANK	11552	30508	37.9
6.	IDFC FIRST BANK	48	454	10.6
7.	INDIA POST PAYMENTS BANK	2275	11487	19.8

**C. Based on Financial Inclusion Index (FI-Index)**, three districts (Ballari – usage criteria, Udupi and Uttara Kannada – Quality criteria) in Karnataka had been identified by FIDD CO in the bottom 10 percentile of the FI-index.

In this regard, SLBC was advised to have an agenda item on this aspect for monitoring performance of the parameters across all districts. SLBC is also advised to provide an update on their letter dated Dec 13, 2022 sent to the LDMs regarding forming sub-committee for FI index in Ballari, Udupi and Uttara Kannada district.

## II. Lead Bank Scheme

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

(i) As per para 2.2.2 and Annex V of the Master Circular, it needs to be ensured that meetings are held at quarterly intervals. It has been observed that both District Consultative Committee (DCC) and/or District Level Review Committee (DLRC) meetings of previous quarter, i.e. September 30, 2022, of the following 4 districts have not been held till January 25, 2023 -

S.No.	District	Lead Bank	Concerned Quarter
1	Bidar	State Bank of India (SBI)	For Quarter ended September 2022
2	Chamrajanagar	State Bank of India (SBI)	For Quarter ended September 2022
3	Gadag	State Bank of India (SBI)	For Quarter ended September 2022
4	Mysuru	State Bank of India (SBI)	For Quarter ended September 2022

SBI is advised to provide an update on the proposed dates of holding the above pending meetings.

(ii) It has been observed that both DCC and DLRC meetings in three districts for Quarter ended September 2022 (Bagalkot, Davangere and Kalburagi) were held beyond the prescribed timeline of 90 days from end of concerned quarter. Controlling Heads of banks concerned are advised to ensure conduct of the meetings within the stipulated timelines.

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



absenteeism for meetings held for review of September quarter (as per data received so far) are as under. Details of absentee banks are given in Annexure-45 page no 229

District	Date of the meeting (Review of Quarter ended September 2022)	Total Number of banks in the district	Number of banks absent in the meetings	Absenteeism %
Ballari	15.12.2022	33	4	12%
Belagavi	8.12.2022	39	12	31%
Bengaluru Rural	07.12.2022	36	8	22%
Chikkaballapur	08.12.2022	24	3	13%
Dakshina Kannada	22.12.2022	35	2	6%
Dharwad-Hubli	24.11.2022	39	17	44%
Hassan	14.12.2022	41	13	32%
Kolar	31.10.2022	25	9	36%
Mandya	17.12.2022	31	10	32%
Mysuru	14.11.2022	45	9	20%
Shimoga	13.12.2022	37	4	11%
Tumkur	30.11.2022	39	4	10%

The number of line departments absent in the DCC / DLRC meetings have not been shared in the proceedings. SLBC may ensure that the LDMs indicate the same in the minutes in future. SLBC is also requested to collate data on absenteeism in BLBC meetings and take necessary steps to ensure adequate representation by banks.

(iv) LDMs were advised to forward the meeting invitations sent to public representatives with notices forwarded to FIDD, Bengaluru for DLRC meetings. The same is not being shared. Controlling banks may ensure the instruction is followed in future.

#### **b. Meetings of SLBC Sub-Committees**

As per para 2.3.2 of RBI Master Circular on Lead Bank Scheme dated April 01, 2022 the meetings of various sub-committees of SLBC are expected to be held at quarterly intervals. The following meeting has not been conducted till date

SI No.	Sub Committee	Convenor Bank	QE June 2022	QE September 2022
1	Recovery and Rehabilitation	State Bank of India	October 12, 2022	Not conducted

SBI may explain the reason for not holding the meeting for the quarter ended September 2022.

#### **c. Expanding and Deepening of Digital Payment Ecosystem**

Haveri and Yadgir districts had been identified for deepening of digital payment ecosystem in the state. The progress as on Dec 31, 2022 is as mentioned below. Banks whose performance (as on Dec 31, 2022) is below district level is given in Annexure-46 page no230

<b>Digital Coverage in Haveri (Nodal Bank: Bank of Baroda)</b>			
	<b>As on March 31, 2022</b>	<b>As on September 30, 2022</b>	<b>As on December 31, 2022</b>
% of Eligible Savings Accounts	85.10%	94.76%	99.82%

% of Eligible Current/Business Accounts	65.93%	78.67%	94.76%
<b>Digital Coverage in Yadgir (Nodal Bank: State Bank of India)</b>			
	<b>As on March 31, 2022</b>	<b>As on September 30, 2022</b>	<b>As on December 31, 2022</b>
% of Eligible Savings Accounts	77.14%	86.29%	90.13%
% of Eligible Current/Business Accounts	71.64%	65.72%	74.18%

Nodal banks (SBI and Bank of Baroda) are advised to achieve 100% digitisation by March 31, 2023. SLBC may explore feasibility of identifying additional districts in the state for deepening of digital payment ecosystem.

(ii) In the last SLBC meeting, banks were advised to enhance digitization process through **UPI123PAY** for feature phone users on a large scale and SLBC was advised to monitor the progress in this area. SLBC may update the current status.

#### **d. Delay in data submission by Banks in SLBC Revamped Portal**

As per para 2.3.4 of RBI Master Circular on Lead Bank Scheme dated April 01, 2022, banks are required to upload the quarterly data in SLBC revamped portal within 15 days from the end of concerned quarter. Further, in terms of letter FIDD.CO.LBS.No S96141/02.01.001/2021-22 dated August 25, 2021, SLBC convenor banks have been instructed to submit the quarterly MIS statement to the concerned ROs within 15 days from the end of the respective quarter.

Based on last meetings ATR, SLBC has written letters to ED of the banks with a request to advise their bank controlling offices to upload the data on time. However, the issue has not been resolved and several banks had not submitted data for December 2022 by due date. As on date, all banks have uploaded the data, however discrepancies have been observed by SLBC in data of Karnataka State Co-operative Apex Bank, on account of which MIS data is yet to be finalised and submitted by SLBC to RBI.

In order to streamline data submission process and ensure submission of MIS returns in time, SLBC is advised to explore feasibility of extracting requisite data directly from member banks CBS to eliminate interim data upload processes by banks.

#### **e. Annual Credit Plan (ACP) - Rationalization of Targets – study**

(Amount in ₹ crore)

Description	FY 2021-22	FY 2022-23	Growth
<b>Priority Sector Target</b>	292392	330223.15	12.94%
Ach.*	218856	210397.23 (as on Dec 31, 2022)	-3.86%
Ach. %	<b>74.85%</b>	<b>63.71%</b>	
<b>Non-Priority Sector Target</b>	203980	259482.47	27.21%
Ach.*	362755	347193.84 (as on Dec 31, 2022)	-4.28%

Description	FY 2021-22	FY 2022-23	Growth
Ach. %	177.84%	133.80%	

\* does not include data of one bank (Karnataka State Co-operative Apex Bank).

- (i) The Annual Credit Plan (ACP) for FY 2022-23 mentions a target for priority sector of ₹3,30,223.15 crore at a growth rate of 12.94% over the target for FY 2021-22 of ₹ 2,92,392 crore (which is an increase of ₹ 37,831.15 crore). ACP Achievements as on December 31, 2022 were 63.71% (priority sector) and 133.80% (non-priority sector). The anomaly of excessive targets for priority sector and lower target for non-priority sector may be rationalised during target setting for FY 2023-24.
- (ii) It is understood that banks set their internal annual target based on outstanding and SLBC sets ACP targets for disbursements only. This leads to branch focus on outstanding rather than disbursements for priority sector segments. For ACP to be effective, the banks management / board needs to align target fixation with RBI norms as per Para 3.2(e) on Master Circular on LBS. SLBC needs to fix targets for both as per Para 3.3 on Master Circular on LBS. Also, confirmation should be taken from the State controlling heads of the banks that they will be able to achieve the targets set in terms of both disbursements and outstanding.
- (iii) It is observed that only 13% of state GDP comes from agriculture whereas nearly 60% population depends on it. To ensure that share of agriculture in state GDP increases, a mechanism may be put in place to identify the districts that are lagging behind in ACP term loan targets so that they may be provided with higher share of agricultural loans. In this regard, it is suggested that an Agricultural Infrastructure Agency is created by SLBC, involving State government, RBI and NABARD.
- (iv) For achieving the goal of developed nation by Indian Independence Centenary, we need to increase the credit to deposit ratio. For that, banks need to focus on CD Ratio without losing sight of technically and financially viable loan proposals. CD Ratio of Karnataka touched 75.22% as on December 31, 2022, an improvement from 72.70% as on Sept 30, 2022. CD Ratio of following four districts however is less than state average - Uttara Kannada (43.70%), Udupi (46.79%), Dakshin Kannada (64.96%) and Bengaluru Urban (71.21%). All the stakeholders are requested to work towards enhancing the CD ratio across these districts in the state.

### **III. Providing services of Brick & Mortar Branch or IPPB branch within a radius of 5km to all villages in the state**

- (i) Four villages (Huvinahole, Hirehalli, Yarjanti and Salgar Basanthpur) of Karnataka had been identified for opening of Brick-and-Mortar Branches as per e-mail dated July 18, 2022 from Department of Financial Services sent to SLBC, Karnataka. Out of the 4 branches, 3 branches have been opened and SLBC vide email dated Dec 16, 2022 has informed that location change has been sought by Karnataka Grameen Bank for branch at Yarjanti. SLBC is advised to update the latest status in this regard.
- (ii) The Office of the Additional Chief Secretary to Government, Finance Department, Government of Karnataka (GoK) has vide letter no. FD-CAM/179/2022 dated September 28, 2022 had advised SLBC to explore the possibility of opening India Post Payment Bank branch or extension counter of Cooperative banks/ their branch in villages having population above 3000 or in the 122 identified villages. In this regard, SLBC vide letter dated January 07, 2023 to GoK, has stated that out of 122 villages, 18 are covered by brick-and-

mortar branches and remaining 104 were covered by BCs. Out of 104 villages, 52 villages were covered by IPPB centres and for remaining 52 villages, SLBC has advised member banks to explore possibility of opening branches. SLBC is advised to update the latest status in this regard.

#### **IV. Sharing of information with competent authorities**

- (i) It is observed that the under mentioned banks are delaying or not responding despite 2 to 3 summons issued under section 3 (1a) read with Section 6(2) of Karnataka Protection of Interest of Depositors in Financial Establishments Act: HDFC, IDFC first bank, Development Credit bank, Indian Overseas bank, Indian bank, Canara Bank, Karnataka Gramin bank, Punjab National Bank, Union bank of India, Yes bank and Bank of Baroda.  
In this regard, the afore-mentioned banks were advised to share the latest position. However, the same is yet to be received. SLBC is requested to take up the matter with the State controlling heads of the concerned member banks.
- (ii) During the deliberations of the State Level Coordination Committee meetings (SLCC) meetings also, it was brought to the notice that many banks were not responding/furnishing the required information promptly to the Competent Authorities and other Law Enforcement Agencies (LEA's).  
Controlling offices of banks are advised to identify a dedicated Nodal officer to respond to the Competent Authorities and other LEA's. SLBC is requested to ensure that a consolidated and updated list of nodal officers is submitted to RBI.

#### **V. Enhancing State infrastructure and improving ease of doing business for micro and small entrepreneurs and small and marginal farmers.**

- (i) To increase bargaining power of FPOs, NABARD was requested to design training programs for FPOs involving RBI. In this regard, NABARD is requested to provide data on number of FPOs for which training programs are scheduled in current and upcoming quarters.
- (ii) For enhancement of need based KCC/ doubling of income of farmers, it was suggested that a model farming plot in every village should be established. In this regard, a 'Lead Institution Scheme' was suggested by RBI to GoK for consideration vide letter dated Nov 28, 2022. GoK is requested to provide comments, if any, in the matter.
- (iii) More than 25% of the national population is outside the ambit of the formal financial system. In order to provide bouquet of financial services such as insurance, pension, etc., to this excluded segment of the society, it was suggested that measures should be taken for formalization of rural finance. In this regard, controlling offices of banks are advised to facilitate identification of unbanked population through LDMs, FLCs and CFLs and bring them into the fold of formal banking system. LDMs are further advised to set self-targets and monitor the same in District Consultative Committee (DCC) meetings. An agenda item may also be added on this aspect in the ensuing SLBC meeting.
- (iv) SLBC/NABARD were requested to identify credit deficient districts in Karnataka and to ascertain utilisation of RIDF and other development funds in these districts to improve utilisation. In this regard, Uttara Kannada and Udupi have been identified as credit deficit districts by SLBC. NABARD is requested to analyse utilisation-wise



data on RIDF/other development funds for the districts and also identify causes of low utilisation of RIDF/other funds in identified credit deficient districts.

## **VI. Micro, Small and Medium Enterprises**

### **a .Onboarding of Government & Corporate Buyers on TReDS platform**

- (i) Onboarding of Government & Corporate Buyers on TReDS platform was discussed as an agenda item during several meetings (EC MSME meeting held on Nov 09, 2022 and the 159th SLBC Meeting of Karnataka on Nov 15, 2022), wherein State government was requested to onboard government boards/corporations functioning in the state on TReDS. Also, GoK was requested to provide information on all the 27 State Government Undertakings and 73 Boards/ Corporations functioning in the state for arranging familiarization sessions for the State Government officials to make them aware of the benefits of onboarding on TReDS. However, response on the same is yet to be received. GoK is requested to provide an update in this regard and also share details of government boards/corporations functioning in the state onboarded on TReDS as on date.
- (ii) In order to ascertain status of registration of eligible companies on TReDS platforms, the data has been sought from member banks (as ROC Bengaluru does not have the data). Till date, only 9 banks have furnished the data based on which it is observed that 94 companies have registered in at least one of the three TReDS platforms and 11 companies which have availed finance from these banks have not registered on any of the TReDS platforms. Member banks are advised to submit the data on TReDS registration at the earliest.
- (iii) The data on registered office address/corporate office address and contact details of 408 companies under their jurisdiction has been sought from ROC Bengaluru vide our email dated January 12, 2023 so as to enable LDOs to visit companies in their district to educate them on the benefits of onboarding on TReDS platform during their visit to their respective districts. A meeting to discuss the implementation of TReDS with Bank representatives and other stakeholder was also held on January 24, 2023 at RBI Bengaluru. RBI is planning to hold series of familiarization programmes for onboarding on TReDS for Corporates having turnover companies with turnover greater than ₹500 crore. Controlling offices of banks are also advised to instruct LDMs to create awareness about Trade Receivables Discounting System (TReDS) and discuss the progress of onboarding eligible entities on TReDS in BLBC/ DCC meetings.

### **b. Adoption of MSE clusters**

As per RBI Master Direction on Lending to Micro, Small & Medium Enterprises (MSME) Sector, each lead bank of a district was advised to adopt at least one MSE cluster. SLBC was requested to identify MSE clusters in each of the districts and allocate them among banks. The Lead Banks (SBI, Canara bank, Bank of Baroda, Union Bank of India) in their reply to ATR of 68<sup>th</sup> Empowered Committee Meeting have stated that they were in process of adopting MSME clusters and the list of adopted clusters would be communicated in due course. SLBC and Lead banks are advised to give an update in the matter.

### **c. Special initiatives for MSME sector**

State Government was requested to consider simplification of registration process in UDYAM portal. A single window for all government approvals, one page application etc.

maybe introduced so that beneficiaries can avail all benefits with ease. LDMs of all districts of Karnataka were made aware of benefits of UDYAM and were advised to organize camps for registering companies on UDYAM in their district during LDM Conference held on January 13, 2022. Controlling offices of banks, through LDMs are advised promote registration process in UDYAM portal.

MSME-DFO has also been requested to provide details of MSMEs like email and phone number in order to hold district-wise campaigns by email dated January 23, 2023.

## **VII. Market Intelligence Issues**

### **Unauthorized lending in FINTECH**

Banks were advised to report any unauthorized digital lending extended by unscrupulous lenders/ mushrooming of unauthorized fintech noticed by them. SLBC has advised LDMs to discuss this aspect in DCC meetings and submit feedback for discussion in SLBC. SLBC is requested provide an update in the matter.

## **VIII. Currency Management Issues**

(i) While a decision has been taken to constitute a sub-committee of SLBC to discuss various security related aspects in currency management, the committee is yet to be constituted. SLBC is requested to expedite constitution of the sub-committee. Issue Department, RBI has issued a letter addressed to ACS (Home), GoK dated January 17, 2023 requesting him to designate an officer of the rank of ADGP to chair the proposed committee.

(ii) RBI has been receiving complaints relating to non-acceptance of ₹10 denomination coins by members of public from various parts of Karnataka. Through its press releases dated November 20, 2016, January 17, 2018 and June 26, 2019, Reserve Bank has advised members of public that coins are legal tender and can be accepted for transactions. The banks, as part of customer service, have been mandated to issue fresh / good quality notes and coins of all denominations, exchange soiled / mutilated / defective notes and accept coins and notes for transactions exchange. With a view to ensure wider dissemination of such facilities among members of public,

(a) Banks are advised to ensure that all their branches prominently display a board indicating availability of notes and coin exchange facility for information of general public.

(b) State Govt. is requested to issue necessary directions to the District Collectors to create awareness regarding acceptance of ₹10 coins by public / traders giving thrust for acceptance of ₹10 rupee coins. Non-acceptance of coins for transactions / payment is also an offence and the district authorities can consider taking suitable action in this regard.

(c) LDMs are advised to discuss this aspect in DCC / DLRC meetings. LDMs in the State of Karnataka are also advised to actively engage with the regional heads of all banks in their respective districts and ensure wider dissemination of information on above aspects in all the bank branches and currency chests. They may also suitably take up such instances of non-acceptance of ₹10 coins by public / traders, as and when noticed, with the district authorities. Certain posters and pamphlets in this regard have been distributed by Issue department, RBI Bengaluru to all the LDMs.

## **AGENDA 12: NABARD AGENDA:**

### **Agenda 12.1. Support to Government of Karnataka under RIDF**

NABARD has been supporting GoK for creating rural infrastructure covering Agri and allied sector, rural connectivity and social sector including drinking water projects thereby improving the standard of living for the rural populace which has a multiplier effect on India's overall economic development. The sector wise details of support extended from RIDF tranche (I to XXVII) are as indicated below:

(Rs. Crore)

Sn	Name of the Sector	No. of projects	Total Financial Outlay	Loan Sanctioned	Amount Disbursed
1	Agriculture and Allied	929	862.82	819.47	461.38
2	Bridges	257	341.71	273.37	137.36
3	Irrigation	632	2544.40	1992.66	1675.09
4	Roads	1076	1057.30	845.84	739.32
5	Social	5327	3689.57	2678.63	1363.04
	Total	8221.00	8495.81	6609.97	4376.19

District-wise details of ongoing RIDF projects is enclosed in Annexure 47 page no 231-235

**Agenda 2. District wise details of development funds – Annexure 48 page no 236-**

**Agenda 3: Reporting of KCC data of other banks under RRBS/Cooperative banks in the portal.**

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

### **Agenda 4: AMI Subsidy Scheme**

Agriculture Marketing Infrastructure (AMI) scheme has been extended by Government of India upto 31 March 2023. Banks may popularise the scheme and encourage potential beneficiaries to avail benefit of the schemes.

### **Agenda 5. Financial Inclusion Fund**

1. Grant support is available for various schemes under Financial Inclusion Fund (FIF) from NABARD.

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

- Conduct of Financial and Digital Literacy Campos by rural branches of Banks.
- Reimbursement of Examination fee of BC/ BF
- Deployment of micro ATM by SCBs in schools and colleges in Special Focus Districts and in milk societies in all districts
- Deployment of PoS/mPoS terminals in Tier 3 to Tier 6 centres
- VSAT deployment in sub-service area (SSA) of the Bank for new branches opened and for kiosk/fixed CSP

- Mobile signal booster deployment in SSA of Bank for new branches opened and for kiosk/fixed CSP
- Installation of solar power unit/ UPS deployment in SSA of Bank for new branches opened and for kiosk / fixed CSP
- On boarding to Positive Pay System (PPS) (Applicable for RCBs only)
- Handheld Projector with Battery, Screen & Speaker per FLC/rural branch

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

### **Agenda 13 Agriculture Department Agenda:**

#### **Agenda 13.1 Pradhan Mantri Fasal Bima Yojana (PMFBY) and Restructured Weather Based Crop Insurance Scheme (RWBCIS):**

##### **Season wise insurance claims settlement status under PMFBY and RWBCIS**

a). Season wise claim settlement status under **PMFBY** as on 12.01.2023 is given in the Annexure 16 (page no 85).

There is pending claim of Rs 120.75 crores from Kharif 2018 to Kharif 2022 seasons and out of which, 86.29 Cr from Kharif 2022 only.

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

b). Season wise claim settlement status under **RWBCIS** as on 01.01.2023 is given in the Annexure 17 (page no 86).

There is pending claim of Rs 42.86 crores from Kharif 2018 to Rabi 2022 season.

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

#### **13.2. Multiple enrollment of farmers in PMFBY Kharif 2019 and Rabi 2019–20 Seasons on same e-Aadhaar enrollment number and not actual Aadhaar resulting in non-payments of claims**

ICICI Bank had enrolled farmers under PMFBY in 2019-20 using the same e-Aadhaar enrollment number (which is tantamount to dishonesty) or not entering the actual Aadhaar number, thereby violating paragraph 6.3 of Pradhan Mantri Fasal Bima Yojana operational guidelines.

Notwithstanding the illegality of the action in doing so and violation of PMFBY guidelines, since Samrakshane portal allows as per the policy of Government of Karnataka, to pay the claims through Aadhaar based DBT transactions only, in all these cases farmers have been denied their claims for no fault of theirs, but only because of the acts of commission/omission by ICICI bank.

ICICI Zonal Head was informed to ensure the correctness and the authenticity of the Aadhaar numbers of the insured farmers, update the details on the portal and submit to this office the details along with the list of application numbers, name of the insured farmer, year and season.

But till date in spite of many reminders and letters from this office the said bank has not completed the process of updation of the Aadhaar details on Samrakshane Portal.

Year wise proposals pending for approval by the bank:



Year	Bank name	Proposal count	Claims Amount (Rs.)
19-20 Kharif	ICICI Banking Corporation Bank Ltd	625	17371468.01
19-20 Rabi	ICICI Banking Corporation Bank Ltd	235	4785675.07
19-20 Sum	ICICI Banking Corporation Bank Ltd	17	247923.46
20-21 Kharif	ICICI Banking Corporation Bank Ltd	297	6128821.32
<b>Total</b>		<b>1174</b>	<b>28533887.86</b>

SLBC request the member Banks and specially ICICI Bank to take immediate action to approve the details in the portal thus facilitating the speedy settlement of claims.

#### AGENDA 14

##### 14.1 . Crop Loan Waiver Scheme -2018

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

FDFR GoK has addressed a letter to CLWS Special cell, GOK, to place internal audit guidelines in the portal to enable the member banks to complete the internal audit. CLWS Cel, GOK to confirm having placed the audit guidelines in the portal. All the member banks are hereby requested by SLBC to abide by the guidelines and time schedule.

##### 14.2: Fisheries Loan Waiver Scheme:

Directorate of Fisheries in Karnataka informed that, an amount of Rs. 49.00 crore was released to implement the scheme and Rs. 48.99 crore has been utilized. During 158<sup>th</sup> SLBC meeting the department informed the house that they have received some more applications for waiver and the same is in the process.

#### AGENDA 15. Banking statistics as on 31<sup>st</sup> December 2022:

##### 15.1: Business figures under various parameters:

(Amt in Cr)

Particulars	Dec. 2021	Sept 2022	Dec. 2022	Y-o-Y – variance Dec 22 to Dec 21		Variation Dec 2022 over Sep 2022	
				Absolute	In %	Absolute	In %
Deposits	1208489	1287377	1311382	102893	8.51	24005	1.86
Advances	848037	935982	986448	138411	16.32	50466	5.39
<b>Total Business</b>	<b>2056526</b>	<b>2223359</b>	<b>2297830</b>	<b>241304</b>	<b>11.73</b>	<b>74471</b>	<b>3.35</b>
<b>Credit-Deposit Ratio</b>	<b>70.17</b>	<b>72.70</b>	<b>75.22</b>	<b>5.05</b>		<b>2.52</b>	
Total PSA	331165	367325	374328	43163	13.03	7003	1.91
<b>% of PSA to Total Advances</b>	<b>39.05</b>	<b>39.24</b>	<b>37.95</b>	<b>-1.1</b>		<b>-1.29</b>	
Agricultural Advances	160971	177458	180762	19791	12.29	3304	1.86
<b>% of Agri. Advances to Total Adv.</b>	<b>18.98</b>	<b>18.96</b>	<b>18.32</b>	<b>-0.66</b>		<b>-0.64</b>	
Advances to MSME	117533	130507	137145	19612	16.69	6638	5.09
<b>% of MSME to Total Advances</b>	<b>13.86</b>	<b>13.94</b>	<b>13.90</b>	<b>0.04</b>		<b>-0.04</b>	

Sector	Particulars
Deposits, Advances & CD Ratio	There is a Y-o-Y growth of 8.51% in Deposits and 16.32% in Advances. CD ratio of the state as on 31.12.2022 is 75.22%.
Total PSA	There is a Y-o-Y growth of 13.03% in Total Priority Sector Advances.
Agricultural advances	There is a Y-o-Y growth of 12.29% in in Agricultural Advances.
MSME sector	There is a Y-o-Y growth of 16.69% in MSME Advances.

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

#### 15.2: Branch Network:

(in numbers)

Particulars	Sept 2022	Dec 2022	Variation of Dec. 22 over Sep 22
1. Rural	4252	4269	17
2. Semi-Urban	2662	2707	45
3. Urban (including Metro)	4836	4902	66
<b>Total</b>	<b>11750</b>	<b>11878</b>	<b>128</b>

In comparison to the Sept quarter 2022, there is an increase of 128 branches for the Dec. quarter 2022.

Bank wise No. of bank branches in the state is provided in Annexure -18 (Page No 87 )

#### 15.3 Status of Rural Bank Branch closure: Concerned bank to explain:

Dist. name	Bank name	Merging Branch /Relocation	Acquiring Branch	Distance between branches	Remarks
Kolar	Kotak Mahindra Bank	Byrakuru Branch Closure	-	-	Kotak Mahindra Bank branch was converted to satellite office on 19.01.2004 due to merger business. They are having very less customer base. No SB accounts. it is not cost effective to run current branch. Existing 15 accounts holder served through their Mulbagal branch and they are digitally active. Already Karnataka Gramin Bank has full pledge branch in Byarakur village.
Kolar	South Indian Bank	Shifting of Alambadi branch	to Malur	15 km	Alambadi branch is located inside campus of M/s Christ Academy of Science & Management with a temporary set up without any strong room & other related infrastructure. Since last 6 years Alambadi branch is manned only by 2 staff. It is primarily facilitating fee collection and other business operations from the college. Already Canara Bank Sampangere branch is 0.20 km and Chikkathirupathi is 1.50 km and State Bank of India is 1.50 km and Indian Overseas Bank is 2 km from Alambadi village.

DCC / DLRC proceedings are provided in Annexure 19 (Page No. 88-120)

**15.4: ATM Network:****( in numbers )**

Particulars	Sept. 2022	Dec. 2022	Variation of Dec. 22 over Sept. 22
1. Rural	2119	2130	11
2. Semi Urban	3398	3487	89
3. Urban	11470	11691	221
<b>Total</b>	<b>16987</b>	<b>17308</b>	<b>321</b>

- ❖ The total number of ATMs has increased from 16987 as on 30.09.2022 to 17308 as on 31.12.2022, thus showing an increase of 321 ATMs during the quarter.
- ❖ The increase in Total ATMs is mainly due to increase in Total ATMs of ICICI bank (260).

Bank wise No. of ATMs in the state is provided in Annexure -20 (Page no 121).

**Agenda 16: Progress under Aadhar seeding of operative CASA a/cs:****(Rs in Lakhs)**

As on	No. of operative CAS A/cs	No. of CASA A/cs seeded with Aadhar	% of Aadhar seeding
30.09.2022	886.73	787.70	88.8%
30.12.2022	901.13	800.14	88.8%

- All member banks are requested to sensitize the branches and for further improving in Aadhar seeding.
- The Bank-wise Progress under Aadhar seeding of CASA accounts in Karnataka state as on 30.12.2022 is furnished in the Annexure -21 (page No. 122)

**16.1: Progress under Aadhar seeding in PMJDY a/cs:****(Outstanding No. of Accounts in lakh)**

Particulars	30.09.2022	31.12.2022
No. of PMJDY A/cs O/S	159.48	179.80
Total Aadhar Seeded A/cs	137.52	140.73
% Aadhar Seeding	86.23	78.27

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

Bank wise total progress under PMJDY as on 31st Dec. 2022 is provided in the Annexure - 22 (Page No.123).

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

**16.2: Progress under Social Security Schemes:**

(No. of enrolments in lakh)

Scheme	Outstanding as on		Growth	
	30 <sup>th</sup> Sept. 2022	31 <sup>st</sup> Dec. 2022	No.	%age
PMSBY	178.16	181.09	2.93	1.64
PMJJBY	76.32	79.25	2.93	3.84
APY	25.66	27.51	1.85	7.21

Bank wise progress under all the above social security schemes as on Dec. 2022 is provided in Annexure 23 ( page no. 124).

**AGENDA 17: Government sponsored schemes & discussion on lending towards Government sponsored schemes (DAY-NRLM, DAY-NULM, MUDRA, Stand-Up India, etc.) and impact of these schemes.**

**17.1. Performance under various Govt. Sponsored Schemes as on 31.12.2022:** Latest position on progress / achievements of various Govt. sponsored schemes are furnished in the Annexures: 24 (Page No. 125- 158B)

Progress is shown of actual number of applications sponsored to the corporation.

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

**17.2: PMEGP**

TARGET AND ACHIVEMENT UNDER PMEGP IN KARNATAKA STATE DURING 2022-23 (As on 31.12.2022)									
(Projects and Employment in Nos.& M M Rs.In Lakhs.)									
STATE	TARGET			ACHIVEMENT			ACHIVEMENT IN %		
	PRO	M M	EMP	PRO	M M	EMP	PRO	M M	EMP
KARNATAKA	5215	15124.00	41720	3607	10292.36	28856	69	68	69
NOTE: The Percentage of Margin Money Utilization 68 %									

TARGET AND ACHIVEMENT UNDER PMEGP FOR 2nd LOAN IN KARNATAKA STATE DURING 2022-23						
(Projects and Employment in Nos.& M M Rs.In Lakhs.)						
Status as on	TARGET			ACHIVEMENT		
	PRO	M M	EMP	PRO	M M	EMP
31/12/2022	52	506.43	416	4	43.99	32

During the parliamentary committee on Industry visit to Kumarakom, Chennai and Havelock, the committee observed huge rejections under PMEGP scheme and advised all SLBCs to monitor the progress. All member banks are requested to look into the matter and arrange for sanction of maximum loans under PMEGP scheme, if otherwise in order. Performance under the scheme as on 31.12.2022 is annexure no 24A( page no 159-160A)

The percentage of NPA under PMEGP is 21.10 %.

### 17.3: CREDIT FLOW TO MINORITY COMMUNITIES

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

Amount Rs. In Crore

O/s as at 30.09.2022			O/s as at 31.12.2022		
No. of A/cs	Amount	% to total PSA	No. of A/cs	Amount	% to total PSA
2222963	35966	9.79	2344795	37181	9.93

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

Bank wise balance outstanding to Minority Communities as on Dec. 2022 provided in Annexure -25 (page No 161-162B)

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

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

(Amount in Crs)

Name of the District	Bidar		Kalburgi		Dakshina Kannada	
	Sept 22	Dec. 22	Sept 22	Dec. 22	Sept 22	Dec. 22
O/s advances under Priority Sector Credit	6063.80	6068.89	9040.12	10715.04	21802.33	22415.29
Lending to Minority Community	910.81	915.78	765.96	1127.34	7382.00	7749.30
% of Minority Community Lending to PSA	15.02	15.08	8.47	10.52	33.86	34.57

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

#### 17.4: Grant of Education Loans:

During the sanctioning review period (01.04.2022 to 31.12.2022) of the FY 2022-23, various Banks in the state of Karnataka have disbursed Education loans to the tune of Rs 1543.77 Crores to 59090 accounts under both priority and non-priority segments.

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

#### Progress under Self Help Groups (SHG):

Agency	As at Dec 2022				
	Credit Linkage for Dec.22 quarter of FY 2022-23		Cumulative during FY 2022-23		Average finance per group (Rs. in lakh)
	No. of SHGs	Amount (Rs. in Cr)	No. of SHGs	Amount (Rs. in Cr)	For (Apr 22 – Dec 22) period (cumulative)
PSBs + PVTs	14623	561.13	87523	6213.96	7.10
RRBs, Cooperatives & Other Banks	21705	691.27	51775	1767.41	3.41
<b>Total</b>	<b>36328</b>	<b>1252.40</b>	<b>139298</b>	<b>7981.37</b>	<b>5.73</b>

Bank wise progress under SHGs is provided in Annexure -26 (page no. 163-163A).

#### Progress under Joint Liability Groups (JLGs):

Agency	Balance O/S as on Sept 2022		Average finance per JLG Member (in lakhs)	Balance O/S as on Dec 2022		Average finance per JLG Member (in lakhs)
	No. of JLGs	Amount in Cr		No. of JLGs	Amount in Cr	
PSBs+PVTs	1458128	5975.02	0.41	1608686	7058.96	0.44
RRBs, Cooperatives and Small Finance Banks	1172346	4025.81	0.34	1258941	4390.8	0.35
<b>Total</b>	<b>2630474</b>	<b>10000.83</b>	<b>0.38</b>	<b>2867627</b>	<b>11449.76</b>	<b>0.40</b>

Bank wise progress under JLG-Bank linkage program as at Dec 2022 is given in Annexure-27 (page No 164).

### 17.6: Progress in Stand Up India scheme as on 31.12.2022

Member banks have sanctioned 1585 SUI loans amounting to Rs. 311.03 Cr from 01.04.2022 to 31.12.2022.

(Nos. in actuals and Amount in crores)

Scheme	Sanctioned during Sept 2022 Quarter		Sanctioned during Dec 2022 Quarter		Cumulative FY 2022-23	
	No. of A/Cs	Sanction Amt.	No. of A/Cs	Sanction Amt.	No. of A/Cs	Sanction Amt.
<b>SC</b>	33	7.77	193	33.02	269	51.18
<b>ST</b>	15	3	66	11.66	94	17.87
<b>Women</b>	241	52.38	850	162.98	1222	241.98
<b>Total</b>	<b>289</b>	<b>63.15</b>	<b>1109</b>	<b>207.84</b>	<b>1585</b>	<b>311.03</b>

Bank-wise and District wise details of sanctions and disbursements under SUI as on Dec 2022 is provided in Annexure -28.( page No 165-168). Further member banks are requested to share the outstanding as at end of each quarter, henceforth.



### 17.7: Progress in Sanctions under MUDRA scheme: Amount in Crores

Scheme	Sep-2022 Qtr		Dec-2022 Qtr		Cumulative FY 2022-23	
	No of A/cs	Amount Sanctioned	No of A/cs	Amount Sanctioned	No of A/cs	Amount Sanctioned
Shishu	868209	2612.4	867785	2751.65	2359291	7052.75
Kishore	282303	3422.81	331642	4354.93	819360	10248.86
Tarun	17825	1639.65	22369	2012.84	52709	4665.43
<b>Total</b>	<b>1168337</b>	<b>7674.86</b>	<b>1221796</b>	<b>9119.42</b>	<b>3231360</b>	<b>21967.04</b>

Member banks have sanctioned 32,31,360 MUDRA loans amounting to 21967.04 Cr from 01.04.2022 to 31.12.2022

Bank-wise, District, State wise sanctions and disbursements under MUDRA is given in Annexure 29 (page no.169-171 ).

Karnataka state has secured number 3<sup>rd</sup> position with respect to MUDRA loan sanctions and disbursements in the country with the active participation of all member banks and support from line department and to reach the 1<sup>st</sup> position by end of the fourth quarter of the current financial year.

### 17.8 Progress under PMFME scheme: Progress under PMFME scheme in the state of Karnataka as on 31.12.2022

#### Target for the Karnataka State-3871

Details	No of A/cs	Project Cost in Cr
Application Submitted to Banks	2664	485.18
Sanctions	1315	247.97
Under Process	625	97.77
Rejection	724	139.44

Karnataka state has secured 3<sup>rd</sup> Place in PAN India.

District wise, bank wise and target and progress under PMFME scheme is provided in Annexure -30 (Page No.172-175).

### AGENDA 18: Position of sector wise NPAs:

#### 18.1: Non-Performing assets position as on 31.12.2022:

(Amount in Crore)

Sl.	Sector	As on 30.09.2022		As at 31.12.2022			
		NPA Amt.	% of NPA	Acs - No.	NPA Amt.	Total Loan O/s Amt.	% of NPA
1	Agriculture	19203.77	10.82	963466	18737.09	180762.35	10.37
2	MSME	11149.9	8.54	338413	11350.55	137144.82	8.28
3	Housing	822.46	2.23	15996	754.74	36556.89	2.06
4	Education	546.15	9.07	23478	538.74	6121.03	8.80
5	Other Priority sector adv	796.81	4.82	158055	772.11	13742.67	5.62

6	Non priority sector NPA	23721.8	4.17	349207	18936.6	612120.37	3.09
7	Total NPAs	56240.9	6.01	1848615	51089.8	986448.13	5.18

Bank wise and segment wise NPA position is provided in Annexure -31 (Page No.176-185 ).

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

#### 18.2: Recovery of bank dues under PMEGP:

The PMEGP NPA position as at Dec 2022 is furnished here under:

Balance O/S		NPA Level		(% of NPA)	
Sep-22	Dec 22	Sep-22	Dec-22	Sep-22	Dec-22
1110.32	1213.95	247.64	256.12	22.30	21.10

Bank-wise NPA level under the PMEGP schemes is furnished in Annexure - 32 (Page no.186). SLBC had requested all the member banks to share NPA details with KVIC, which had assured to assist in recovery.

#### 18.3: Recovery of bank dues under KPMR & KACOMP Acts:

(Amount in lakhs)									
FY 2022-23 (for the quarter ending Dec 2022)	RCs pending as on previous quarter		RCs filed during the quarter		RCs disposed during the quarter		RCs pending as at the end of the quarter		RCs pending for more than 1 year.
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs
Dec 2022	49050	98831.73	6035	11686	2662	7627.49	52423	102890.22	35373

SLBC requests the departments and the banks to arrange more and more joint recovery drives in association with Revenue Officials to improve recovery in RC filed cases. SLBC also requests LDMs to coordinate the joint recovery drives in a big way.

The bank wise data is provided in Annexure 33 (Page no. 187).

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

Particulars	Cumulative from 01.04.2022 to 31.12.2022		
	No. of Notices sent	Amount involved	Amount Recovered
SARFAESI	40702	658113	71167
DRT	12555	438011	12744
LOK Adalat	102827	132417	9345
Total	156084	1228541	93256

The Bank wise data is provided in Annexure - 34 (Page No.188). Member banks are requested to share district wise pendency under DRT Act, SARFAESI and Lok Adalats, henceforth.

**AGENDA 19: REVIEW OF RESTRUCTURING OF LOANS IN NATURAL CALAMITY AFFECTED DISTRICTS IN THE STATE, IF ANY**

Government of Karnataka has not issued any notification on either flood or drought during the quarter; hence, Member banks have **not restructured** any accounts in connection with flood and drought.

**AGENDA 20: Promotion of Organic Farming**

Agriculture Department informed that, Joida Taluk of Uttara Kannada District is selected as Organic farming taluk for implementation.

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

**AGENDA 21: Integration of FRUITS (Farmer Registration & Unified beneficiary Information System) with Banks**

FRUITS Portal is rolled out across the state with effect from 01.11.2021 and all SROs have been made live implementation of FRUITS portal.

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

SLBC has not received any unresolved issues from the LDMs.

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

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

sub-committees on **Retail loans, Recovery & Rehabilitation and Govt. Sponsored Schemes and Review of functioning of RSETIs & RUDSETIs** meeting for September and December 2022 are not conducted.

SLBC requests member convener banks to conduct above meetings immediately and share the minutes.

**AGENDA 24:**

**24.1: ECLGS for Existing MSME borrowers during COVID-19 situation:**

It has informed by NCGTC, GoI vide their letter 1404/NCGTC/ECLGS dated:30.03.2022 regarding duration of Emergency Credit Line Guarantee Scheme (ECLGS) has been extended up to March 31,2023 or till guarantees for an amount of Rs 5,00,000 crore are issued (taking into account all components of ECLGS), whichever is earlier.

In our state, member Banks have sanctioned 423536 accounts with an amount of Rs 21267.77 crores under ECLGS scheme against total eligible amount of Rs 32179.03 crore as on 31.12.2022.

Summary on ECLGS Progress in Karnataka State as on 31.12.2022 is provided in Annexure 35 (page No.189)

#### 24.2: PMSVANidhi scheme:

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

It has been decided to keep a minimum repayment period of six months for 2<sup>nd</sup> loans to be eligible for the next cycle of loan with an enhanced limit. Minimum Loan amount for 3<sup>rd</sup> loans in PMSVANidhi scheme is Rs.30000/-

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

#### Progress under PMSVANidhi scheme in Karnataka state as on 02.01.2023

PM SVANidhi - State Level Progress as on 02.01.2023 (Pradhan Mantri Street Vendors Atma Nirbhar Nidhi)									
Term	Disbursement Target (up to March-2023)	Applications received /Eligible applications	Application Status						
			Sanctioned	Rejected	Total	Not processed	Disbursement	% of Sanction against loan Applied to Bank	% of Disbursement against applied to Bank
1	2	3	4	5	6	7	8	9	10
1st	2,50,000	2,20,046	1,77,792	26,750	2,04,542	15,504	1,57,364	80.80	71.51
2nd	50,700	78,853	53,899	11,134	65,033	13,820	38,616	68.35	48.97
3rd	1,350	1,688	1,517	28	1,545	143	1,259	89.87	74.59
<b>Total</b>	<b>3,02,050</b>	<b>3,00,587</b>	<b>2,33,208</b>	<b>37,912</b>	<b>2,71,120</b>	<b>29,467</b>	<b>1,97,239</b>	<b>77.58</b>	<b>65.62</b>

Bank wise & district wise sanction/disbursements/pendency/rejection of applications under the scheme and guidelines are furnished in Annexure - 36 page no.(190-208)

#### 24.3: New Loan Scheme proposed for artisans by GoK

Commerce and Industries Department, GoK has proposed the subject scheme for artisans. The loan amount will be Rs.50,000/- with a subsidy of Rs.15,000/-. The scheme guidelines are enclosed as Annexure – 37.page no (209-215) SLBC has already shared the draft scheme guidelines with member banks. SLBC requests all member banks to offer their views in order to communicate the same to GoK..

#### AGENDA 25 : Other Issues

##### 25.1. Implementation of Kannada language by Banks.

All member banks and LDMs are requested to ensure:

- 1) Availability of account opening forms, loan applications, challans etc., in Kannada language in the branches.
- 2) Use Kannada language in bank ATMs, BNAs, Sign boards, letter heads, bank/branch seal and in Rsetis/Rudsetis and FLCs.

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

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

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

#### **25.2: Special Agenda on Saturation drive on Jan Suraksha Schemes:**

Based on the speech made by Hon'ble Prime Minister, on the day of independence of 2021", a campaign is being initiated for enrolment of persons eligible under the three schemes namely PMJJBY, PMSBY. Campaign commenced from 02.10.2021 and for achieving saturation enrollment under each of the PMJSS schemes of the unenrolled accounts by 30.09.2022.

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

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

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

#### **Agenda 25.3: Activities under Azadi ka Amrit Mahotsav (AKAM) in Karnataka state**

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

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

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

#### **25.4: Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2022-23: ( 01.04.2022 to 31.12.2022 )**

Karnataka has achieved 71% of APY target set by PFRDA during FY 2022-23 upto 31.12.2022.

Bank Category	No. of branches as on 01.04.2022	Target by PFRDA per branch	Total Target	Performance by Banks	Achievement %
Major Banks	6486	80	518880	320536	62 %
PVT Banks	1328	30	39840	20136	51 %
RRB	1774	80	141920	155202	109 %
<b>Total</b>	<b>9588</b>		<b>700640</b>	<b>495874</b>	<b>71 %</b>

\* Major Banks (ALL PSBs and 4 Private banks i.e. **ICICI Bank, AXIS Bank, HDFC Bank, IDBI Bank**).

Bank wise and District wise performance report provided by PFRDA is placed as Annexure -38 Page no (216-217) .

#### **25.5: Status of Aadhar Enrolment Centers in banks in the State:**

UIDAI, Bangalore has informed that as on 31.12.2022, 727 kits are active with 203974 Enrolments / updates in the last 30 days against 823 active kits with 236267 enrolments/updates in the last 30 days as on 30.09.2022.

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

Bank wise status of enrolment centers as per UIDAI in Karnataka is provided in Annexure 39 (page No.218).

#### **25.6: Expanding and Deepening of the Digital Payments Ecosystem:**

RBI letter dated 03.01.2023, RBI advised SLBC Karnataka to identify new digital districts in consultation with stakeholders and prepare a time bound action plan for 100% digitization of the concerned districts.

SLBC request member banks to identify few more districts to implement digital deepening.

RBI letter Ref FIDD.CO.LBS.No.S1416/02.01.014/2022-23 dated 03.01.2023 is provided in Annexure 40 Page No.219

#### **AGENDA 26: Skill Development:**

**26.1: RUDSETI / RSETIs** There are 7 RUDSETIs and 24 RSETIs functioning in the state of Karnataka.

**26.2: Status of RSETIs / RUDSETIs as on 31.12.2022 reported by sponsor Banks is as under:** (Quarterly)

Name of the Sponsoring Institution	No. of RSETIs	Target for 2022-23		Pro – rata performance – December 2022			Achievements (as on 30.12.2022)		
		No. of Programmes	No of person needs to train	No. of Programmes	No of person needs to train	% Ach	No of Programmes	No of person Trained	% Ach
RUDSETI	7	191	5516	143	4137	103	169	4249	77
Canara Bank	11	305	8576	229	6432	106	259	6845	80
State Bank of India	7	192	5358	144	4019	99	166	3986	74



Union Bank of India	2	57	1576	43	1182	105	50	1245	79
Bank of Baroda	2	52	1580	39	1185	107	53	1269	80
Kotak Mahindra Bk	1	28	800	21	600	107	24	644	81
DCC Bank	1	30	900	23	675	104	26	699	77
<b>Total</b>	<b>31</b>	<b>855</b>	<b>24306</b>	<b>641</b>	<b>18229</b>	<b>104</b>	<b>747</b>	<b>18937</b>	<b>78</b>

### 26.3: Functioning and performance of RUDSETI (7) / RSETI (24) in Karnataka state

SI No.	Particulars	As on 31.12.2022 (Cum since inception)	During FY 2022-23
1	No. of training programs conducted	12408	747
2	No. of persons trained	349842	18937
3	No. of persons secured employment / self-employment	243502	5363
4	No. of trained persons credit linked	150227	3083

The progress achieved by RSETIs during the year is provided in the Annexure -4 (page No. 220).

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

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

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

The District administration of Ballari District had allotted the land of 1.11 acres in TS No.1084/2b, near Bandihatti village, Ballari in the name of "The CEO, ZO, Ballari" instead of "The Director, CB RSETI, Ballari". As per the guidelines of MoRD, the land should be allotted in the name of "The Director, RSETI" whereas the land is allotted in the name of "The CEO, ZP" at Ballari. At present the same is under court dispute.

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

Now SLBC has been informed that, Tahasildar Ballari Taluk has recommended allotment of 1.00 acre of land for RSETI building construction.

The letter from Tahasildar is provided as and Annexure No.42 (Page No.221-223).

SLBC requests for early allotment for the same.

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

The total no. of calls received at the Helpdesk from April 2022 to Dec 2022 is 8388.

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



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ  
कर्नाटक राज्य स्तरीय बैंकर्स समिति

**STATE LEVEL BANKERS' COMMITTEE,  
KARNATAKA**



ಸಂಯೋಜಕರು ಸಂಯೋಜಕ CONVENOR

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ್ Canara Bank

ಕರ್ನಾಟಕ ರಾಜ್ಯದ ಒಂದು ಬ್ಯಾಂಕ್

ಭಾರತ ಸರ್ಕಾರದ ಒಂದು ಉಸ್ತುವಾರಿ

A Government of India Undertaking

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