

# MICRO FINANCE

PLAN 2020-21

# MF PROGRAMS AT A GLANCE

- ◉ CM helping hand loan scheme
- ◉ Resurgent Kerala Loan Scheme
- ◉ Bank linkage
- ◉ KSFE Vidyashree Chitty
- ◉ Debt Swapping
- ◉ Interest subsidy
- ◉ Community funds
- ◉ Financial literacy campaigns
- ◉ Insurance
- ◉ Kudumbasshree Bank
- ◉ Auditing

# CONTD...

- ◉ Muttethe mulla
- ◉ Bulk loan to CDS
- ◉ Installation of Tally
- ◉ E shakthi in association with NABARD
- ◉ IEC Campaign for Karunya Arogya Insurance Scheme
- ◉ Launch new product for optional savings
- ◉ Bhavanashree

# 1. CMHLS

- **Provide interest free loan** to Kudumbashree members to cope up with the loss of wages due to covid 19.
- **Target - 2000 crore** to be disbursed to 2.24 lakh NHGs covering 27 lakh members.
- **Achievement- Rs 1600 crore** is disbursed to 1.76 lakh NHGs covering 20.57 lakh members.
- **Plan for July- to achieve 95% of target**  
**August- 100 % loan disbursement**

# CMHLS CONTD....

- ◉ Repayment monitoring of CMHLS - 6 months moratorium in the scheme

Sept- collect the data of all NHGs included in the scheme

Oct onwards- ensure 100% repayment.

- ◉ Submit the claim for interest portion

Dec - Submit the claim

Feb- get interest from Govt.

March- distribute to all NHGs ( first installment)

Note- Monitoring table already uploaded in website

## 2. RKLS

- a) Repayment monitoring of RKLS- Ensure all the 29200 NHGs repay the loan.**
- ◉ Irregular repayment by 272 NHGs
  - ◉ July- find out issues and regularise repayment of 50% (136NHGs)
  - ◉ Aug onwards - ensure 100 % repayment.
- b) Submit the claim for interest portion**
- ◉ July - collecting the data
  - ◉ Aug- prepare the claim
  - ◉ Sept- Submit the claim to govt.
  - ◉ Nov- get the fund from Govt.
  - ◉ Dec- Disburse to NHGs

## 3. BANK LINKAGE

### a) 90% Live linkage

- ◉ 2.3 lakhs out of 2.83 lakh NHGs availed linkage loan.
- ◉ July- Analysing existing situation
- ◉ Aug- linkage to 3500 NHGs

### b) Ensuring that **no eligible NHGs are excluded** from Bank linkage program

Aug- analysing the data and fixing up target.

# BANK LINKAGE CONTD.....

- **Promote repeat linkages** and ensure that 25% loan is spent for livelihood initiatives.  
50000 NHG members use loan for livelihood activities  
Aug- analysing the data and fixing up targets
- **Monitoring Table already given in website.**



## 4. KSFE VIDYASHREE CHITTY

- ◉ Finalise the scheme and support Kudumbashree members to purchase laptop for their school going children.
- ◉ Provide new avenue for saving
- ◉ 2 lakh members will join for purchasing laptop
- ◉ 10 lakh members will join as saving scheme
- ◉ July- finalise the product and start enrolment
- ◉ Aug - enrolment
- ◉ Sept- Complete the enrolment.

## 5. DEBT SWAPPING

- ◉ Formulate product to swap the high interest loan taken by Kudumbashree members from MFIs and Money lenders with affordable linkage loans.
- ◉ **Target - 10000** NHGs ( NHGs that have members with multiple credit - **15% or higher** interest rate will be selected.
- ◉ First phase- 10000 NHGs have to be selected
- ◉ Sept- Training for selection of NHGs
- ◉ Organise financial awareness for selected NHGs
- ◉ Explore the possibility of **linking 25000** members for livelihood activities

## 6. INTEREST SUBSIDY

- ◉ Disburse the interest subsidy of 5500 lakhs .
- ◉ Will be disbursed as and when funds are received.
- ◉ Last financial year only 7.63 Crore is given

## 7. COMMUNITY FUNDS

- ◉ Distribute RF, VRF and Matching grant of NHGs
- ◉ Allotment- 1250 lakhs
- ◉ Can be disbursed as and when funds are received.

## 8. FINANCIAL LITERACY CAMPAIGN

- ◉ Need based FLC to 75000 NHGs
- ◉ July- setting criteria for identifying NHGs
- ◉ Aug- Selection of NHGs and finalisation of FLC tools
- ◉ Sept- TOT
- ◉ Oct - Starting the training
- ◉ Nov- complete the training
- ◉ Feb- follow up

## 9. INSURANCE

- ◉ Launch of new product as Gol stopped insurance subsidy scheme.
- ◉ Settle all previous claims
- ◉ Target is to enrol 5 lakh NHG members
- ◉ July- EOI to select the broker

# 10. KUDUMBASHREE BANK

- ◉ Feasibility study of Kudumbashree Bank
- ◉ EOI invited
- ◉ Aug- selection of Agency
- ◉ Sept- commence the study
- ◉ Jan - Finalise the report and submit to GB.

# 11.AUDITING

- ◉ Complete Audit of NHGs , ADS and CDS
- ◉ 1064 CDS, 19000 ADS and 2.83 lakh NHGs
- ◉ July - completion of 100%CDS audit and 25%ADS and NHG
- ◉ Aug to Oct- 25% ADS and 10% NHG each month
- ◉ Nov- Feb- 10% NHG each month
- ◉ March - remaining 20% NHG.
- ◉ Grading Of KAASS members- 348 members
- ◉ Quality check of Audit report



## 12. MUTTETHE MULLAH SCHEME

- ◉ Launched to wipe out high interest money lending practices
- ◉ Monthly monitoring
- ◉ Repayment Review
- ◉ Random Study in August

# 13. BULK LOAN TO CDS

- ⦿ 350 crore from KSBCDC
- ⦿ 10 crore from WDC
- ⦿ Ensure all NHG members take the loan
- ⦿ 2.5-3% interest rate to CDS which CDS Lend again to NHGS.
- ⦿ Monitoring of bulk loan repayment.

# 14. INSTALLATION OF TALLY

- ◉ TALLY installation in all 1064 CDS
- ◉ Technical committee approval awaited.
- ◉ Nov - Plan to implement in all CDS

# 15.E- SHAKTHI PROJECT

- ◉ In association with NABARD
- ◉ Piloted in Kasargod
- ◉ Planning to Launch in Kottayam and Wayanad
- ◉ 6 crore
- ◉ Aug- cut of data of 5000 NHGs
- ◉ Dec- 20000 NHG
- ◉ Jan - continue the project

## 16. IEC FOR KSAP

- Karunya Arogya Insurance Padhidhi implemented in association with Reliance General insurance in 2019-20
- 40 lakh member enroled
- July- submit the claim
- Aug - get funds from reliance and distribute to members.

# 17. LAUNCH OF A NEW PRODUCT

- ◉ To promote optional savings
- ◉ NHGs are now engaged in weekly savings
- ◉ August - Policy formulation and approval

# 18. BHAVANASHREE

- ◉ Get fund from govt to settle the loan
- ◉ Dues to Central Bank, Union Bank of India, KGB and Canara Bank.
- ◉ Sept- get the funds and close the dues.

**THANKS A LOT**