Schemes at a Glance

- Bank linkage
- Interest subvention
- Interest subsidy
- CMHHLs subsidy
- Community Funds (RF, VRF, Matching grant)
- Insurance and Pension
- OD LIMIT
- Enterprise financing
- KSBCDC bulk loan
- Financial Literacy Campaigns
- Banking Correspondents
Bank Linkage

- Fresh linkage to newly graded NHGs
- Renewal loans to linked NHGs.
- Repayment responsibility - whole members of NHG
- Inter say Agreement between bank and NHG
- Target – Rs 700 crore linkage loan to all districts except Ksd, Idukki, and Wayanad. Rs 500 crore for Idukki, Kasargod and Wayanad District.
- Using online bank loan software for application processing with the support of CDS accountant.
- Bank loan sanction is online for all banks having core banking solutions
Interest Subsidy (Plan Fund)

- NHGs will obtain bank linkage as per existing norms.
- NHG will repay principal and interest as per the terms and conditions agreed with the bank.
- 4% for all the linkage loans up to Rs.3lakh taken by NHG

Allocation is Rs 1 crore/ District- Hence district has to prioritize and give interest subsidy in the order of getting the application.
NRLM - Interest Subvention Scheme for NHGs

• New interest subvention scheme from April 2022.
• No Category 1, category 2 classification
• All NHGS who take loan upto Rs 3 lakh will get loan at 7% from Banks. NRLM will give interest subvention upto 4.5% to banks for loans upto Rs 3 lakhs and 5% for loans from Rs 3 lakh to Rs 5 lakh.
• Current scheme will be discontinued from September 2022. Hence district has to complete the mapping in NRLM portal before 15th September 2022
Chief Ministers Helping Hand loan scheme (CMHHLS)

- This scheme was started during the first wave of covid pandemic.
- Loans were given for consumption purposes to members.
- Rs 5000-20000 was given as loan/member at 9% interest rate. (Rs 1 to 4 lakh/NHG)
- Repayment period is 36 months
- The interest (9%) is borne by Govt of Kerala.
- The interest will be paid in 3 instalments.
- 25.17 lakh members belonging 2.02lakh NHGs took loan of Rs 1917.55 crores under this scheme.
- First installment interest subsidy in tune of Rs 165.04 crore is released to NHG members.
- Second installment will be given only to members who is regular in repayment. Rs 57 crore is allocated for CMHHLS from Plan Fund
Community funds

- **Revolving fund** - Rs 15000 per NHG from NRLM fund. RF will be increased to Rs 30000 during the current financial year subject to Govt. Approval. Target - Releasing **Rs 30 crore to 20000 NHGS**

- **Vulnerability Reduction fund** - Rs 1 lakh per ADS from NRLM fund. VRF will be increased to Rs 1.5 lakh / ADS subject to Govt Approval. Target releasing **Rs 30 crore to 2000 ADS**

- **Matching Grant** - Rs 5000 per NHG or 10% of thrift - which ever is lower. Given for promoting linkage. No fund for the current financial year.
KSBCDC BULKLOAN

- Micro credit loan started in association with Kerala State Backward Development Corporation
- Loans upto Rs 2 crore is given to CDS at 2.5 % interest and the CDS can lend to (75% Minority/OBC members included )NHG at 4%.
- Implemented in all districts.
- District has to monitor the repayment every month.
INSURANCE & PENSION

• Complete the PMJJBY/PMSBY Renewal before 31st May 2022
• Help members in getting Health Cards under Ayushman Bharath health insurance scheme.
• Ensure that all the members are enrolled in any of the life/accidental and health insurance scheme.
• Enrol members in the Atal Pension Scheme.
ENTERPRISE FINANCING

• 1 Enterprise per NHG is the NRLM mandate
• MF Team to collect the data regarding livelihood promoted at NHG Level
• Support Micro Enterprise team in getting Mudra Loans
• Over draft facility of Rs 5000 to all NHG members announced in the union budget.
• Awareness creation to NHG members and banks
• Rate of interest is MCLR + 3%
• Application to be filled online and printout to be submitted to banks having core banking facilities.
• Target - 1.5 lakh NHG members/ District
Other initiatives

• **Financial literacy Campaign** for creating awareness on Family budgeting, Financial Planning, Social Security schemes, online Banking is being conducted in Districts in association with Financial Literacy Centres.

• **Establishment of Saksham Centers**- One stop centre for Financial literacy, insurance enrolment, Banking activities etc in CDS. Initially (15 centres in all Districts)
Supporting teams

• KAASS (Kudumbashree Audit & Accounts Service Society)- Enterprise set for auditing the NHG, ADS and CDS. District have to ensure that the auditing is completed within the stipulated time frame.

• Bima Mitra – facilitating insurance enrollment and claim settlement. 1 person per CDS for insurance enrollment and claim settlement

• CBRM- Community Based Repayment monitoring system for monitoring the repayment of loan. Consists of CDS chairperson and Bank representatives. District have to ensure that the CBRM meeting is conducted every month.

• FLCRP- one FLCRP/ CDS for organizing Financial literacy Trainings. Details to be entered in Saksham app.

• Banking Correspondent for all model CDS and Tribal CDS- Rs 4000 will be given as honorarium for 6 months, Rs 20000 for wallet activation and Rs 50000 as CIF for purchasing required hardware devices.

• Districts have to conduct monthly review meeting of all supporting teams.
THANK YOU