

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆ
KARNATAKA STATE FINANCIAL CORPORATION



61ನೇ 61st
ವಾರ್ಷಿಕ ವರದಿ Annual
2019-2020 Report

ಅರು ದಶಕಗಳಿಂದ
ಹಲವಾರು ಕನಸುಗಳನ್ನು ಸಾಕಾರಗೊಳಿಸಲು ಮುಡಿಪು

**6 DECADES OF DEDICATION
TOWARDS FULFILLING MANY DREAMS**



ಶ್ರೀ ಐ ಎಸ್ ಎನ್ ಪ್ರಸಾದ್, ಭಾ.ಆ.ಸೇ.
ಅಧ್ಯಕ್ಷರು

Sri I S N PRASAD, IAS
Chairman



ಡಾ. ಏಕ್ರೂಪ್ ಕೌರ್, ಭಾ.ಆ.ಸೇ.
ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು

Dr. EKROOP CAUR, IAS
Managing Director



ನಿರ್ದೇಶಕರ ಮಂಡಳಿ BOARD OF DIRECTORS



ಶ್ರೀಮತಿ ಗುಂಜನ್ ಕೃಷ್ಣ, ಭಾ.ಆ.ಸೇ.
Smt Gunjan Krishna, IAS



ಡಾ. ಪಿ.ಸಿ. ಜಾಫರ್, ಭಾ.ಆ.ಸೇ.,
Dr. P.C. Jaffer, IAS



ಶ್ರೀ ಎ. ಚಂದ್ರಮೌಳಿ
Sri V. Chandramouli



ಶ್ರೀ ಕೆ. ಶ್ರೀನಿವಾಸ ರಾವ್
Sri K. Srinivasa Rao



ಶ್ರೀ ಜಿ. ಜಗದೀಶ್
Sri J. Jagadish



ಶ್ರೀ ಕೆ.ಎನ್.ರಾಜಣ್ಣ
Sri K.N. Rajanna



ಸಿಎ ಎಸ್. ಅನಂತನ್
CA S. Ananthan



BOARD OF DIRECTORS

Directors on the Board of KSFC during the year 2019-20

Sl.No.	Name	Period		U/s of SFCs Act
		From	To	
1	Sri I.S.N.Prasad, IAS, Chairman	05.07.2016 05.07.2019	04.07.2019	10(b)/ 15(1)
2	Smt Gunjan Krishna, IAS,	27.02.2019		10(b)
3	Sri K.S.Srikanth Sri V.Chandramouli	10.05.2018 17.10.2019	16.10.2019	10(c)
4	Sri Atul Kumar Smt R.Anuradha Sri K.Srinivasa Rao	10.05.2016 14.06.2019 31.07.2019	09.05.2019 30.07.2019	10(d)
5	Sri J.Jagadish	13.07.2017		10(d)
6	Sri K.N.Rajanna	26.07.2018		10(e)
7	CA. S.Ananthan	04.06.2019		10(e)
8	Sri Anil Kumar Jha, IAS, Dr.P.C.Jaffer, IAS,	16.05.2018 24.10.2019	23.10.2019	10(e)
9	Dr. Ekroop Caur IAS., Managing Director	03.07.2017		10(f)

EXECUTIVE COMMITTEE

Members of the Executive Committee during the year 2019-20

Sl.No.	Name	Period		U/s of SFCs Act
		From	To	
1	Dr.Ekroop Caur, IAS., Managing Director	03.07.2017		18(1)
2	Smt Gunjan Krishna, IAS,	27.02.2019		18(1)
3	Sri K.S.Srikanth Sri V.Chandramouli	10.05.2018 17.10.2019	16.10.2019	18(1)
4	Sri Atul Kumar Smt R.Anuradha Sri K.Srinivasa Rao	10.05.2016 14.06.2019 31.07.2019	09.05.2019 30.07.2019	18(1)
5	Sri J.Jagadish	13.07.2017		18(1)
6	CA. S.Ananthan	04.06.2019		18(1)

Executive Directors I/c

Sri Shivaprakash B.C
Sri Chandrakumar G.V

General Managers I/c

Smt. Fatima Unnisa Salma
Sri Udaya Shankar. S
Sri Narayanappa. V
Sri Vanhalli A G
Sri Sharad G Naik

Legal Advisor

Sri Bipin Hegde

Addl. Legal Advisor

Sri P S Mali Patil

Auditors

M/s. Patel Mohan Ramesh & Co.,
Chartered Accountants



ನಿರ್ದೇಶಕರ ಮಂಡಳಿ

2019-2020ನೇ ಸಾಲಿನ ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಯ ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ ನಿರ್ದೇಶಕರು

ಕ್ರಮ ಸಂಖ್ಯೆ	ಹೆಸರು	ಅವಧಿ		ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗಳ ಕಾಯ್ದೆ ಪ್ರಕಾರ
		ಇಂದ	ವರೆಗೆ	
1	ಶ್ರೀ ಐ.ಎಸ್.ಎನ್.ಪ್ರಸಾದ್, ಭಾ.ಆ.ಸೇ., ಅಧ್ಯಕ್ಷರು	05.07.2016 05.07.2019	04.07.2019	10(ಬಿ)/ 15(1)
2	ಶ್ರೀಮತಿ ಗುಂಜನ್ ಕೃಷ್ಣ, ಭಾ.ಆ.ಸೇ.	27.02.2019		10(ಬಿ)
3	ಶ್ರೀ ಕೆ.ಎಸ್.ಶ್ರೀಕಾಂತ್ ಶ್ರೀ ವಿ.ಚಂದ್ರಮೌಳಿ	10.05.2018 17.10.2019	16.10.2019	10(ಸಿ)
4	ಶ್ರೀ ಅತುಲ್ ಕುಮಾರ್ ಶ್ರೀಮತಿ ಆರ್. ಅನುರಾಧ ಶ್ರೀ ಕೆ. ಶ್ರೀನಿವಾಸ ರಾವ್	10.05.2016 14.06.2019 31.07.2019	09.05.2019 30.07.2019	10(ಡಿ)
5	ಶ್ರೀ ಜಿ.ಜಗದೀಶ್	13.07.2017		10(ಡಿ)
6	ಶ್ರೀ ಕೆ.ಎನ್.ರಾಜಣ್ಣ	26.07.2018		10(ಇ)
7	ಸಿ.ಎ. ಎಸ್.ಅನಂತನ್	04.06.2019		10(ಇ)
8	ಶ್ರೀ ಅನಿಲ್ ಕುಮಾರ್ ರುಝ, ಭಾ.ಆ.ಸೇ., ಡಾ. ಪಿ.ಸಿ.ಜಾಫರ್, ಭಾ.ಆ.ಸೇ.,	16.05.2018 24.10.2019	23.10.2019	10(ಇ)
9	ಡಾ. ಏಕ್‌ರೂಪ್ ಕೌರ್, ಭಾ.ಆ.ಸೇ., ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು	03.07.2017		10(ಎಫ್)

ಕಾರ್ಯಕಾರಿ ಸಮಿತಿ

2019-20ನೇ ಸಾಲಿನ ಕಾರ್ಯಕಾರಿ ಸಮಿತಿ ಸದಸ್ಯರು

ಕ್ರಮ ಸಂಖ್ಯೆ	ಹೆಸರು	ಅವಧಿ		ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗಳ ಕಾಯ್ದೆ ಪ್ರಕಾರ
		ಇಂದ	ವರೆಗೆ	
1	ಡಾ.ಏಕ್‌ರೂಪ್ ಕೌರ್, ಭಾ.ಆ.ಸೇ., ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು	03.07.2017		18(1)
2	ಶ್ರೀಮತಿ ಗುಂಜನ್ ಕೃಷ್ಣ, ಭಾ.ಆ.ಸೇ.	27.02.2019		18(1)
3	ಶ್ರೀ ಕೆ.ಎಸ್.ಶ್ರೀಕಾಂತ್ ಶ್ರೀ ವಿ.ಚಂದ್ರಮೌಳಿ	10.05.2018 17.10.2019	16.10.2019	18(1)
4	ಶ್ರೀ ಅತುಲ್ ಕುಮಾರ್ ಶ್ರೀಮತಿ ಆರ್. ಅನುರಾಧ ಶ್ರೀ ಕೆ. ಶ್ರೀನಿವಾಸ ರಾವ್	10.05.2016 14.06.2019 31.07.2019	09.05.2019 30.07.2019	18(1)
5	ಶ್ರೀ ಜಿ.ಜಗದೀಶ್	13.07.2017		18(1)
6	ಸಿ.ಎ. ಎಸ್.ಅನಂತನ್	04.06.2019		18(1)

ಕಾರ್ಯನಿರ್ವಾಹಕ ನಿರ್ದೇಶಕರು (ಪ್ರಚಾರ)

ಶ್ರೀ ಬಿ ಸಿ ಶಿವಪ್ರಕಾಶ್

ಶ್ರೀ ಜಿ ವಿ ಚಂದ್ರಕುಮಾರ್

ಪ್ರಧಾನ ವ್ಯವಸ್ಥಾಪಕರು (ಪ್ರಚಾರ)

ಶ್ರೀಮತಿ ಫಾತಿಮಾ ಉನ್ನೀಸ ಸಲ್ಮ

ಶ್ರೀ ಎಸ್ ಉದಯಶಂಕರ್

ಶ್ರೀ ವಿ ನಾರಾಯಣಪ್ಪ

ಶ್ರೀ ಎ ಜಿ ವನಹಳ್ಳಿ

ಶ್ರೀ ಶರದ್ ಜಿ ನಾಯಕ್

ಕಾನೂನು ಸಲಹೆಗಾರರು

ಶ್ರೀ ಬಿಪಿನ್ ಹೆಗಡೆ

ಹೆಚ್ಚುವರಿ ಕಾನೂನು ಸಲಹೆಗಾರರು

ಶ್ರೀ ಪಿ ಎಸ್ ಮಾಲಿ ಪಾಟೀಲ್

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು

ಮೆ. ಪಟೇಲ್ ಮೋಹನ್ ರಮೇಶ್ & ಕಂ.

ಚಾರ್ಟೆಡ್ ಅಕೌಂಟೆಂಟ್ಸ್



OPERATIONS AT A GLANCE

(Amount : ₹ in crore)

Particulars	2017-18	2018-19	2019-20	Since Inception upto 31.03.2020
Paid up capital at the year end	936.94	476.94	476.94	---
Gross Sanctions				
a. Number	1,037	1,056	710	1,74,217
b. Amount	842.13	1,098.73	667.81	17,884.72
Assistance to Micro & SSIs				
a. Number	957	979	663	1,15,760
b. Amount	753.26	999.41	601.68	11,169.59
Disbursements	561.21	665.90	727.90	13,956.87
Loans Outstanding	1,825.17	1,948.87	2208.25	--
Recoveries	787.91	736.35	720.85	17,879.36
% age of NPA (net)	6.56	6.09	5.12	--
Income	296.48	373.45	358.81	--
Expenditure	270.93	363.90	313.89	--
Profit Before Tax	25.55	9.55	44.92	--



ಕಾರ್ಯಾಚರಣೆಯ ಕಿರುನೋಟ

(ಮೊತ್ತ : ಕೋಟಿ ರೂ.ಗಳಲ್ಲಿ)

ವಿವರಗಳು	2017-18	2018-19	2019-20	ಸಂಚಿತ 31.03.2020ರ ವರೆಗೆ
ವರ್ಷಾಂತ್ಯದಲ್ಲಿದ್ದಂತೆ ಸಂದಾಯಿತ ಬಂಡವಾಳ	936.94	476.94	476.94	---
ಒಟ್ಟು ಮಂಜೂರಾತಿ				
ಅ. ಸಂಖ್ಯೆ	1,037	1,056	710	1,74,217
ಆ. ಮೊತ್ತ	842.13	1,098.73	667.81	17,884.72
ಅತಿ ಸಣ್ಣ ಮತ್ತು ಸಣ್ಣ ಕೈಗಾರಿಕೆಗಳಿಗೆ ನೆರವು				
ಅ. ಸಂಖ್ಯೆ	957	979	663	1,15,760
ಆ. ಮೊತ್ತ	753.26	999.41	601.68	11,169.59
ವಿತರಣೆ	561.21	665.90	727.90	13,956.87
ಸಾಲದ ಬಾಕಿ	1,825.17	1,948.87	2208.25	--
ವಸೂಲಾತಿ	787.91	736.35	720.85	17,879.36
ಶೇಕಡವಾರು ಅನುತ್ಪಾದಕ ಆಸ್ತಿ (ನಿವ್ವಳ)	6.56	6.09	5.12	--
ಆದಾಯ	296.48	373.45	358.81	--
ಖರ್ಚು	270.93	363.90	313.89	--
ತೆರಿಗೆ ಮುಂಚಿನ ಲಾಭ	25.55	9.55	44.92	--



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆ ನಿರ್ದೇಶಕರ ಮಂಡಳಿಯ 2019-20ರ ವಾರ್ಷಿಕ ವರದಿ

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಯ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು 31-03-2020ಕ್ಕೆ ಅಂತ್ಯಗೊಂಡ ಸಂಸ್ಥೆಯ ಕಾರ್ಯಾಚರಣೆಯ 61ನೇ ವಾರ್ಷಿಕ ವರದಿ ಹಾಗೂ ಪರಿಶೋಧಿಸಲ್ಪಟ್ಟ ಲೆಕ್ಕ ಪತ್ರಗಳನ್ನು ಮಂಡಿಸಲು ಹರ್ಷಿಸುತ್ತದೆ.

ಪ್ರಸಕ್ತ 2019-20ರ ಸಾಲಿನ ಆರ್ಥಿಕ ಸ್ಥಿತಿಯನ್ನು ಕ್ರೋಢೀಕರಿಸಲಾಗಿದ್ದು, ಸಂಸ್ಥೆಯು 44.92 ಕೋಟಿ ರೂ.ಗಳ ಲಾಭವನ್ನು ದಾಖಲಿಸಿದೆ. ಪ್ರಸಕ್ತ ಸಾಲಿನಲ್ಲಿ ಸಂಸ್ಥೆಯು 667.81 ಕೋಟಿ ರೂ.ಗಳ ಮಂಜೂರಾತಿಯೊಂದಿಗೆ ಸಾಧಾರಣ ಕಾರ್ಯಕ್ರಮತೆಯನ್ನು ತೋರಿದೆ. 2019-20ರಲ್ಲಿ ಸಂಸ್ಥೆಯ ಪ್ರಗತಿಯ ಪ್ರಮುಖ ಅಂಶಗಳನ್ನು ಪರಿಶೀಲಿಸುವ ಮುನ್ನ ಜಾಗತಿಕ, ರಾಷ್ಟ್ರ ಹಾಗೂ ರಾಜ್ಯದ ಆರ್ಥಿಕತೆಯ ಪಕ್ಷಿನೋಟವನ್ನು ಪರಾಮರ್ಶಿಸಬಹುದು.

ಜಾಗತಿಕ ಆರ್ಥಿಕ ನೋಟ :

ಈಗಾಗಲೇ ದುರ್ಬಲವಾಗಿರುವ ಹಿಂದಿನ ಸಾಲಿನ ಬೆಳವಣಿಗೆಯ ದರ 2.9% ಕ್ಕೆ ಹೋಲಿಸಿದರೆ, 2020ರ ಜಾಗತಿಕ ಒಟ್ಟು ಆಂತರಿಕ ಉತ್ಪನ್ನವು 2.4%ಕ್ಕೆ ಇಳಿಯಲಿದೆ ಎಂದು ಅಂದಾಜಿಸಲಾಗಿದೆ. ಪ್ರಸ್ತುತ ವರ್ಷದ ಮೊದಲ ತ್ರೈಮಾಸಿಕದಲ್ಲಿ ಋಣಾತ್ಮಕ ಬೆಳವಣಿಗೆಯಾಗುವ ಸಾಧ್ಯತೆಯಿದೆ. ಚೀನಾ ದೇಶದೊಂದಿಗೆ ವಿಶೇಷವಾಗಿ ಅಂತರ್ ಸಂಪರ್ಕ ಹೊಂದಿರುವ ಜಪಾನ್, ಕೊರಿಯಾ ಹಾಗೂ ಆಸ್ಟ್ರೇಲಿಯ ರಾಷ್ಟ್ರಗಳನ್ನೂಳಗೊಂಡಂತೆ ಎಲ್ಲಾ ಜಿ-20 ಆರ್ಥಿಕತೆಗಳ ಗಾಢನಂಬಿಕೆ, ಹಣಕಾಸು ಮಾರುಕಟ್ಟೆಗಳು, ಪ್ರವಾಸೋದ್ಯಮ ಕ್ಷೇತ್ರ ಹಾಗೂ ಸರಬರಾಜು ಸರಪಳಿಗಳು 2020ರಲ್ಲಿ ಕೆಳಮುಖವಾಗಿ ಪುನರಾವರ್ತನೆಯಾಗಲಿದೆ.



Special Purpose Industrial Components
Manufacturing Unit at Bengaluru

ದೀರ್ಘಕಾಲೀನ ಮತ್ತು ಹೆಚ್ಚು ತೀವ್ರವಾದ ಕೊರೋನಾ ವೈರಸ್‌ನ ವ್ಯಾಪಕತೆಯಿಂದಾಗಿ ಏಷ್ಯಾ ಪೆಸಿಫಿಕ್, ಯುರೋಪ್, ಉತ್ತರ ಅಮೇರಿಕಾದಂತಹ ರಾಷ್ಟ್ರಗಳ ಭವಿಷ್ಯವು ಗಣನೀಯವಾಗಿ ದುರ್ಬಲಗೊಳ್ಳಲಿದೆ. ಕೊರೋನಾ ವೈರಸ್ ಹರಡುವ ಮೊದಲು ನಿರೀಕ್ಷಿಸಲಾದ ಅರ್ಧದಷ್ಟು ಅಂದರೆ ಶೇಕಡಾ 1.5 ರಷ್ಟು ಜಾಗತಿಕ ಬೆಳವಣಿಗೆಯಾಗುವ ಅಂದಾಜಿದೆ. (Source: Organisation for Economic Co-operation & Development-OECD Interim Economic Assessment).

ಭಾರತದ ಆರ್ಥಿಕ ನೋಟ :

ಹಿಂದಿನ ವರ್ಷದ ಶೇ.6.1 ರ ಬೆಳವಣಿಗೆಗೆ ಹೋಲಿಸಿದರೆ ಭಾರತದ ಆರ್ಥಿಕತೆಯ ಬೆಳವಣಿಗೆಯು 2019-20 ರಲ್ಲಿ ಶೇ.4.2ರಷ್ಟಿತ್ತು. ಹಿಂದಿನ ಆರ್ಥಿಕ ವರ್ಷದ ಕೊನೆಯ ತಿಂಗಳಲ್ಲಿ ಕೊರೋನಾ ವೈರಸ್‌ನ ವ್ಯಾಪಕತೆಯು ಹಣಕಾಸು ವರ್ಷದ ಅಂತಿಮ ಮಾಸದಲ್ಲಿ, ವಿಶೇಷವಾಗಿ ಉತ್ಪಾದನೆ ಮತ್ತು ನಿರ್ಮಾಣ ವಲಯದ ಮೇಲೆ ಪ್ರತಿಕೂಲ ಪರಿಣಾಮ ಬೀರಿತು.

ಭಾರತದ ಒಟ್ಟು ಆಂತರಿಕ ಉತ್ಪನ್ನ 2019-20 ರಲ್ಲಿ ಶೇ 5.00 ರಷ್ಟಿದೆ ಎಂದು ಅಂದಾಜಿಸಲಾಗಿದೆ. ಈ ಬೆಳವಣಿಗೆಯು ಹಿಂದಿನ ವರ್ಷ ಶೇ.6.8 ರಷ್ಟಾಗಿತ್ತು. 'ಕೃಷಿ', 'ಕೈಗಾರಿಕೆ' ಹಾಗೂ 'ಸೇವಾ' ಕ್ಷೇತ್ರಗಳ ಬೆಳವಣಿಗೆಯು ಅನುಕ್ರಮವಾಗಿ ಶೇ 2.8, ಶೇ.2.5 ಹಾಗೂ ಶೇ.6.9 ಎಂದು ಅಂದಾಜಿಸಲಾಗಿದೆ.

ಕರ್ನಾಟಕ ರಾಜ್ಯದ ಆರ್ಥಿಕ ನೋಟ:

ಕರ್ನಾಟಕ ರಾಜ್ಯದ ಆರ್ಥಿಕ ಬೆಳವಣಿಗೆಯು ವೇಗವಾಗಿ ಮತ್ತು ಅಂತರ್ಗತವಾಗಿ ಅಭಿವೃದ್ಧಿ ಹೊಂದುವ ಗುರಿಯನ್ನು ಹೊಂದಿದೆ. ಅಂತರ್ಗತ ಕಾರ್ಯಕ್ರಮಗಳು ಮತ್ತು ನೀತಿಗಳ ಮುಖೇನ ಸಾಧಿಸಿದ ರಾಜ್ಯದ ಆರ್ಥಿಕ ಹಾಗೂ ಸಾಮಾಜಿಕ ಕ್ಷೇತ್ರಗಳ ಬೆಳವಣಿಗೆಗಳು ಪೂರಕವಾಗಿವೆ.

ಕರ್ನಾಟಕ ರಾಜ್ಯದ ಒಟ್ಟು ಆಂತರಿಕ ಉತ್ಪಾದನೆಯು (2011-12ನ್ನು ಮೂಲ ವರ್ಷವೆಂದು ಪರಿಗಣಿಸಿದಾಗ) 2019-20ರಲ್ಲಿ ಶೇ.6.8 ರ ಬೆಳವಣಿಗೆಯೊಂದಿಗೆ 12,01,031 ಕೋಟಿ ರೂ.ಗಳನ್ನು ದಾಖಲಿಸಿದೆ.

2018-19ರಲ್ಲಿ ಶೇ.4.8ರ ಬೆಳವಣಿಗೆಯ ದರಕ್ಕೆ ಹೋಲಿಸಿದರೆ ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಕೃಷಿ ವಲಯ ಶೇ.3.9ರ ಬೆಳವಣಿಗೆಯೊಂದಿಗೆ ಇಳಿಮುಖವನ್ನು ಕಂಡಿದೆ. ಉದ್ಯಮ ಕ್ಷೇತ್ರವು 2018-19ರ ಶೇ.7.4ರ



KARNATAKA STATE FINANCIAL CORPORATION DIRECTORS' REPORT 2019-20

The Directors of the Corporation have great pleasure in presenting the 61st Annual Report on the operations of the Corporation, together with, the audited statements of accounts for the year ended March 31, 2020.

During the Financial Year 2019-20, the Corporation consolidated its financial position and recorded profits by registering a profit of ₹ 44.92 crore. The Corporation showed marginal performance in the area of operations by sanctioning ₹667.81 crore.

A bird's eye view of the global, national and state's economic scenario is reviewed before scrolling on the performance highlights of the Corporation for the year 2019-20.

GLOBAL ECONOMIC SCENARIO:

Annual global GDP growth is projected to drop to 2.4% in 2020 as a whole, from an already weak 2.9% in 2019, with growth possibly even being negative in the first quarter of 2020. The adverse impact on confidence, financial markets, the travel sector and disruption to supply chains contributes to the downward revisions in all G-20 economies in 2020, particularly ones strongly interconnected to China, such as Japan, Korea and Australia. A longer lasting and more intensive corona virus outbreak, spreading widely throughout the Asia Pacific region, Europe and North America, would weaken prospects considerably. In this event, global growth could drop to 1½ per cent in 2020, half the rate projected prior to the virus outbreak. (source: Organisation for Economic Co-operation &



Bio-organic fertilizer unit at Belagavi

Development - OECD Interim Economic Assessment)

INDIAN ECONOMIC SCENARIO:

The Indian economy grew at 4.2 per cent in 2019-20, lower than the 6.1 per cent figure registered in 2018-19, as the Covid-19 pandemic adversely impacted economic activity in the last month of the fiscal year, especially manufacturing and construction.

India's growth in Gross Domestic Product (GDP) during 2019-20 is estimated at 5.0 per cent as compared to the growth rate of 6.8 per cent in 2018-19. The growth in the 'Agriculture', 'Industry and Infrastructure' and 'Service' sectors is estimated to be 2.8 percent, 2.5 percent and 6.9 percent respectively.

KARNATAKA'S ECONOMY:

Karnataka State is on the mission to promote faster and inclusive growth. This is evident from the



ಬೆಳವಣಿಗೆಗೆ ಹೋಲಿಸಿದರೆ, ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಶೇ.4.8ರಷ್ಟು ಏರಿಕೆಯಾಗುವ ನಿರೀಕ್ಷೆಯಿದೆ. ರಾಜ್ಯದ ಸೇವಾ ವಲಯವು 2018-19ರ ಶೇ.12.3ರ ಬೆಳವಣಿಗೆಯೊಂದಿಗೆ ಹೋಲಿಸಿದರೆ, ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಶೇ.7.9ರ ಬೆಳವಣಿಗೆಯನ್ನು ದಾಖಲಿಸುವ ಅಂದಾಜಿದೆ.

ರಾಜ್ಯದ ತಲಾ ವರಮಾನವು ಸ್ಥಿರಬೆಲೆ (NSDP ಯನ್ವಯ) 2019-20ರಲ್ಲಿ 2,31,246 ರೂ.ಗಳೆಂದು ಅಂದಾಜಿಸಲಾಗಿದ್ದು, ಕಳೆದ ವರ್ಷಕ್ಕೆ ಹೋಲಿಸಿದಾಗ 2,12,477 ರೂ.ಗಳಾಗಿತ್ತು.

ದೇಶದ ಒಟ್ಟು ರಫ್ತು ಮೌಲ್ಯವು 2019-20ರಲ್ಲಿ US \$ 449887.74 ಮಿಲಿಯನ್‌ಗಳಾಗಿದ್ದು ಇದರಲ್ಲಿ ರಾಜ್ಯದ ಪಾಲು ಶೇ.18.76ರಷ್ಟಾಗಿದ್ದು, ರಾಜ್ಯದ ಒಟ್ಟು ರಫ್ತು ಮೌಲ್ಯವು US \$ 84410.27 ಮಿಲಿಯನ್‌ಗಳಾಗಿರುತ್ತದೆ. ರಾಜ್ಯದ ತಂತ್ರಾಂಶ ಮತ್ತು ಸೇವಾ ರಫ್ತುಗಳ ಒಟ್ಟು ರಫ್ತು ಮೌಲ್ಯವು US \$ 70239.20 ಮಿಲಿಯನ್‌ಗಳಾಗಿದ್ದು, ದೇಶದ ಒಟ್ಟು ರಫ್ತು ಮೌಲ್ಯದ ಶೇ.38 ರಷ್ಟಾಗಿರುತ್ತದೆ.

ವಿದೇಶಿ ನೇರ ಬಂಡವಾಳ ಹೂಡಿಕೆಗಳ ಪ್ರಮುಖ ಐದು ತಾಣಗಳಲ್ಲಿ ಕರ್ನಾಟಕ ರಾಜ್ಯವೂ ಒಂದಾಗಿರುತ್ತದೆ. ದೇಶದ ಮೂರನೇ ಅತಿ ದೊಡ್ಡ ವಿದೇಶಿ ನೇರ ಬಂಡವಾಳ ಹೂಡಿಕೆಯ ಗ್ರಾಹಿ ಎಂದು ಪರಿಗಣಿಸಲಾಗಿದ್ದು, ರಾಜ್ಯವು 2019-20ರಲ್ಲಿ 42,320 ಕೋಟಿ ರೂ.ಗಳ ವಿದೇಶಿ ನೇರ ಬಂಡವಾಳ ಹೂಡಿಕೆಯನ್ನು ಆಕರ್ಷಿಸುವ ಮೂಲಕ ದೇಶದ ಶೇ.9.50ರಷ್ಟು ಪಾಲನ್ನು ಹೂಂದಿದೆ.

ರಾಜ್ಯದ ಏಕಗವಾಕ್ಷಿ ಯೋಜನಾ ಮಂಜೂರಾತಿ ಸಮಿತಿಯ ಮೂಲಕ ರಾಜ್ಯವು ಕೈಗಾರಿಕಾ ಬಂಡವಾಳವನ್ನು ಆಕರ್ಷಿಸುತ್ತಿದೆ. ಸಮಿತಿಯು 203 ಯೋಜನೆಗಳಿಂದ 12694.27 ಕೋಟಿ ರೂ.ಗಳ ಮೊತ್ತದ ಉದ್ದೇಶಿತ ಬಂಡವಾಳ ಹೂಡಿಕೆಗೆ ಒಪ್ಪಿಗೆ ನೀಡಿದ್ದು, ಇದರಿಂದ 89,270 ಜನರಿಗೆ ಉದ್ಯೋಗಾವಕಾಶ ಸೃಷ್ಟಿಯಾಗಲಿದೆ. ರಾಜ್ಯದ ಉನ್ನತ ಮಟ್ಟದ ಯೋಜನಾ ಮಂಜೂರಾತಿ ಸಮಿತಿಯು 16 ಯೋಜನೆಗಳಿಂದ 22413.73 ಕೋಟಿ ರೂ.ಗಳ ಉದ್ದೇಶಿತ ಬಂಡವಾಳ ಹೂಡಿಕೆಗೆ ಒಪ್ಪಿಗೆ ಸೂಚಿಸಿದ್ದು, ಇದರಿಂದ 10,374 ಜನರಿಗೆ ಉದ್ಯೋಗಾವಕಾಶ ದೊರೆಯುವ ನಿರೀಕ್ಷೆಯಿದೆ. ಕರ್ನಾಟಕದ ಕೈಗಾರಿಕಾ ವಲಯದಲ್ಲಿ ಅತಿ ಸಣ್ಣ, ಸಣ್ಣ ಮತ್ತು ಮಧ್ಯಮ ಗಾತ್ರದ ಉದ್ದಿಮೆಗಳ ವಲಯವು ಪ್ರಮುಖ ಭಾಗವಾಗಿರುತ್ತದೆ. 2019-20ರ ಸಾಲಿನಲ್ಲಿ (ನವೆಂಬರ್ ಅಂತ್ಯದವರೆಗೆ) 60,230 ಘಟಕಗಳನ್ನು ರಾಜ್ಯದಲ್ಲಿ ನೋಂದಾಯಿಸಿಕೊಂಡಿದ್ದು, ಇವುಗಳಿಂದ 12,09,434 ಕೋಟಿ



Cattle feed manufacturing unit in Bengaluru

ರೂ.ಗಳ ಬಂಡವಾಳ ಹೂಡಿಕೆಯ ಸಾಧ್ಯತೆಯಿದ್ದು, 4,60,714 ಜನರಿಗೆ ಉದ್ಯೋಗ ದೊರೆಯುವ ಅವಕಾಶವಿರುತ್ತದೆ.

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗೆ ರಾಜ್ಯ ಸರ್ಕಾರದ ಸಹಾಯ:

ಪ್ರಸ್ತುತ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ ಕರ್ನಾಟಕ ಸರ್ಕಾರವು ಸಂಸ್ಥೆಗೆ 100.00 ಕೋಟಿ ರೂ.ಗಳ ಈಕ್ವಿಟಿ ಬಂಡವಾಳವನ್ನು ಹಾಗೂ 71.50 ಕೋಟಿ ರೂ.ಗಳ ಬಡ್ಡಿ ಸಹಾಯಧನದ ನೆರವನ್ನು ಹಲವು ಯೋಜನೆಗಳಡಿಯಲ್ಲಿ ಒದಗಿಸಿದ್ದು, ಅವುಗಳು ಈ ಕೆಳಗಿನಂತಿವೆ:

- ಪರಿಶಿಷ್ಟ ಜಾತಿ ಉದ್ದಿಮೆದಾರರಿಗೆ : 39.50 ಕೋಟಿ ರೂ.
- ಪರಿಶಿಷ್ಟ ಪಂಗಡಗಳ ಉದ್ದಿಮೆದಾರರಿಗೆ : 12.00 ಕೋಟಿ ರೂ.
- ಮಹಿಳಾ ಉದ್ದಿಮೆದಾರರಿಗೆ : 10.00 ಕೋಟಿ ರೂ.
- ಮೊದಲ ಪೀಳಿಗೆ ಉದ್ದಿಮೆದಾರರಿಗೆ : 2.00 ಕೋಟಿ ರೂ.
- ಬಡ್ಡಿ ಸಹಾಯಧನ ಯೋಜನೆ : 8.00 ಕೋಟಿ ರೂ.

ಒಟ್ಟು : 71.50 ಕೋಟಿ ರೂ.

ಸಹಾಯಧನ ಮತ್ತು ಅನುದಾನಗಳು:

ಪರಿಶಿಷ್ಟ ಜಾತಿ ಹಾಗೂ ಪರಿಶಿಷ್ಟ ಪಂಗಡದ ಉದ್ಯಮಿಗಳು ಸ್ಥಾಪಿಸುವ ಜವಳಿ ಮತ್ತು ಕೈಮಗ್ಗ ಘಟಕಗಳಿಗೆ ವಿಶೇಷ ಹಣಕಾಸಿನ ಯೋಜನೆಯಡಿಯಲ್ಲಿ ಕರ್ನಾಟಕ ಸರ್ಕಾರವು 20.14 ಕೋಟಿ ರೂ.ಗಳ ಅನುದಾನವನ್ನು ಬಿಡುಗಡೆ ಮಾಡಿದೆ.



achievements in various key economic and social sectors, through inclusive programmes and policies.

Karnataka Gross State Domestic Product (GSDP) with 2011-12 as base year is expected to grow at 6.8% for 2019-20 and reached ₹ 12,01,031 crore.

The GSVA growth rate of agriculture sector is 3.9% in 2019-20 compared to 4.8% in 2018-19. The industry sector is expected to grow at 4.8% in 2019-20 as against a growth of 7.4% in 2018-19. The service sector is expected to grow by 7.9% in 2019-20 as against a growth of 12.3% during 2018-19.

The per capita State Income of Karnataka (*i.e. per capita NSDP*) at current price is estimated at ₹ 2,31,246 as compared to ₹ 2,12,477 during the previous year. The state is positioned at second place after Delhi in terms of per capita State Income.

The total value of exports of Karnataka during 2019-20 till January 2020 was US\$ 84410.27 Million against All India Export of US\$ 449887.74 Million which amounts to share of 18.76 per cent. The export performance of the State in Software and Service exports alone was US\$ 70239.20 Million with a share of 38 per cent in India's total exports in that sector.

Karnataka is one of the five important places for Foreign Direct Investments in India. Karnataka is the third largest recipient of foreign direct investment (FDI) in the Country. Karnataka received FDI amounting to ₹ 42,320 crore during

2019-20 having a share of 9.5% per cent to the total FDI equity inflows into the country.

The State attracted industrial investment through State Level Single Window Clearance Committee. The Committee approved 203 projects with proposed investment of ₹ 12694.27 crore and employment potential to 89,270 persons. The State High Level Clearance Committee cleared 16 projects with a proposed investment of ₹ 22413.73 crore and employment potential to 10,374 persons.

MSMEs form an integral part in Karnataka's Industrial Sector. During 2019-20 (*upto November 2019*) 60,230 MSMEs have been registered in the State with an investment of ₹ 12,09,434 crore and providing employment to 4,60,714 persons.

STATE GOVERNMENT SUPPORT TO KSFC:

During the year, the Government of Karnataka provided an equity capital of ₹ 100.00 crore and interest subsidy of ₹ 71.50 crore under various schemes operated from KSFC, details as indicated below:

- ♦ Scheduled Caste Entrepreneurs : ₹ 39.50 crore
- ♦ Scheduled Tribe Entrepreneurs : ₹ 12.00 crore
- ♦ Women Entrepreneurs : ₹ 10.00 crore
- ♦ First Generation Entrepreneurs : ₹ 2.00 crore
- ♦ Interest Subvention Subsidy : ₹ 8.00 crore

Total	:	₹ 71.50 crore
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SUBSIDIES & GRANTS-IN-AID:

Under Textile Grant Scheme for Scheduled Caste and Scheduled Tribe Entrepreneurs, a grant



ನಿರ್ದೇಶಕ ಮಂಡಳಿ, ಕಾರ್ಯಕಾರಿ ಸಮಿತಿ ಮತ್ತು ನಿರ್ದೇಶಕ ಮಂಡಳಿಯ ಉಪಸಮಿತಿ ಸಭೆಗಳು :

2019-20ನೇ ಸಾಲಿನಲ್ಲಿ ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಯ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು 04 (ನಾಲ್ಕು) ಸಭೆಗಳನ್ನು ಮತ್ತು ಕಾರ್ಯಕಾರಿ ಸಮಿತಿಯು 04 (ನಾಲ್ಕು) ಸಭೆಗಳನ್ನು ನಡೆಸಿತು. ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಸಮಿತಿಯು ಆರ್ಥಿಕ ವರ್ಷ 2019-20ರಲ್ಲಿ 01 (ಒಂದು) ಸಭೆಯನ್ನು ನಡೆಸಿತು. ಪ್ರಸಕ್ತ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ ಸಮಿತಿಯು ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರ ಅಧ್ಯಕ್ಷತೆಯಲ್ಲಿ 4 ಭಾರಿ ಸಭೆ ನಡೆಸಿತು ಹಾಗೂ 11 ಪ್ರಸ್ತಾವನೆಗಳನ್ನು ಮಂಡಳಿಗೆ / ಕಾರ್ಯಕಾರಿ ಸಮಿತಿಗೆ ಇತ್ಯರ್ಥಕ್ಕಾಗಿ ಪರಿಷ್ಕೃತ ದೀರ್ಘಕಾಲೀನ ಸುಸ್ತಿ ಆಸ್ತಿಗಳ ತೀರುವಳಿ ಯೋಜನೆಯಡಿಯಲ್ಲಿ ಶಿಫಾರಸ್ಸು ಮಾಡಲಾಯಿತು.

ಇತರೆ ಸಮಿತಿ ಸಭೆಗಳು:

ಆಸ್ತಿ ಹೊಣೆಗಾರಿಕೆಯ ನಿರ್ವಹಣಾ ಸಮಿತಿ:

ಸಂಸ್ಥೆಯ ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರ ಅಧ್ಯಕ್ಷತೆ ಮತ್ತು ಹಿರಿಯ ಅಧಿಕಾರಿಗಳ ಸದಸ್ಯತ್ವದಲ್ಲಿ ಆಸ್ತಿ ಹೊಣೆಗಾರಿಕೆ ನಿರ್ವಹಣಾ ಸಮಿತಿಯು 2019-20ರಲ್ಲಿ ಒಂದು ಬಾರಿ ಸಭೆಯನ್ನು ನಡೆಸಿ, ನಗದು ಹರಿವಿನ ತಃಖ್ತೆ, ಆಸ್ತಿ ಹೊಣೆಗಾರಿಕೆ ತಃಖ್ತೆಗಳು, ಸಾಲ ಪ್ರಸ್ತಾವನೆಗಳು, ಬಡ್ಡಿ ದರಗಳನ್ನು ಪುನರ್ವಿಮರ್ಶಿಸಲು, ಡಿಪಾಸಿಟ್‌ಗಳು, ಬ್ಯಾಂಕುಗಳ ಬಾಂಡ್‌ಗಳು ಮತ್ತು ಮುಂಗಡಗಳು ಮತ್ತಿತರ ಸಂಬಂಧಪಟ್ಟ ವಿಷಯಗಳ ಬಗ್ಗೆ ವಿಶ್ಲೇಷಣೆ ಮಾಡಿತು.

ಕಾರ್ಯಾಚರಣೆಯ ಮುಖ್ಯಾಂಶಗಳು:

ಮಂಜೂರಾತಿಗಳು:

2019-20ರ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ವಿವಿಧ ಸಾಲ ಯೋಜನೆಗಳ ಮೂಲಕ 710 ಪ್ರಕರಣಗಳಿಗೆ 667.81 ಕೋಟಿ ರೂ.ಗಳ ಸಾಲ ಮಂಜೂರು ಮಾಡಲಾಗಿದೆ. 2018-19ರಲ್ಲಿ 1,056 ಪ್ರಕರಣಗಳಿಗೆ 1098.73 ಕೋಟಿ ರೂ.ಗಳನ್ನು ಮಂಜೂರು ಮಾಡಲಾಗಿತ್ತು. 31.3.2020ರ ವರೆಗೆ 1,74,217 ಪ್ರಕರಣಗಳಿಗೆ 17,884.72 ಕೋಟಿ ರೂ.ಗಳ ಸಂಚಿತ ಸಾಲ ಮಂಜೂರು ಮಾಡಲಾಗಿದೆ.



Commercial Complex at Hassan

ನೆರವಿನ ಹರಿವು:

- ಅ. ಅತಿ ಸಣ್ಣ ಮತ್ತು ಸಣ್ಣ ಪ್ರಮಾಣದ ಕೈಗಾರಿಕೆಗಳಿಗೆ ನೆರವು: ಪ್ರಸ್ತುತ ವರ್ಷ ಸಂಸ್ಥೆಯು 663 ಅತಿ ಸಣ್ಣ ಮತ್ತು ಸಣ್ಣ ಪ್ರಮಾಣದ ಕೈಗಾರಿಕೆಗಳಿಗೆ 601.68 ಕೋಟಿ ರೂ.ಗಳ ಸಾಲ ಮಂಜೂರು ಮಾಡಿತು. 2020ರ ಮಾರ್ಚ್ ಅಂತ್ಯದವರೆಗೆ 11,169.59 ಕೋಟಿ ರೂ.ಗಳ ಸಂಚಿತ ನೆರವು 1,15,760 ಉದ್ಯಮಗಳಿಗೆ ದೊರೆತಿದೆ.
- ಆ. ಮಧ್ಯಮ ಪ್ರಮಾಣದ ಕೈಗಾರಿಕೆಗಳಿಗೆ ನೆರವು: ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ 11 ಮಧ್ಯಮ ಪ್ರಮಾಣದ ಉದ್ಯಮಗಳಿಗೆ 36.58 ಕೋಟಿ ರೂ.ಗಳ ನೆರವನ್ನು ಸಂಸ್ಥೆ ನೀಡಿದೆ. ಮಾರ್ಚ್ 2020ರ ಅಂತ್ಯದವರೆಗೆ 1,957 ಉದ್ಯಮಗಳಿಗೆ ನೀಡಿರುವ ಸಂಚಿತ ನೆರವು 1,496.19 ಕೋಟಿ ರೂ.ಗಳಾಗಿವೆ.
- ಇ. ಇತರ ಕೈಗಾರಿಕೆಗಳಿಗೆ ನೆರವು: ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಅತಿ ಸಣ್ಣ, ಸಣ್ಣ, ಮಧ್ಯಮ 36 ಪ್ರಕರಣಗಳಲ್ಲಿ 29.55 ಕೋಟಿ ರೂ.ಗಳ ನೆರವು ನೀಡಲಾಗಿದೆ. ಇತರ ವಲಯಗಳಿಗೆ ನೀಡಲಾದ ಸಂಚಿತ ನೆರವು 53,526 ಪ್ರಕರಣಗಳಿಗೆ 4,511.35 ಕೋಟಿ ರೂ.ಗಳಾಗಿವೆ.



amount of ₹ 20.14 crore was released by Government of Karnataka.

BOARD & EXECUTIVE COMMITTEE AND BOARD SUB-COMMITTEE MEETINGS

During the year 2019-20, the Corporation conducted 04 meetings of the Board of Directors and 04 meetings of the Executive Committee during the Financial Year 2019-20.

The Audit Committee, headed by a professional Director, met once during the financial year 2019-20. The Board Sub-Committee, headed by the Managing Director met 04 (four) times during the FY 2019-20 and recommended 11 proposals to the Board / EC for settlement of loan accounts.

OTHER COMMITTEE MEETINGS:

ASSET LIABILITY MANAGEMENT COMMITTEE:

The Asset Liability Management Committee, chaired by the Managing Director and senior executives as members met once during the FY 2019-20. The Committee reviewed cash flow statements, asset liability statements, lending rates, borrowing programmes and related matters.



Road construction Equipment of a Class I Contractor in Mangalore



Chemical unit at Hassan

OPERATIONAL HIGHLIGHTS

SANCTIONS:

During the year 2019-20, Sanctions of loans under various schemes touched ₹ 667.81 crore covering 710 cases as against ₹ 1098.73 crore covering 1,056 cases during 2018-19. Cumulative sanctions reached ₹ 17,884.72 crore covering 1,74,217 cases as on 31-03-2020.

FLOW OF ASSISTANCE:

- a. Assistance to micro and small - scale enterprises:** During the year, the Corporation sanctioned an amount of ₹ 601.68 crore to 663 small-scale enterprises. Cumulative assistance to small - scale enterprises at the end of March 2020 stood at ₹ 11,169.59 crore to 1,15,760 enterprises.
- b. Assistance to medium-scale enterprises:** During the year, the Corporation extended financial assistance to 11 medium-scale enterprises amounting to ₹ 36.58 crore. The cumulative assistance to medium – scale enterprises at the end of March 2020 stood at ₹ 1,496.19 crore to 1,957 enterprises.
- c. Assistance to other sectors:** During the year, assistance to other sectors excluding MSMEs amounted to ₹ 29.55 crore to 36 cases. Cumulative assistance to other sectors stood at ₹ 4,511.35 crore to 53,526 cases.



2019-20ರ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ ಕೈಗಾರಿಕಾವಾರು ಮಂಜೂರಾತಿ
(ಮೊತ್ತ : ಕೋಟಿ ರೂ.ಗಳಲ್ಲಿ)

ಕ್ರ. ಸಂ.	ಕೈಗಾರಿಕೆ	ಮೊತ್ತ	ಒಟ್ಟು ಮೊತ್ತದ ಶೇ.
1	ಹೋಟೆಲ್/ರೆಸ್ಟೋರೆಂಟ್	106.09	15.89
2	ಕಟ್ಟಡ ನಿರ್ಮಾಣ ಚಟುವಟಿಕೆಗಳು	20.15	3.02
3	ಆಹಾರ ಮತ್ತು ಪಾನೀಯಗಳು	84.96	12.72
4	ಇಂಜಿನಿಯರಿಂಗ್	78.03	11.68
5	ಅಲೋಹ ಉತ್ಪನ್ನಗಳು	68.93	10.32
6	ಇತರೆ ಉತ್ಪನ್ನಗಳು	121.67	18.22
7	ರಾಸಾಯನಿಕಗಳು	22.64	3.39
8	ಇತರೆ	4.20	0.63
9	ಜವಳಿ ಮತ್ತು ಸಿದ್ಧ ಉಡುಪುಗಳು	73.08	10.94
10	ರಬ್ಬರ್ ಮತ್ತು ರಬ್ಬರ್ ಉತ್ಪನ್ನಗಳು	1.31	0.20
11	ಮುದ್ರಣ ಮತ್ತು ಪ್ರಕಾಶನ	10.40	1.56
12	ಮೂಲ ಲೋಹ	14.22	2.13
13	ಸಾರಿಗೆ/ಸಾರಿಗೆ ಉಪಕರಣಗಳು	13.32	1.99
14	ಮರ ಮತ್ತು ಬಿರಡೆ/ಪೀಠೋಪಕರಣಗಳು	10.49	1.57
15	ಕಾಗದ ಮತ್ತು ಕಾಗದ ಉತ್ಪನ್ನಗಳು	38.32	5.74
	ಒಟ್ಟು	667.81	100.00

2017-18ರ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ
ಮೊತ್ತಕ್ಕನುಗುಣವಾಗಿ ಮಾಡಲಾದ ಮಂಜೂರಾತಿ
(ಮೊತ್ತ : ಕೋಟಿ ರೂ.ಗಳಲ್ಲಿ)

ಕ್ರ. ಸಂ.	ಮಂಜೂರಾತಿ	ಸಂಖ್ಯೆ	ಮೊತ್ತ	ಒಟ್ಟು ಮೊತ್ತಕ್ಕೆ ಶೇಕಡಾವಾರು	
				ಸಂಖ್ಯೆ	ಮೊತ್ತ
1	ರೂ. 10.00 ಲಕ್ಷಗಳ ವರೆಗೆ	16	1.46	2.25	0.22
2	ರೂ. 10.00 ಲಕ್ಷಕ್ಕೂ ಮೇಲ್ಪಟ್ಟು ರೂ. 45.00 ಲಕ್ಷಗಳ ವರೆಗೆ	189	49.33	26.62	7.40
3	ರೂ. 45.00 ಲಕ್ಷಕ್ಕೂ ಮೇಲ್ಪಟ್ಟು ರೂ. 150.00 ಲಕ್ಷಗಳ ವರೆಗೆ	356	270.21	50.14	40.45
4	ರೂ. 150.00 ಲಕ್ಷಕ್ಕೂ ಮೇಲ್ಪಟ್ಟು ರೂ. 300.00 ಲಕ್ಷಗಳ ವರೆಗೆ	161	294.41	15.25	26.80
5	ರೂ. 300.00 ಲಕ್ಷಕ್ಕೂ ಮೇಲ್ಪಟ್ಟು ರೂ. 500.00 ಲಕ್ಷಗಳ ವರೆಗೆ	90	152.35	12.68	22.81
6	ರೂ. 500.00 ಲಕ್ಷಗಳ ಮೇಲ್ಪಟ್ಟು	49	158.16	6.90	23.68
	ಒಟ್ಟು	710	667.81	100.00	100.00

ವಿತರಣೆ:

2019-20ನೇ ಸಾಲಿನಲ್ಲಿ ಸಂಸ್ಥೆ 727.90 ಕೋಟಿ ರೂ.ಗಳನ್ನು ವಿತರಣೆ ಮಾಡಿದೆ. ಕಳೆದ ವರ್ಷ 665.90 ಕೋಟಿ ರೂ. ಗಳನ್ನು ವಿತರಣೆ ಮಾಡಿತ್ತು. 31.03.2020ರ ವರೆಗಿನ ಸಂಚಿತ ವಿತರಣೆ 13,956.87 ಕೋಟಿ ರೂ.ಗಳಷ್ಟು ತಲುಪಿದೆ.

ಬಂಡವಾಳ, ಉತ್ಪನ್ನಗಳ ಮೌಲ್ಯ ಮತ್ತು ಉದ್ಯೋಗ:

2019-20ನೇ ಸಾಲಿನಲ್ಲಿ ಸಂಸ್ಥೆಯಿಂದ ನೀಡಲಾದ ಸಾಲಗಳು 4183.45 ಕೋಟಿ ರೂ.ಗಳಷ್ಟು ಹೂಡಿಕೆ ಮಾಡಬಹುದೆಂದು ಅಂದಾಜು ಮಾಡಲಾಗಿದ್ದು ಉತ್ಪಾದನೆಯ ಮೌಲ್ಯ 2,645.17 ಕೋಟಿ ರೂ. ಗಳಾಗಿದ್ದು, 9,591 ಜನರಿಗೆ ಉದ್ಯೋಗ ಸೃಷ್ಟಿಸುವ ಅಂದಾಜಿದೆ.

ವಸೂಲಾತಿ:

ಪ್ರಸ್ತುತ 2019-20ರ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆ ಒಟ್ಟು 720.85 ಕೋಟಿ ರೂ.ಗಳನ್ನು ವಸೂಲಾತಿ ಮಾಡಿತು. ಕಳೆದ ವರ್ಷ ಸಂಸ್ಥೆಯು 736.35 ಕೋಟಿ ರೂ.ಗಳನ್ನು ವಸೂಲಿ ಮಾಡಿತ್ತು. ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ವಸೂಲಾಗದ ಸಾಲಗಳಿಂದ (D-III Pre-MoU) ಸಂಸ್ಥೆಯು 21.02 ಕೋಟಿ ರೂ.ಗಳನ್ನು ವಸೂಲಾತಿ ಮಾಡಲಾಗಿದೆ.

ಹಣಕಾಸು ಫಲಿತಾಂಶಗಳು:

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆಯು 358.81 ಕೋಟಿ ರೂ.ಗಳ ಒಟ್ಟಾರೆ ಆದಾಯವನ್ನು ಗಳಿಸಿದ್ದು, ಕಳೆದ ಆರ್ಥಿಕ ವರ್ಷ ಈ ಆದಾಯವು 373.45 ಕೋಟಿ ರೂ.ಗಳಾಗಿತ್ತು. ಲಾಭವು 44.92 ಕೋಟಿ ರೂ.ಗಳಷ್ಟಾಗಿದೆ. ಸಂಸ್ಥೆಯು ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ 6.01 ಕೋಟಿ ರೂ.ಗಳ ಮುಂಗಡ ತೆರಿಗೆಯನ್ನು ಪಾವತಿಸಿರುತ್ತದೆ.



Herbal medicine manufacturing unit in Ramanagara



INDUSTRYWISE SANCTIONS FOR THE FY - 2019-20

(Amount : ₹ in crore)

Sl. No.	Industry	Amount	% to the total
1	Hotels / Restaurants etc.	106.09	15.89
2	Construction Activities (CRE)	20.15	3.02
3	Food & Beverages	84.96	12.72
4	Engineering	78.03	11.68
5	Non-Metallic Products	68.93	10.32
6	Miscellaneous Manufacturing	121.67	18.22
7	Chemicals	22.64	3.39
8	Others	4.20	0.63
9	Textiles & Readymade Garments	73.08	10.94
10	Rubber & Rubber Products	1.31	0.20
11	Printing & Publishing	10.40	1.56
12	Basic Metal	14.22	2.13
13	Transport / Tpt.equipment	13.32	1.99
14	Wood & Cork / Furniture & Fixtures	10.49	1.57
15	Paper & Paper Products	38.32	5.74
	Total	667.81	100.00

SIZEWISE SANCTIONS FOR THE FY : 2019-20

(Amount : ₹ in crore)

Sl. No.	Sanctions	No.	Amount	% to the total	
				No.	Amount
1	Upto ₹ 10.00 lakhs	16	1.46	2.25	0.22
2	Above ₹ 10.00 lakhs upto ₹ 45.00 lakhs	189	49.33	26.62	7.40
3	Above ₹ 45.00 lakhs upto ₹ 150.00 lakhs	356	270.21	50.14	40.45
4	Above ₹ 150.00 lakhs upto ₹ 300.00 lakhs	90	152.35	12.68	22.81
5	Above ₹ 300.00 lakhs upto ₹ 500.00 lakhs	49	158.16	6.90	23.68
6	Above ₹ 500.00 lakhs	10	36.30	1.41	5.44
	Total	710	667.81	100.00	100.00



Homeopathic medicine manufacturing unit at Mangalore

DISBURSEMENT:

During the year 2019-20, the disbursement was ₹727.90 crore as against ₹665.90 crore during the year 2018-19. The cumulative disbursement of the Corporation reached ₹13,956.87 crore as on 31.03.2020.

INVESTMENT, VALUE OF OUTPUT AND EMPLOYMENT:

The investment catalysed by the Corporation in 2019-20 is expected to be ₹4183.45 crore resulting in value of output to ₹2,645.17 crore and generating employment to 9,591 persons.

RECOVERY:

During the year 2019-20, the Corporation recovered an amount of ₹720.85 crore as compared to ₹736.35 crore recovered in the previous year. The corporation realised recovery of ₹21.02 crore in respect of Bad Debts (D-III pre MoU) during 2019-20.

FINANCIAL RESULTS:

During the year under review, the Corporation earned a gross revenue of ₹358.81 crore as against ₹373.45 in FY 2018-19. The profit for the year is



ಲಾಭಾಂಶ :

2019-20ರ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿಯೂ ಮುಂದುವರೆದ ನಷ್ಟವಿದ್ದುದರಿಂದ (carry forward losses) ಸಂಸ್ಥೆಯ ವತಿಯಿಂದ ಯಾವುದೇ ರೀತಿಯ ಲಾಭಾಂಶವನ್ನು ಶಿಫಾರಸ್ಸು ಮಾಡಿರುವುದಿಲ್ಲ.

ಖಜಾನೆ ಚಟುವಟಿಕೆ:

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ, ಕರ್ನಾಟಕ ಸರ್ಕಾರವು 100.00 ಕೋಟಿ ರೂ.ಗಳ ಈಕ್ವಿಟಿ ಬಂಡವಾಳವನ್ನು ಒದಗಿಸಿತು. 31.03.2020ರ ಅಂತ್ಯಕ್ಕೆ, ಈ ಮೊತ್ತವು 476.94 ಕೋಟಿ ರೂ.ಗಳಾಗಿತ್ತು ಮತ್ತು ಷೇರು ಅರ್ಜಿ ಹಣ 318.45 ಕೋಟಿ ಆಗಿತ್ತು. 31.03.2019ರಲ್ಲಿ ಷೇರು ಅರ್ಜಿ ಹಣ 218.45 ಕೋಟಿ ರೂ. ಇದ್ದಿತ್ತು.

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆಯು 218 ಕೋಟಿ ರೂ.ಗಳ ಬಾಂಡುಗಳನ್ನು ಪಾವತಿಸಿದೆ. ಕೆ.ಎಸ್.ಎಫ್.ಸಿ 8.58% ಬಾಂಡ್ಸ್ 2020 ಇದರಲ್ಲಿ ಶೇ 60 ರಷ್ಟು ಬಾಂಡ್ ಮೊತ್ತ 141.00 ಕೋಟಿ ರೂ.ಗಳು ಹಾಗೂ ಕೆ.ಎಸ್.ಎಫ್.ಸಿ 8.23% ಬಾಂಡ್ಸ್ 2020 ಇದರಲ್ಲಿ ಶೇ 100 ರಷ್ಟು ಬಾಂಡ್ ಮೊತ್ತ 77.00 ಕೋಟಿ ರೂ.ಗಳನ್ನು ಮರುಪಾವತಿಸಿದೆ. ಬಾಕಿ ಉಳಿದ ಬಾಂಡುಗಳು 1067 ಕೋಟಿ ರೂ.ಗಳಿಗೆ ಇಳಿಕೆಯಾಗಿದ್ದು ಈ ಮೊತ್ತ 31.03.2019 ರ ಅಂತ್ಯಕ್ಕೆ 1285 ಕೋಟಿ ರೂ.ಗಳಷ್ಟಿತ್ತು.

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆಯು ಭಾರತೀಯ ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್‌ನಿಂದ 250.00 ಕೋಟಿ ರೂ.ಗಳು ಹಾಗೂ ಆಂದ್ರಾ ಬ್ಯಾಂಕ್‌ನಿಂದ 250.00 ಕೋಟಿ ರೂ.ಗಳು ಒಟ್ಟಾರೆ 500.00 ಕೋಟಿ ರೂ.ಗಳ ಅವಧಿಸಾಲವನ್ನು ಪಡೆಯಿತು. ಅಲ್ಲದೆ ಸಂಸ್ಥೆಯು 5.44 ಕೋಟಿ ರೂ.ಗಳ ಹಾಗೂ 0.04 ಕೋಟಿ ರೂ.ಗಳ ಅವಧಿ ಸಾಲದ ಮರುಪಾವತಿಯನ್ನು ಭಾರತೀಯ ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್ ಹಾಗೂ ಆಂದ್ರಾ ಬ್ಯಾಂಕ್ ಗಳಿಗೆ ಅನುಕ್ರಮವಾಗಿ ಪಾವತಿಸಿದೆ.

2018-19ರಲ್ಲಿನ ಬಾಂಡ್‌ಗಳ ಮೇಲಿನ ಬಡ್ಡಿಯು 122.44 ಕೋಟಿ ರೂ.ಗಳಿಂದ ಪ್ರಸ್ತುತ 2019-20ರ ಹಣಕಾಸು ವರ್ಷದಲ್ಲಿ 110.43 ಕೋಟಿ ರೂ.ಗಳಿಗೆ ಇಳಿಕೆಯಾಗಿದೆ. ಬಾಂಡ್ ಹೊಣೆಗಾರಿಕೆಯಲ್ಲಿ ಕಡಿಮೆಯಾದ ಕಾರಣ ಇಳಿಕೆಯಾಗಿದೆ. ಮುಂದುವರಿದು ಸಂಸ್ಥೆಯು 3.51 ಕೋಟಿ ರೂ.ಗಳು ಹಾಗೂ 6.29 ಕೋಟಿ ರೂ.ಗಳ ಅವಧಿ ಸಾಲದ ಮೇಲಿನ ಬಡ್ಡಿಯ ಮರುಪಾವತಿಯನ್ನು ಭಾರತೀಯ ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್ ಹಾಗೂ ಆಂದ್ರಾ ಬ್ಯಾಂಕ್ ಗಳಿಗೆ ಅನುಕ್ರಮವಾಗಿ ಪಾವತಿಸಿದೆ. ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆಯು ಕರ್ನಾಟಕ ಸರ್ಕಾರಕ್ಕೆ ಖಾತರಿ ಕಮಿಷನ್ನಿನ ರೂಪದಲ್ಲಿ 13.44 ಕೋಟಿ ರೂ.ಗಳನ್ನು (ಜಿ.ಎಸ್.ಟಿಯ ನಿವ್ವಳದಲ್ಲಿ) ಪಾವತಿಸಿದ್ದು, 2018-19ರ ಸಾಲಿನಲ್ಲಿ ಈ ಮೊತ್ತವು 13.73 ಕೋಟಿ ರೂ.ಗಳಷ್ಟಿತ್ತು(ಜಿ.ಎಸ್.ಟಿಯ ನಿವ್ವಳದಲ್ಲಿ).

ಸಂಸ್ಥೆಯ ಒಟ್ಟು ದೀರ್ಘಾವಧಿ ಸಾಲವು 31-03-2020ರ ವರ್ಷಾಂತ್ಯಕ್ಕೆ 1,289.06 ಕೋಟಿ ರೂ.ಗಳಿಂದ 1,565.58 ಕೋಟಿ ರೂ.ಗಳಿಗೆ ಏರಿಕೆ ಕಂಡಿದೆ. ಭಾರತೀಯ ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್‌ನಿಂದ 250.00 ಕೋಟಿ ರೂ.ಗಳು ಹಾಗೂ ಆಂದ್ರಾ ಬ್ಯಾಂಕ್‌ನಿಂದ 250.00 ಕೋಟಿ ರೂ.ಗಳು ಒಟ್ಟಾರೆ 500.00 ಕೋಟಿ ರೂ.ಗಳ ಅವಧಿಸಾಲವನ್ನು ಪಡೆಯುವಿಕೆಯಿಂದ ಏರಿಕೆಯಾಗಿದೆ. 2019-20ನೇ ಸಾಲಿನ ಒಟ್ಟು ಬಡ್ಡಿ ಮತ್ತು ಆರ್ಥಿಕ ವೆಚ್ಚಗಳು 136.63 ಕೋಟಿ ರೂ.ಗಳಿಗೆ ಇಳಿಕೆ ಕಂಡಿದ್ದು, 2018-19ನೇ ವರ್ಷಕ್ಕೆ 139.01 ಕೋಟಿ ರೂ.ಗಳಷ್ಟಿತ್ತು.

31-03-2020ರ ಅಂತ್ಯಕ್ಕೆ ಸಂಸ್ಥೆಯ ಷೇರು ಬಂಡವಾಳ ಹೂಡಿಕೆ ವಿವರ

ಕ್ರ. ಸಂ.	ವಿವರಗಳು	ಷೇರುಗಳ ಸಂಖ್ಯೆ	ಪಾವತಿಯಾದ ಬಂಡವಾಳ (ಲಕ್ಷ ರೂ.ಗಳಲ್ಲಿ)	ಶೇಕಡಾವಾರು ಹೂಡಿಕೆ
1	ಕರ್ನಾಟಕ ಸರ್ಕಾರ			
	ಸೆಕ್ಷನ್ 4(3)ಎ ಪ್ರಕಾರ	42702233	42702.23	
	ವಿಶೇಷ ಬಂಡವಾಳ ಹರಿವು ಸೆಕ್ಷನ್ 4 ಎ ಪ್ರಕಾರ	1127500	1127.50	91.90%
	ಒಟ್ಟು	43829733	43829.73	
2	ಭಾರತೀಯ ಸಣ್ಣ ಕೈಗಾರಿಕಾ ಅಭಿವೃದ್ಧಿ ಬ್ಯಾಂಕ್‌ನಿಂದ			
	ಸೆಕ್ಷನ್ 4(3)(ಬಿ) ಪ್ರಕಾರ	3210385	3210.39	8.05%
	ವಿಶೇಷ ಬಂಡವಾಳ ಹರಿವು ಸೆಕ್ಷನ್ 4ಎ ಪ್ರಕಾರ	627500	627.50	
	ಒಟ್ಟು	3837885	3837.89	
3	ವಿಮಾ ಕಂಪನಿಗಳು			
	ಸೆಕ್ಷನ್ 4(3) (ಸಿ) ಪ್ರಕಾರ	16100	16.10	0.03%
4	ಸಾರ್ವಜನಿಕ ಕ್ಷೇತ್ರದ ಬ್ಯಾಂಕುಗಳು			
	ಸೆಕ್ಷನ್ 4(3) (ಸಿ) ಪ್ರಕಾರ	7900	7.90	0.02%
5	ಸಹಕಾರಿ ಸಂಸ್ಥೆಗಳು ಮತ್ತು ಬ್ಯಾಂಕುಗಳು			
	ಸೆಕ್ಷನ್ 4(3) (ಡಿ) ಪ್ರಕಾರ	1530	1.53	—
6	ಇತರೆ ವ್ಯಕ್ತಿಗಳಿಂದ			
	ಸೆಕ್ಷನ್ 4(3)(ಡಿ) ಪ್ರಕಾರ	935	0.93	—
	ಒಟ್ಟು	47694083	47694.08	100.00%



Manufacturing unit at Mysore



₹ 44.92 crore. The Corporation has paid an advance tax of ₹ 6.01 crore the during current financial year.

DIVIDEND:

Because of carry forward losses, no dividend is recommended for the financial year 2019-20.

TREASURY ACTIVITY:

During the year, the Government of Karnataka provided an equity capital of ₹ 100.00 crore. As on 31-03-2020, the paid up equity capital of the Corporation stood at ₹ 476.94 crore, same as last FY and share application money stood at ₹ 318.45 crore, compared to share application money of ₹ 218.45 crore as on 31-03-2019.

During the year the Corporation redeemed bonds amounting to ₹ 218.00 crore, ₹ 141.00 crore on account of 60% redemption in respect of KSFC 8.58% Bonds 2020 and ₹ 77.00 crore on account of 100% redemption in respect of KSFC 8.23% Bonds 2020. The outstanding of bonds decreased to ₹ 1067.00 crore, which was ₹ 1285.00 crore as on 31-03-2019.

During the year, the Corporation has availed total Term Loan of ₹ 500 crore. ₹ 250 crore from State Bank of India and ₹ 250 crore from Andhra Bank. Further Corporation has repaid ₹ 5.44 crore to State Bank of India and ₹ 0.04 crore to Andhra Bank towards Term loan repayment.

The interest cost on bonds decreased to ₹ 110.43 crore from ₹ 122.44 crore for the year 2018-19. The decrease is on account of reduction of bond liability. Further, the Corporation has paid ₹ 3.51 crore to State Bank of India and ₹ 6.29 crore to Andhra Bank towards interest on term loan. The Corporation paid, on cash basis, ₹ 13.44 (net off of GST) crore to the State Government as guarantee commission during the year compared to ₹ 13.73 (net off of GST) crore for the FY 2018-19.

The total long-term liability of the Corporation is



Modular Furniture Manufacturing unit at Bellari

increased to ₹ 1565.58 crore by the year end from ₹ 1289.06 crore as on 31-03-2019. The increase is on account of ₹ 500 crore Term loan borrowings from SBI and Andhra Bank. The total interest and financial expenses decreased to ₹ 136.63 crore for the year 2019-20 from ₹ 139.01 crore for the year 2018-19.

Shareholding Pattern of the Corporation as on 31-03-2020

Sl. No.	Particulars	No. of Shares	Paid up equity (Rs. in lakhs)	Percentage holding
1	Government of Karnataka			
	Under Section 4(3)(a)	42702233	42702.23	91.90%
	Special Capital issued Under Section 4A	1127500	1127.50	
	Total	43829733	43829.73	
2	Small Industries Development Bank of India			
	Under Section 4(3)(b)	3210385	3210.39	8.05%
	Special Capital issued Under Section 4A	627500	627.50	
	Total	3837885	3837.89	
3	Insurance Companies			
	Under Section 4(3) (c)	16100	16.10	0.03%
4	Public Sector Banks			
	under Section 4(3) (c)	7900	7.90	0.02%
5	Co-operative societies and banks			
	Under Section 4(3)(d)	1530	1.53	-
6	Other parties			
	Under Section 4(3)(d)	935	0.93	-
	Total	47694083	47694.08	100.00%



PCC hollow blocks Manufacturing unit at Bengaluru

ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನೆ :

ಬೆಂಗಳೂರು, ಮೈಸೂರು, ಧಾರವಾಡ ಮತ್ತು ಕಲಬುರಗಿಗಳ ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನಾ ಸೆಲ್‌ಗಳೊಂದಿಗೆ ಪ್ರಧಾನ ಕಛೇರಿಯಲ್ಲಿರುವ ಪೂರ್ಣ ಪ್ರಮಾಣದ ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನಾ ವಿಭಾಗವು ಕಾರ್ಯೋನ್ಮುಖವಾಗಿದೆ. ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನಾ ಸೆಲ್‌ಗಳಲ್ಲಿ ಎಲ್ಲ ಸಾಲಗಳನ್ನೂ ಮಂಜೂರಾತಿಯ ನಂತರ ಮತ್ತು ಮೊದಲ ಕಂತಿನ ವಿತರಣೆಗೆ ಮುಂಚೆ ಪರಿಶೋಧಿಸಲಾಗುತ್ತದೆ. ಅಂತಿಮ ವಿತರಣೆಗೆ ಮುಂಚೆ ಅಂತಿಮ ಲೆಕ್ಕಪರಿಶೋಧನೆಯನ್ನು ಮಾಡಲಾಗುತ್ತದೆ. ಲೆಕ್ಕಪರಿಶೋಧನೆಯ ಯೋಜನೆಯಂತೆ ಕಾನೂನು, ಹಣಕಾಸು ಮತ್ತು ಲೆಕ್ಕಪತ್ರ, ವಸೂಲಾತಿ ಮತ್ತು ಆಡಳಿತ ಈ ಎಲ್ಲಾ ಅಂಶಗಳನ್ನು ಒಳಗೊಂಡಂತೆ ತ್ರೈಮಾಸಿಕ ಲೆಕ್ಕಪರಿಶೋಧನೆಯನ್ನು ನಡೆಸುತ್ತವೆ.

ಪ್ರಧಾನ ಕಛೇರಿಯಲ್ಲಿರುವ ಆಂತರಿಕ ಲೆಕ್ಕಪರಿಶೋಧನಾ ವಿಭಾಗವು ಪ್ರಧಾನ ಕಛೇರಿಯ ಇಲಾಖೆಗಳ ಲೆಕ್ಕಪರಿಶೋಧನೆಯನ್ನು ಮಾಡುತ್ತದೆ. ಇದಲ್ಲದೆ, ಅಗತ್ಯವಾದಾಗಲೆಲ್ಲಾ ವಿಶೇಷ ತನಿಖೆಗಳನ್ನು / ಲೆಕ್ಕಪರಿಶೋಧನೆಯನ್ನು ಮಾಡಿ, ಆಡಿಟ್ ಸಮಿತಿಯ ಮುಂದೆ ಸೂಕ್ತ ನಿರ್ಧಾರಕ್ಕಾಗಿ ಮಂಡಿಸಲಾಗುತ್ತದೆ. ಪ್ರಸ್ತುತ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ಲೆಕ್ಕಪರಿಶೋಧನಾ ಸಮಿತಿ ಒಂದು ಬಾರಿ ಸಭೆ ನಡೆಸಿತು.

ISO ಪ್ರಮಾಣೀಕರಣ:

ಸಂಸ್ಥೆಯು ಮೇ 1998 ರಲ್ಲಿ ISO 9000 ಪ್ರಮಾಣ ಪತ್ರವನ್ನು ಪಡೆಯಿತು ಹಾಗೂ ಮೇ 2019 ರ ವರೆಗೂ ನಿಯತಕಾಲಿಕವಾಗಿ ನವೀಕೃತ ಪ್ರಮಾಣ ಪತ್ರವನ್ನು ಪಡೆದಿರುತ್ತದೆ. ಸಂಸ್ಥೆಯ ಕಾರ್ಯಾಚರಣೆಯನ್ನು ಶಾಖಾ ಕಛೇರಿಗಳಿಗೆ ವಿಕೇಂದ್ರೀಕೃತಗೊಳಿಸಿರುವುದರಿಂದ, ಏಕಕಾಲೀನ ಹಾಗೂ ತ್ವರಿತ

ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನದ ಲೆಕ್ಕಪರಿಶೋಧನೆಯನ್ನೂ ನಡೆಸುತ್ತಿರುವುದರಿಂದ ಸಂಸ್ಥೆಯ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಖಬರಿ ಪ್ರಮಾಣ ಪತ್ರವನ್ನು ನವೀಕರಿಸುವ ಅಗತ್ಯವಿಲ್ಲವೆಂದು ತೀರ್ಮಾನಿಸಿದೆ.

ಗಣಕೀಕರಣ :

ಜಾಲತಾಣ ಅಭಿವೃದ್ಧಿ ಕೇಂದ್ರ, ಇ-ಆಡಳಿತ ವಿಭಾಗ, ಕರ್ನಾಟಕ ರಾಜ್ಯ ಸರ್ಕಾರ ಇದರ ಸಹಯೋಗದೊಂದಿಗೆ ಸಂಸ್ಥೆಯು ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ ksfc.karnataka.gov.in ಎಂಬ ನೂತನ ಜಾಲತಾಣವನ್ನು ಅಭಿವೃದ್ಧಿಪಡಿಸಿದೆ. ಈ ನೂತನ ಜಾಲತಾಣವನ್ನು ಕರ್ನಾಟಕ ಸರ್ಕಾರದ ಉಳಿದ ಇಲಾಖೆಗಳಿಗೆ ಅನುಗುಣವಾಗಿ ರಾಜ್ಯ ಅಂಕಿಸಂಖ್ಯೆ ಮಾಹಿತಿ ಕೇಂದ್ರದಲ್ಲಿ ಹೋಸ್ಟ್ ಮಾಡಲಾಗಿದೆ. ಕರ್ನಾಟಕ ಸರ್ಕಾರದ ಸ್ಮಾರ್ಟ್ ಆಡಳಿತ ಕೇಂದ್ರದ ನೆರವಿನೊಂದಿಗೆ ಸಂಸ್ಥೆಯು ಮಾಹಿತಿ ತಂತ್ರಜ್ಞಾನ ಮೂಲಸೌಕರ್ಯವನ್ನು ನವೀಕರಿಸಲು ಯೋಜಿಸಲಾಗಿದೆ.

ಡಿಜಿಟೈಸೇಷನ್:

ಸಂಸ್ಥೆಯ ಎಲ್ಲಾ ಶಾಖೆಗಳಲ್ಲೂ ಸಾಲಗಾರರು ಒದಗಿಸುವ ಭದ್ರತಾ ದಾಖಲಾತಿಗಳನ್ನು ಗಣಕೀಕರಣಗೊಳಿಸುವ ಕಾರ್ಯ ನಡೆಯುತ್ತಿದೆ. ಇದರಿಂದ ಮೂಲ ದಾಖಲಾತಿಗಳಿಗೆ ಹೆಚ್ಚಿನ ಭದ್ರತೆ ಒದಗಿಸಲಾಗಿರುತ್ತದೆ. ಕಾನೂನು ದಾಖಲಾತಿಗಳೊಂದಿಗೆ ಸಂಸ್ಥೆಯ ಆಡಳಿತ ಮಂಡಳಿ ಹಾಗೂ ಕಾರ್ಯಕಾರಿ ಸಮಿತಿ ಸಭೆಯ ನಡವಳಿಕೆಗಳನ್ನು ಸಹ ಗಣಕೀಕರಣಗೊಳಿಸಲಾಗುತ್ತಿದೆ.

ಮಾಹಿತಿ ಹಕ್ಕು ಕಾಯಿದೆ:

2019-20ನೇ ಸಾಲಿನಲ್ಲಿ ಮಾಹಿತಿ ಹಕ್ಕು ಕಾಯಿದೆಯಡಿ ವಿವಿಧ ಮಾಹಿತಿಗಳನ್ನು ಪಡೆಯಲು ಸಂಸ್ಥೆಯು 177 ಅರ್ಜಿಗಳನ್ನು ಸ್ವೀಕರಿಸಿತು. 174 ಅರ್ಜಿಗಳನ್ನು ವಿಲೇವಾರಿ ಮಾಡಿ ವರ್ಷದ ಕೊನೆಯಲ್ಲಿ 03 ಅರ್ಜಿಗಳು ಬಾಕಿ ಇರುತ್ತದೆ.

ಗ್ರಾಹಕರ ಕುಂದು ಕೊರತೆ ವಿಭಾಗ:

ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ, ಮಿಂಚಂಚೆ ಮತ್ತು ಪತ್ರಗಳ ಮೂಲಕ ಗ್ರಾಹಕರು ಸಂಸ್ಥೆಗೆ ಸಂಬಂಧಿಸಿದ ವಿವಿಧ ವಿಭಾಗಗಳಿಗೆ ಕಳುಹಿಸಿದ ದೂರುಗಳನ್ನು ಪರಿಹರಿಸಲು ಅತಿ ಶೀಘ್ರ ಕ್ರಮಗಳನ್ನು ಕೈಗೊಳ್ಳಲಾಗಿದೆ.

ಸಿಬ್ಬಂದಿ ಮತ್ತು ಆಡಳಿತ:

ಮಾರ್ಚ್, 2019 ರ ಅಂತ್ಯಕ್ಕೆ 808 ಇದ್ದ ಸಿಬ್ಬಂದಿ ಸಂಖ್ಯೆಯು ಮಾರ್ಚ್, 2020ರ ಅಂತ್ಯದಲ್ಲಿ 751 ಆಗಿದೆ. ಇದರಲ್ಲಿ 147 ಜನ



INTERNAL AUDIT:

Internal Audit Department at Head Office and Audit Cells at Bengaluru, Mysuru, Dharwad and Kalaburagi are functioning in the Corporation. The Audit Cells are auditing all the sanctioned cases after sanction and before first disbursement. The final audit is conducted before last disbursement of each case. The Audit Cells also conduct quarterly routine audit as per the audit schedule covering all the operational areas such as sanctions, disbursements and recovery and also legal, finance, accounts and administrative matters.

The Internal Audit Department at Head Office is conducting auditing of the departments at Head Office. Apart from this, the department is also conducting special investigations / audit of cases referred to it and submitting the reports before Audit Committee / to the competent authority. The Audit Committee met once during the financial year.

ISO CERTIFICATION

The Corporation obtained ISO 9000 Certification in May 1998 and got renewed till May 2019. As the Operations of the Corporation have been decentralised to the branch offices and also Concurrent Audit & Quick Mortality Study Audit are in place, it was resolved by the Board not to renew the ISO Certification further.

COMPUTERISATION:

During the Financial Year 2019-20, a new website ksfc.karnataka.gov.in was developed with the help of the Web Development Division, Centre for e-Governance, Govt of Karnataka. The new website

is in line with the other Government department websites and is hosted at the State Data Centre of Govt.of Karnataka. A plan for up gradation of IT infrastructure is taken up with the assistance of Centre for Smart Governance, a society formed by Govt.of Karnataka under e-Governance(DPAR).

DIGITIZATION:

The digitization of Legal Documents is being carried out in all Branches of the Corporation. Minutes of the Board and Executive Committee is also digitized. The digitization of legal documents ensures safety and avoids frequent movement of legal files containing original documents.

RTI ACT:

The Corporation has received 177 applications seeking information under RTI act during the year 2019-20, out of this 174 applications were resolved and 3 applications were pending as on 31.03.2020

CUSTOMERS' GRIEVANCE:

Steps were initiated to immediately address the grievance of the customers received through e-mail and by letters.



Powder coating unit at Dharwad



**Product Design & Development Unit
at Bengaluru**

ಪರಿಶಿಷ್ಟ ಜಾತಿಗೆ (ಶೇ. 19.57%) ಮತ್ತು 36 ಜನ (ಶೇ. 4.79%) ಪರಿಶಿಷ್ಟ ಪಂಗಡಕ್ಕೆ ಸೇರಿದವರು. ಸಿಬ್ಬಂದಿ ವರ್ಗದವರ ತರಬೇತಿ ಆವಶ್ಯಕತೆಗಳನ್ನು ಗುರುತಿಸಿ ಮತ್ತು ನಿಯೋಜಿಸಿರುವ ಕಾರ್ಯಕ್ಕೆ ಅನುಗುಣವಾಗಿ ಅವರ ಕೌಶಲ್ಯ/ಸಾಮರ್ಥ್ಯಗಳಿಗೆ ತಕ್ಕಂತೆ ಸಂಸ್ಥೆಯ ಉದ್ಯೋಗಿಗಳಿಗೆ ತರಬೇತಿಯನ್ನು ಕೊಡಿಸಲಾಯಿತು. ಪ್ರಸ್ತುತ 2019-20ರ ವರ್ಷದಲ್ಲಿ 73 ಉದ್ಯೋಗಿಗಳನ್ನು (49 ಉದ್ಯೋಗಿಗಳು ವರ್ಗ-ಎ ಮತ್ತು 24 ಉದ್ಯೋಗಿಗಳು ವರ್ಗ-ಬಿ) ವಿವಿಧ ರೀತಿಯ ತರಬೇತಿಗಾಗಿ ಸಂಸ್ಥೆಯ ಪ್ರಧಾನ ಕಛೇರಿಯಲ್ಲಿ ಹಾಗೂ ಹೊರ ತರಬೇತಿ ಕೇಂದ್ರಗಳಿಗೆ ಕಳುಹಿಸಲಾಗಿತ್ತು.

ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನ (Quick Mortality Study) :

ಅನುತ್ತಾದಕ ಆಸ್ತಿ ಹಾಗೂ ಉತ್ತಮ ಪ್ರವರ್ಗದಿಂದ ಕೆಳಮಟ್ಟಕ್ಕೆ ಕುಸಿದ ಸಾಲದ ಖಾತೆಗಳ ನ್ಯೂನತೆಗಳನ್ನು ಸರಿಪಡಿಸುವ ದೃಷ್ಟಿಯಿಂದ ಸಂಸ್ಥೆಯು ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನ (Quick Mortality Study) ವನ್ನು 2015-16ರಲ್ಲಿ ಕಾರ್ಯರೂಪಕ್ಕೆ ತರಲಾಯಿತು.

ಮಂಜೂರಾದ ಸಾಲದ ಮೊತ್ತದ ಕೊನೆಯ ಕಂತನ್ನು ಬಿಡುಗಡೆ ಮಾಡಿದ ನಂತರ 12 ತಿಂಗಳುಗಳೊಳಗಾಗಿ ಸಾಲದ ಖಾತೆಯು ಅನುತ್ತಾದಕ ಆಸ್ತಿಯಾಗಿ ಮಾರ್ಪಟ್ಟಾಗ ಮತ್ತು ವಿರಾಮಾವಧಿಯಲ್ಲಿ ಅಸಲು ಮೊತ್ತದ ಕಂತನ್ನು ಮರುಪಾವತಿ ಮಾಡಲು ವಿಸ್ತರಣೆಯ ಸೌಲಭ್ಯವನ್ನು ಒದಗಿಸಿದಾಗ್ಯೂ ತದನಂತರದಲ್ಲಿ 12 ತಿಂಗಳುಗಳೊಳಗಾಗಿ ಸಾಲದ ಖಾತೆಯು ಅನುತ್ತಾದಕ ಆಸ್ತಿಯಾಗಿ ಮಾರ್ಪಟ್ಟಾಗ ಕಾರಣಗಳನ್ನು ಪತ್ತೆಹಚ್ಚಿ ಸಾಲದ ಖಾತೆಯನ್ನು ಮೇಲ್ದರ್ಜೆಗೆ / ಉತ್ತಮ ಪ್ರವರ್ಗಕ್ಕೆ ತರುವ ದೃಷ್ಟಿಯಿಂದ ಸದರಿ ಅಧ್ಯಯನವನ್ನು ಮಾಡಲಾಗುತ್ತಿದೆ. ಅಲ್ಲದೆ, ಈ ವರದಿಯನ್ನು

ಸಂಸ್ಥೆಯ ಕಾರ್ಯ ನಿರ್ವಾಹಕ ನಿರ್ದೇಶಕರು-1 ರವರ ಅಧ್ಯಕ್ಷತೆಯಲ್ಲಿ ರೂಪಗೊಂಡ ಸಮಿತಿಗೆ ಮಂಡಿಸಲಾಗುತ್ತದೆ.

ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನದ (Quick Mortality Study) ಪ್ರಾರಂಭದಿಂದಲೂ ಸಮಿತಿಯು 10 ಸಭೆಗಳನ್ನು ನಡೆಸಿದ್ದು, 244 ಖಾತೆಗಳ ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನ ವರದಿಯನ್ನು ಮಂಡಿಸಲಾಗಿದೆ. ಈ ಖಾತೆಗಳಲ್ಲಿ ಉತ್ತಮ ಪ್ರವರ್ಗಕ್ಕೆ 111 ಖಾತೆಗಳನ್ನು ಮೇಲ್ದರ್ಜೆಗೇರಿಸಲಾಗಿದೆ. 16 ಖಾತೆಯ ಸಾಲದ ಅವಧಿ ವಿಸ್ತರಣೆಗೆ ಹಾಗೂ 23 ಸಾಲದ ಖಾತೆಗಳು ಮುಕ್ತಾಯಗೊಂಡಿರುತ್ತವೆ. 10 ಖಾತೆಗಳ ಸುದೀರ್ಘ ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ವರದಿಯನ್ನು ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು/ಲೆಕ್ಕ ಪರಿಶೋಧನಾ ಸಮಿತಿ/ ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನ ಸಮಿತಿ ಮುಂದೆ ಇರಿಸಲಾಯಿತು. ಒಟ್ಟಾರೆ 176 ಖಾತೆಗಳನ್ನು ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನದ ನಂತರ ಮುಕ್ತಗೊಳಿಸಲಾಯಿತು. ಇನ್ನುಳಿದ 68 ಖಾತೆಗಳನ್ನು ವಸೂಲಾತಿ ಮತ್ತು ಮೇಲ್ದರ್ಜೆಗೇರಿಸಲು ಸಮಿತಿಯು ಸೂಕ್ತ ವಸೂಲಾತಿ ಕ್ರಮಗಳನ್ನು ಕೈಗೊಂಡು ಪರಿಹರಿಸಲು ತಿರ್ಮಾನಿಸಿತು.

ಪ್ರಸ್ತುತ 2019-20ರ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ಸಮಿತಿಯು 2 ಬಾರಿ ಸಭೆ ಸೇರಿ 94 ಹೊಸ ಖಾತೆಗಳನ್ನು ತ್ವರಿತ ಮರ್ತ್ಯತೆ ಅಧ್ಯಯನಕ್ಕೆ ಸಮಿತಿಯ ಮುಂದೆ ಮಂಡಿಸಲಾಯಿತು.

ವಿಪತ್ತು ಸಂಭವ ನಿರ್ವಹಣೆ : ಸಮಿತಿಯು ಸಭೆ ನಡೆಸಿ ವಿಪತ್ತು ಸಂಭವ ನಿರ್ವಹಣಾ ನೀತಿಗಳ ಮತ್ತು ಪದ್ಧತಿಗಳ ಪುನರ್ವಿಮರ್ಶೆ ನಡೆಸಿತು. ವಿಪತ್ತು ಸಂಭವ ನಿರ್ವಹಣಾ ವಿಭಾಗದಿಂದ ಮೌಲ್ಯಮಾಪನ ಮಾಡಲಾದ ಪ್ರಸ್ತಾವಗಳ ಸ್ಥಿತಿ ವಿಶ್ಲೇಷಣೆಯನ್ನು ಸಮಿತಿಯ ಮಾಹಿತಿಗಾಗಿ ಮಂಡಿಸಲಾಯಿತು. 2019-20ನೇ ಸಾಲಿನಲ್ಲಿ ವಿಭಾಗವು 317.89 ಕೋಟಿ ರೂ.ಗಳ ಸಾಲಮೌಲ್ಯವನ್ನು



Rice Mill at Raichur



PERSONNEL AND ADMINISTRATION:

The manpower strength of the Corporation stood at 751 at the end of March 2020 as against 808 at the end of the March 2019. Of which, 147 are Scheduled Caste employees (19.57%) and 36 (4.79%) are Scheduled Tribe employees. Identifying the training needs of employees and based on their designated role and individual skill / capacities, the Corporation provided suitable training to the employees of the Corporation. During the year 2019-20, 73 employees (49 Class-A employees & 24 Class 'B' employees) were sent for in-house and external training to different types of training programmes.

QUICK MORTALITY STUDY (QMS) :

The Corporation implemented QMS concept in 2015-16 to study the reasons for accounts becoming NPA within 12 months from the date of last release of loan or accounts becoming NPA within 12 months after restructuring where the moratorium period is extended. A study conducted by a team of officers is being placed before the QMS Committee chaired by the Executive Director-I.

Since commencement of QMS concept, 10 meetings of the committee were held. QMS reports in respect of 244 cases were placed before the committee. Out of this, 111 cases were upgraded, 16 cases were rescheduled, recovery actions initiated in 16 cases and 23 accounts are closed. In respect of 10 cases detailed Audit Reports were placed before MD/Audit Committee / QMS Sub Committee. In all, 176 cases are



Resort in Chickmagalur

dropped from quick mortality study after review. The committee also resolved to follow up for recovery and up gradation of accounts to Standard Category in remaining 68 cases. During the financial year 2019-20 two meetings of the committee were held and 94 quick mortality cases were placed before the committee.

RISK MANAGEMENT DEPARTMENT:

The Risk Management Committee reviews the Risk Management Policy and practices. The Committee also reviews summary status of the proposals rated by the Risk Management Department. All loan proposals exceeding ₹ 1.50 crore are scrutinised by the department and credit rated. During 2019-20, the department rated 107 proposals involving a loan amount of ₹ 317.89 crore where the loan amount was upto Rs.5.00 Crores and cleared two proposals involving loan amount of Rs.16.00 Crore exceeding Rs.5.00 Crore loan.

All loan proposals exceeding ₹ 5.00 crore are placed before the Credit Risk Management Committee (CRMC) for clearance from risk angle.



ಒಳಗೊಂಡ 1.50 ಕೋಟಿ ರೂ.ಗಳಿಗೂ ಹೆಚ್ಚಿನ ಸಾಲದ 107 ಪ್ರಸ್ತಾವನೆಗಳನ್ನು ಪರಿಶೀಲಿಸಿದ/ರೇಟಿಂಗ್ ನೀಡಿದೆ. ಪ್ರಸ್ತುತ ವರ್ಷದಲ್ಲಿ 16.00 ಕೋಟಿ ರೂ.ಗಳನ್ನು ಒಳಗೊಂಡ 5.00 ಕೋಟಿ ರೂ.ಗಳಿಗೂ ಹೆಚ್ಚಿನ ಸಾಲದ 2 ಪ್ರಸ್ತಾವನೆಗಳನ್ನು ಚರ್ಚಿಸಿ ಅನುಮೋದನೆ ನೀಡಿತು.

ವ್ಯವಹಾರ ಅಭಿವೃದ್ಧಿ ಮತ್ತು ಸಾಲಗಳ ಸಂಶೋಧನೆ:

ಸಂಸ್ಥೆಯ ವ್ಯವಹಾರವನ್ನು ಉತ್ತೇಜಿಸುವ ಧೈಯೋದ್ದೇಶದಿಂದ ಉದ್ಯಮಶೀಲತಾ ಅಭಿವೃದ್ಧಿ ಕಾರ್ಯಕ್ರಮ, ಎಂಜಿನಿಯರಿಂಗ್ ಕಾಲೇಜುಗಳಲ್ಲಿ ಉದ್ಯಮಿಗಳ ಜಾಗೃತಿ ಶಿಬಿರ, ವಿಚಾರ ಸಂಕಿರಣ, ಸಮಾವೇಶ, ವ್ಯವಹಾರ ಅಭಿವೃದ್ಧಿ ಸಭೆ ಹಾಗೂ ಕಾರ್ಯಕ್ರಮಗಳು, ಕೈಗಾರಿಕಾ ಮೇಳಗಳು ಮತ್ತು ಪ್ರದರ್ಶನಗಳಲ್ಲಿ ಸಂಸ್ಥೆಯ ಪರವಾಗಿ ಭಾಗವಹಿಸುವ ಮೂಲಕ, ವ್ಯವಹಾರ ಅಭಿವೃದ್ಧಿ ಮತ್ತು ಸಾಲಗಳ ಸಂಶೋಧನೆ ವಿಭಾಗವು ಸಕ್ರಿಯವಾಗಿ ಪಾಲ್ಗೊಂಡಿರುತ್ತದೆ. ರಾಜ್ಯದ ಉದ್ದಿಮೆದಾರರಿಗೆ ಲಭ್ಯವಿರುವ ಕರ್ನಾಟಕ ಸರ್ಕಾರದ ವಿವಿಧ ಬಡ್ಡಿ ಸಹಾಯಧನ ಯೋಜನೆಗಳನ್ನು ಪ್ರಮುಖ ದಿನಪತ್ರಿಕೆಗಳಲ್ಲಿ ಪ್ರಚುರ ಪಡಿಸಲಾಗುತ್ತಿದೆ.

ಬೆಂಗಳೂರು ಟೆಕ್ ಶೃಂಗಸಭೆ, ರೈತ ಉತ್ಪಾದಕ ಸಂಸ್ಥೆ ಆಯೋಜಿತ ಸಮಾವೇಶ, ಅಂತರಾಷ್ಟ್ರೀಯ ಮಹಿಳಾ ಉದ್ಯಮಿದಾರರ ದಿನ ಹಾಗೂ ಅಂತರಾಷ್ಟ್ರೀಯ ಮಹಿಳಾ ದಿನ, ರಾಷ್ಟ್ರೀಯ ಜೈವಿಕ ಶಕ್ತಿಯ ಕಾರ್ಯಾಗಾರ, ಸೇವೆಗಳ ಅಂತರಾಷ್ಟ್ರೀಯ ಪ್ರದರ್ಶನ ಹಾಗೂ ಇನ್ನಿತರ ಪ್ರಚಾರ ಚಟುವಟಿಕೆಗಳಲ್ಲಿ ಸಂಸ್ಥೆಯನ್ನು ಪ್ರತಿನಿಧಿಸುವ ಮೂಲಕ ಭಾಗವಹಿಸಲಾಗಿತ್ತು. ರಾಜ್ಯದ ಕೈಗಾರಿಕಾ ಸಂಘ ಸಂಸ್ಥೆಗಳಾದ ಕಾಸಿಯಾ, ಎಫ್‌ಕೆ‌ಸಿಸಿಐ, ಅವೇಕ್, ಕೋವೆ ಹಾಗೂ ಇನ್ನಿತರ ಸಂಸ್ಥೆಗಳಿಂದ ಆಯೋಜಿಸಲ್ಪಟ್ಟ ಕಾರ್ಯಕ್ರಮಗಳಲ್ಲಿ ಭಾಗವಹಿಸುವ ಮೂಲಕ ಸಂಸ್ಥೆಯ ಯೋಜನೆಗಳಿಗೆ ಪ್ರಚಾರ



Snacks manufacturing unit at
Uttar Kannada district

ನೀಡಲಾಯಿತು. ಕೆಎಸ್‌ಎಫ್‌ಸಿ ವಾರ್ತೆ ದ್ವೈ-ಮಾಸಿಕ ಪತ್ರಿಕೆಯನ್ನು ಮುದ್ರಿಸಿ ಪ್ರಕಟಿಸಲಾಗುತ್ತಿದೆ. ನಿರ್ದಿಷ್ಟ ವಲಯ ಹಾಗೂ ಉತ್ಪನ್ನಗಳ ಹೂಡಿಕೆ ಸಾಧ್ಯತೆ ಅವಕಾಶಗಳ ಬಗ್ಗೆ ಮಾರುಕಟ್ಟೆ ಅಧ್ಯಯನ ಮಾಡಿ ಉತ್ತಮ ಗುಣಮಟ್ಟದ ಪೋರ್ಟ್‌ಫೋಲಿಯೋವನ್ನು ಸೃಷ್ಟಿಸಲು ವಿಭಾಗವು ಅನುವು ಮಾಡಿಕೊಡುತ್ತಿದೆ. ರಾಜ್ಯದ ಕೈಗಾರಿಕಾ ಸಂಘ ಸಂಸ್ಥೆಗಳ ಕಾರ್ಯಕ್ರಮಗಳಿಗೆ ಸಂಸ್ಥೆಯು ಪ್ರಸ್ತುತ ವರ್ಷ ರೂ.1.88 ಲಕ್ಷ ಗಳನ್ನು ಕೈಗಾರಿಕೆಗಳ ಅಭಿವೃದ್ಧಿಗೆ ನೀಡಿದೆ.

ಹಣಕಾಸು ಸೇವೆಗಳ ಚಟುವಟಿಕೆಗಳು:

ಸಾಮಾನ್ಯ ವಿಮಾ ಉತ್ಪನ್ನಗಳ ಮಾರಾಟಕ್ಕಾಗಿ ಯುನೈಟೆಡ್ ಇಂಡಿಯಾ ಇನ್ಶೂರೆನ್ಸ್ ಕಂಪೆನಿ ಹಾಗೂ ಇಫ್ಫೋ ಟೋಕಿಯೋ ಜನರಲ್ ಇನ್ಶೂರೆನ್ಸ್ ಕಂಪೆನಿಗಳೊಡನೆ ಸಂಸ್ಥೆಯು ಒಡಂಬಡಿಕೆ ಮಾಡಿಕೊಂಡಿದ್ದು, ಕಾರ್ಪೊರೇಟ್ ಎಜೆಂಟ್ ಆಗಿ ಕಾರ್ಯನಿರ್ವಹಿಸುತ್ತಿದೆ.

ಪ್ರಸ್ತುತ 2019-20ರ ಆರ್ಥಿಕ ವರ್ಷದಲ್ಲಿ ಸಂಸ್ಥೆಯು 375.99 ಲಕ್ಷ ರೂ.ಗಳಷ್ಟು ವಿಮಾ ಕಂತುಗಳ ಮೂಲಕ ವ್ಯವಹಾರ ನೀಡಿ, ಒಟ್ಟಾರೆಯಾಗಿ 51.22 ಲಕ್ಷ ರೂ.ಗಳ ಕಮಿಷನ್ ಗಳಿಸಿದೆ (ಎರಡು ಕಂಪನಿಗಳಿಂದ).

ಶಾಖಾ ನೆಟ್‌ವರ್ಕ್:

ಸಂಸ್ಥೆಯು ರಾಜ್ಯಾದ್ಯಂತ ಅತಿಸಣ್ಣ, ಸಣ್ಣ ಮತ್ತು ಮಧ್ಯಮ ಪ್ರಮಾಣದ ಉದ್ಯಮಗಳ ಸ್ಥಾಪನೆಗೆ, ಉದ್ಯಮಗಳ ನವೀಕರಣಕ್ಕಾಗಿ, ವೈವಿಧ್ಯೀಕರಣಕ್ಕಾಗಿ ಉದ್ಯಮಿಗಳಿಗೆ ಅವರ ಹಣಕಾಸು ಅಗತ್ಯತೆಗಳನ್ನು ಪೂರೈಸುವ ಸಲುವಾಗಿ ಎಲ್ಲಾ ಜಿಲ್ಲೆಗಳಲ್ಲೂ ತಲಾ ಒಂದರಂತೆ 32 ಕಛೇರಿಗಳನ್ನು ಹೊಂದಿದೆ.

ಲೆಕ್ಕ ಪರಿಶೋಧಕರು:

2019-20ನೇ ಸಾಲಿಗೆ ಮೆ|| ಪಟೇಲ್ ಮೋಹನ್ ರಮೇಶ್ ಅಂಡ್ ಕೋ., ಚಾರ್ಟೆಡ್ ಅಕೌಂಟೆಂಟ್ಸ್ ಅವರನ್ನು ಶಾಸನಬದ್ಧ ಲೆಕ್ಕಪರಿಶೋಧಕರನ್ನಾಗಿ ನೇಮಕ ಮಾಡಲಾಗಿದೆ.

ಕಂಪ್ಯೂಲರ್ ಮತ್ತು ಆಡಿಟರ್ ಜನರಲ್ ಆಫ್ ಇಂಡಿಯಾ ಇವರಿಂದ ಲೆಕ್ಕಪರಿಶೋಧನೆ:

ಕಂಪ್ಯೂಲರ್ ಮತ್ತು ಆಡಿಟರ್ ಜನರಲ್ ಆಫ್ ಇಂಡಿಯಾ ಇವರು ಜುಲೈ 2019ರಲ್ಲಿ ಹಣಕಾಸು ಲೆಕ್ಕ ಪರಿಶೋಧನೆಯನ್ನು ನಡೆಸಿರುತ್ತಾರೆ.



Stone Cutting Unit at Bagalot

BUSINESS DEVELOPMENT & CREDIT RESEARCH:

To promote business to the Corporation, several promotional activities were taken up. Advertisements in leading dailies were given to popularise the Interest Subsidy Schemes. The department participated in several industry related programmes like Bengaluru Tech Summit, FPO Buyer-Seller Meet 2019, Global Exhibition on Services, National Conference on Bio-Energy, International Women Entrepreneurs' Day, International Women's' Day and other awareness programs. The department represented the Corporation at events organised by state level industrial bodies ie, KASSIA, FKCCI, AWAKE etc., apart from industrial associations at district levels. A bi-monthly 'KSFC NEWS' is published and circulated. Market study on specific products / segments regarding scope / viability also prepared to enable quality credit portfolio. An amount of ₹ 1.88 Lakhs was contributed to industrial bodies for the cause of industrial promotion.

FINANCIAL SERVICE ACTIVITIES:

KSFC is acting as a Corporate Agent for marketing of general insurance products. In this connection,

the Corporation has an MoU each with United India Insurance Company Ltd., and IFFCO TOKYO General Insurance Company Ltd., During the financial year 2019-20 the Corporation has earned a commission of ₹ 51.22 lakh (from both the Companies) by giving a business of ₹ 375.99 lakh in the form of insurance premiums.

BRANCH NETWORK:

The Corporation has 32 Branch Offices with one branch each in all the District Head quarters to meet the financial requirements of the entrepreneurs for establishing / modernisation / diversification of MSMEs covering entire State.

AUDITORS:

M/s.Patel Mohan Ramesh & Co., Chartered Accountants was appointed as statutory auditors for the financial year 2019-20.

AUDIT BY COMPTROLLER AND AUDITOR GENERAL OF INDIA:

The financial audit was completed by the Comptroller & Auditor General of India during July 2019.



Stone crusher unit at Haveri
Run by a woman entrepreneur



Stone Crushing Unit at Tumkur

ಕೃತಜ್ಞತೆಗಳು:

ಕರ್ನಾಟಕ ಸರ್ಕಾರವು ಸಂಸ್ಥೆಗೆ ಈಕ್ವಿಟಿ ನೆರವಿನ ಬೆಂಬಲ, ಬಡ್ಡಿ ಸಹಾಯಧನ ಬೆಂಬಲ ಹಾಗೂ ಸಣ್ಣ ಪ್ರಮಾಣದ ಸಾಲದ ಖಾತೆಗಳನ್ನು ಮುಕ್ತಾಯಗೊಳಿಸಲು ಬೆಂಬಲ ನೀಡಿದ್ದಕ್ಕಾಗಿ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ವಿಶೇಷ ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ಸಂಸ್ಥೆಯ ಕಾರ್ಯಾಚರಣೆಯ ಪ್ರತಿಯೊಂದು ಹಂತದಲ್ಲೂ ಸಹಾಯ ಮತ್ತು ಮಾರ್ಗದರ್ಶನ ನೀಡಿದ್ದಕ್ಕಾಗಿ ಭಾರತೀಯ ಸಣ್ಣ ಕೈಗಾರಿಕಾ ಅಭಿವೃದ್ಧಿ ಬ್ಯಾಂಕ್, ಭಾರತೀಯ ರಿಸರ್ವ್ ಬ್ಯಾಂಕ್, ಭಾರತೀಯ ಸರ್ಕಾರ, ಕರ್ನಾಟಕ ಸರ್ಕಾರದ ಆರ್ಥಿಕ ಇಲಾಖೆ, ವಾಣಿಜ್ಯ ಮತ್ತು ಕೈಗಾರಿಕೆ ಇಲಾಖೆ, ಈ-ಗವರ್ನೆನ್ಸ್ ಇಲಾಖೆ, ಸಮಾಜ ಕಲ್ಯಾಣ ಇಲಾಖೆ, ಮಹಿಳಾ ಮತ್ತು ಮಕ್ಕಳ ಅಭಿವೃದ್ಧಿ ಇಲಾಖೆ, ವಾರ್ತಾ ಮತ್ತು ಸಾರ್ವಜನಿಕ ಸಂಪರ್ಕ ಇಲಾಖೆ, ಮಾಹಿತಿ ತಂತ್ರಜ್ಞಾನ, ಜೈವಿಕ ತಂತ್ರಜ್ಞಾನ ಮತ್ತು ವಿಜ್ಞಾನ ಮತ್ತು ತಂತ್ರಜ್ಞಾನ ಇಲಾಖೆ ಇವರುಗಳ ನಿರಂತರ ಬೆಂಬಲ ಹಾಗೂ ಮಾರ್ಗದರ್ಶನಕ್ಕಾಗಿ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ಭಾರತೀಯ ಜೀವವಿಮಾ ನಿಗಮ, SHCIL, UIIC, HDFC, SBI Life Insurance Co.Ltd., Iffco-Tokio ಮತ್ತು ಕೈಗಾರಿಕಾ ಸಂಘ ಸಂಸ್ಥೆಗಳಾದ ಕಾಸಿಯಾ, ಅವೇಕ್, e-Merg, COWE, CII, FKCCI ಮುಂತಾದವುಗಳಿಗೂ ನಾನು ಕೃತಜ್ಞತೆಗಳನ್ನು ಸಲ್ಲಿಸುತ್ತೇನೆ. ವಾಣಿಜ್ಯ ಬ್ಯಾಂಕುಗಳು, Apex Bank, KSSIDC, KIADB ಮತ್ತು KPTCL, VTPC, NSIC, MSME-DI, ಕರ್ನಾಟಕ ಉದ್ಯೋಗ ಮಿತ್ರ ಅವರ ಸಹಕಾರಕ್ಕಾಗಿ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ನಿರ್ದೇಶಕರುಗಳಾಗಿದ್ದು ತಮ್ಮ ಸ್ಥಾನಗಳಿಂದ ನಿರ್ಗಮಿಸುತ್ತಿರುವ ಶ್ರೀ ಅನಿಲ್ ಕುಮಾರ್ ಝಾ, ಭಾ.ಆ.ಸೇ., ಶ್ರೀ ಕೆ.ಎಸ್.ಶ್ರೀಕಾಂತ್ ಮತ್ತು ಶ್ರೀಮತಿ.ಆರ್.ಅನುರಾಧ ಅವರುಗಳು ತಮ್ಮ ಸೇವಾವಧಿಯಲ್ಲಿ ಸಲ್ಲಿಸಿದ ಸೇವೆಗಾಗಿ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ಸಂಸ್ಥೆಯಿಂದ ನೆರವು ಪಡೆದಿರುವ ಎಲ್ಲಾ ಉದ್ವಿಮೆದಾರರು, ಸಂಸ್ಥೆಯ ಷೇರುದಾರರು ನೀಡಿದ ನಿರಂತರ ಸಹಾಯ ಹಾಗೂ ಸಂಸ್ಥೆಯ ಬಾಂಡ್‌ಗಳಲ್ಲಿ ಹಣ ತೊಡಗಿಸಿರುವ ಹೂಡಿಕೆದಾರರಿಗೂ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ. ಭಾರತೀಯ ಸ್ಟೇಟ್ ಬ್ಯಾಂಕ್ ಹಾಗೂ ಆಂಧ್ರಾಬ್ಯಾಂಕ್ ಇವರುಗಳು ಸಂಸ್ಥೆಗೆ ಸಕಾಲಕ್ಕೆ ಅವಧಿಸಾಲದ ನೆರವು ನೀಡಿರುವುದಕ್ಕೆ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ವಿಶೇಷ ಕೃತಜ್ಞತೆಯನ್ನು ಸಲ್ಲಿಸುತ್ತದೆ.

ಕೊನೆಯದಾಗಿ, ಸಂಸ್ಥೆಯ ಎಲ್ಲಾ ಅಧಿಕಾರಿಗಳು ಹಾಗೂ ಸಿಬ್ಬಂದಿ ವರ್ಗದವರ ಪರಿಶ್ರಮಕ್ಕಾಗಿ ನಿರ್ದೇಶಕ ಮಂಡಳಿಯು ಹೃತ್ಪೂರ್ವಕ ಮೆಚ್ಚುಗೆಯನ್ನು ವ್ಯಕ್ತಪಡಿಸುತ್ತದೆ.

ಮಂಡಳಿಯ ಆದೇಶಾನುಸಾರ

ಸಹಿ/-

ವ್ಯವಸ್ಥಾಪಕ ನಿರ್ದೇಶಕರು



ACKNOWLEDGEMENTS:

The Board of KSFC wishes to place on record its special thanks and gratitude to the Government of Karnataka for all the support extended for the settlement of small loans, interest subsidy and equity support.

The Board places on record its thanks to SIDBI, RBI, Government of India, the Departments of Government of Karnataka, i.e., Department of Finance, Industries & Commerce, E-governance, Social Welfare, Horticulture, Information & Public Relations, Information Technology, Biotechnology and Science & Technology, Women and Child Welfare for their continued support.

The Board also thanks LIC of India, HDFC, SBI Life Insurance Company Limited, SHCIL, UIIC, Iffco-Tokio and industrial bodies viz., KASSIA, FKCCI, AWAKE, e-merg, COWE, CII & other industrial associations. The Board expresses its thanks to the Commercial Banks, Apex Bank, KSSIDC, KIADB, KPTCL, VTPC, NSIC, MSME-DI and Karnataka Udyoga Mitra for their co-operation.

The Board places on record, the guidance, support and contributions made by outgoing Directors



Super Speciality Hospital at Shivamogga

Sri Anil Kumar Jha, IAS , Sri K.S. Srikanth, Sri Atul Kumar and Smt. R. Anuradha during their tenure as directors.

The Board takes this opportunity to thank the entrepreneurs for reposing faith in the Corporation, profuse gratitude to the shareholders for their unstinted support and the investors in the bond issues of the Corporation. The board also thanks State Bank of India and Andhra Bank for their timely sanction of term loan.

Finally, the Board acknowledges the dedicated services and efforts of the officers and officials of the Corporation.

By order of the Board
Sd/-

MANAGING DIRECTOR



INDEPENDENT AUDITORS' REPORT

To,

To the Members of Karnataka State Financial Corporation, Bengaluru.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of Karnataka State Financial Corporation, Bengaluru. ("The Corporation"), which comprise of the Balance Sheet as at March 31, 2020, Profit and Loss Account and Cash Flow Statement for the year ended, and including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by and in accordance with the Schedule I, II of General Regulations and SIDBI directives and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Corporation as at 31st March 2020, and profit and its cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing ('SAs'). Our responsibilities under those SAs are further described in our report of the Auditor's Responsibilities for the Audit of the financial statements Section of our report. We are independent of the Corporation in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit

of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

We draw the attention to notes of Schedule (O) as under

1. Note No 7 – regarding share capital & share application money

A sum of ₹ 10,000.00 lacs was given by Government of Karnataka towards equity share capital during the year and was kept in share application money account and the total amount stood at ₹ 31,845.00 lacs as at the end of the year.

2. a) Note No. 06(b) & (c) regarding the contingent liability on Bank Guarantee issued on behalf of M/s B.L. Industries (India) Limited for ₹550 lacs. The matter before the DRAT, Kolkata has been disposed on 03/07/2017 in favour of the Corporation (KSFC). The Corporation has provided a contingent reserve of ₹655.20 lacs during the year and the total reserve is ₹2013.15 lacs as on 31/03/2020 which is 100% of the total contingent liability.

b) Note No.6(c) - The total contingent liability against the Corporation stood at ₹2013.15 lacs as on 31/03/2020, including 6(b) above which is not acknowledged as debt by the Corporation, excluding letter of credit of ₹182.28 lacs.



3. Note No.11– Contingency deposits of ₹126.16 lacs. A sum of ₹84.45 lacs was paid against the demand from the commercial tax department and appeals were filed for related assessment years. The appeals made for the AY 95-96 and AY 96-97 has been decided in favour of Corporation and the refund is due.

4. Note No 17 – A sum of ₹672.78 lacs (including accrued Interest) which was received from sale of secured asset in respect of an assisted unit was contested and Hon'ble High court of Karnataka has ordered restraining the corporation from taking the possession of the property and directed to deposit the money in fixed deposit.

Till date a sum of ₹351.45 lakh is deposited in the Bank in respect of various accounts received under litigation. The total deposit being ₹1024.23 lakh are disclosed as other deposits under current asset (Schedule-I).

Our observations above 1 to 4 on account of issues set out in the notes concerned are either subjective or depending on future developments/resolutions and the financial impact in the current year's net profits and on the assets & liabilities of the Corporation is not ascertainable. Subject to above as per Para 1 to 4, in our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with significant accounting policies and other explanatory information give the information required by the Corporation's General Regulations in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- In case of the Balance Sheet, of the state of affairs of the corporation as at 31st March, 2020;
- In case of the Profit and Loss Account, of the profit for the year ended on that date; and
- In case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon. We do not provide a separate opinion on these matters

Key audit matter

Identification of Non-Performing Assets ('NPAs') and Provisions on Advances.

Charge	₹ 2,010.48 Lacs for year ended 31st March 2020
Provision	₹ 13,264.15 Lacs as at 31st March 2020

Significant estimates and judgment involved

Identification of NPAs and provisions in respect of NPAs and restructured advances are made based on management's assessment of the degree of impairment of the advances subject to and guided by the minimum provisioning levels prescribed under the RBI guidelines with regard to the Prudential Norms on Income Recognition, Asset Classification & Provisioning, prescribed from time to time



The provisions on NPA are also based on the valuation of the security available. In case of restructured accounts, provision is made for erosion/diminution in fair value of restructured loans, in accordance with the RBI guidelines. In addition, the contingency provision that the Corporation has established in the current year on assets currently not classified as NPAs is based on management's judgment. We identified identification of NPAs and provision on advances as a key audit matter because of the level of management judgment involved in determining the provision (including the provisions on assets which are not classified as NPAs) and the valuation of the security of the NPA loans and on account of the significance to these estimates to the financial statements of the Corporation.

Our key audit procedures included:

Substantive tests

Test of details for a selection of exposures over calculation of NPA provisions including valuation of collaterals for NPAs as at 31 March 2020; the borrower-wise NPA identification and provisioning determined by the Corporation and also testing related disclosures by assessing the completeness, accuracy and relevance of data and to ensure that the same is in compliance with the RBI guidelines with regard to the Prudential Norms on Income Recognition, Asset Classification & Provisioning. We also selected a number of loans to test potential cases of loans repaid by a customer during the period by fresh disbursement(s) to these higher risk loans. We selected a sample (based on quantitative and qualitative thresholds) of major clients where impairment indicators had been identified by management. We obtained

management's assessment of the recoverability of these exposures (including individual provisions calculations) and whether individual impairment provisions, or lack of it were appropriate.

Reviewing the statement of accounts, approval process, board minutes, credit review of customer, review of Special Mention Accounts reports and other related documents to assess recoverability and the classification of the facility; and For a risk based sample of loans not identified as displaying indicators of impairment by management, by reviewing the historical performance of the customer and assessing whether any impairment indicators were present.

INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITOR'S REPORT THEREON

The Corporation's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Corporation's Annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and in doing so to consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report the fact and we have nothing to report in this regard.



RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENT

Corporation's Management is responsible for the preparation of the financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Corporation in accordance with the Schedule I, II of General Regulations and SIDBI directives and give the information as required to be given in terms of the provisions of Corporation's General Regulations. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management and the Board of Directors are responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Corporation's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing as issued by the Institute of

Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Corporation's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the



aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- * Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- * Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- * Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- * Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are

required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a Corporation to cease to continue as a going concern.

- * Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation..

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report



unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report of Other Legal and Regulatory Requirements

In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement (as per SIDBI

directive) dealt with by this report are in agreement with the books of account and comply with the Accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable and conform to the statutory requirements prescribed under the State Financial Corporations Act, 1951, circulars and guidelines issued from time to time by the Small Industries Development Bank of India..

For **Patel Mohan Ramesh & Co.,**
Chartered Accountants
Firm's Reg. No: 02597S

sd/-

Harshad S Patel

Partner

Membership No: 226842
UDIN 20226842AAAAEV9080

Place : Bangalore
Date : 04-07-2020





Karnataka State Financial Corporation

Financial Statements 2019-20



KARNATAKA STATE FINANCIAL CORPORATION

BALANCE SHEET AS AT 31st MARCH 2020

(Amount : ₹ in Lakh)

Particulars	Schedule	As at 31-03-2020	As at 31-03-2019
CAPITAL AND LIABILITIES:			
Share Capital	A	47694.08	47694.08
Share Application Money	A	31845.00	21845.00
Reserve Fund and Other Reserves	B	31087.76	29708.39
Term Borrowings	C	156557.61	128906.41
Current Liabilities & Provisions	D	17664.16	15040.60
Total:		284848.61	243194.48
PROPERTY AND ASSETS			
Cash & Bank Balances	E	23006.77	7614.07
Investments	F	2946.28	2450.88
Loans & Advances	G	210598.96	182867.47
Fixed Assets	H	4410.49	4529.18
Current Assets	I	7751.54	7116.19
Profit and Loss Account Balance		36134.57	38616.69
Total:		284848.61	243194.48
Notes & Significant Accounting Policies forming part of Accounts	O		

For Karnataka State Financial Corporation

Sd/-
V T Hegde
Dy. Gen. Manager (C)

Sd/-
G V Chandrakumar
Executive Director-II

Sd/-
Dr. Ekroop Caur, IAS
Managing Director

Sd/-
I.S.N. Prasad, IAS
Chairman

Director
CA S. Ananthan

As per our Report of even date
For **Patel Mohan Ramesh & Co.,**
Chartered Accountants
Firm Registration No.0025975

Sd/-
(CA Harshad. S Patel)
Partner
Membership No.226842

Place : Bangalore
Date : 04-07-2020

Place : Bangalore
Date : 04-07-2020



KARNATAKA STATE FINANCIAL CORPORATION
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2020

(Amount : ₹ in Lakh)

Particulars	Schedule	Year Ended 31-03-2020	Year Ended 31-03-2019
INCOME			
Interest Income	J	30355.82	26219.88
Other Income	K	2762.74	3900.85
Provision for NPAs withdrawn		2762.86	7224.56
Total:		35881.42	37345.29
EXPENDITURE			
Interest and Other Financial Expenses	L	13662.95	13900.91
Personnel Expenses	M	7912.14	8358.56
Administrative Expenses	N	1167.81	981.07
Bad Debts Written Off		2762.86	7224.56
Provision for NPAs		2010.48	3520.01
Additional Provisional for Covid-19 Pandemic		2000.00	0.00
Payment/Prov for Gratuity/Leave		1691.17	2256.42
Depreciation/Amortization	H	181.56	148.41
Total:		31388.97	36389.94
Profit Before Tax		4492.45	955.35
Less: Transfer to Reserve u/s 36 (1)(viii) of IT Act		813.07	0.00
Less: Provision for Income Tax		542.06	0.00
Profit after Tax		3137.32	955.35
Less: Reserve for Contingencies		655.20	451.58
Add/Less: Loss Brought forward		-38616.69	-39120.46
Deficit carried to Balance Sheet		-36134.57	-38616.69
Notes & Significant Accounting Policies forming part of Accounts	O		

For Karnataka State Financial Corporation

Sd/-
V T Hegde
Dy. Gen. Manager (C)

Sd/-
G V Chandrakumar
Executive Director-II

Sd/-
Dr. Ekroop Caur, IAS
Managing Director

Sd/-
I.S.N. Prasad, IAS
Chairman

Director
CA S. Ananthan

As per our Report of even date
For **Patel Mohan Ramesh & Co.,**
Chartered Accountants
Firm Registration No.002597S

Sd/-
(CA Harshad. S Patel)
Partner
Membership No.226842

Place : Bangalore
Date : 04-07-2020

Place : Bangalore
Date : 04-07-2020



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	As at 31-03-2020		As at 31-03-2019	
Schedule -A				
SHARE CAPITAL				
Authorised Share Capital 10,00,00,000 shares of Rs. 100 each (P.Y.10,00,00,000 shares of Rs. 100 each)		100000.00		100000.00
Issued and Paid up Capital 45939083 shares of Rs.100 each fully paid up (P.Y.45939083 shares of Rs.100 each fully paid up)		45939.08		45939.08
1755000 shares of Rs. 100 each, issued under section 4 A of the SFCs Act 1951		1755.00		1755.00
Total:		47694.08		47694.08
SHARE APPLICATION MONEY				
Amount Received towards Shares Pending Allotment		31845.00		21845.00
Total:		31845.00		21845.00
Schedule -B				
RESERVE FUND AND OTHER RESERVES				
a) Special Reserve Fund u/s.35A of SFCs Act,1951		250.00		250.00
b) Special Reserve for the purposes of Sec.36(1)(vii) of the Income Tax Act'1961		988.07		175.00
c) Capital Reserve		24293.85		24293.85
d) Reserve for Contingencies		2013.15		1357.95
e) Revaluation/Amortisation Reserve on Fixed Assets				
Opening Balance	3631.59		3720.49	
Less: Transferred to P& L A/c	88.90	3542.69	88.90	3631.59
Total:		31087.76		29708.39

KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	As at 31-03-2020	As at 31-03-2019
Schedule-C		
TERM BORROWINGS		
1. Bonds Guaranteed by State Government	106700.00	128500.00
2. Fixed Deposits	405.46	406.41
3. Term Loan from SBI Guaranteed by State Government	24455.90	0.00
4. Term Loan from Andhra Bank Guaranteed by State Govt	24996.25	0.00
Total:	156557.61	128906.41



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	As at 31-03-2020		As at 31-03-2019	
Schedule -D				
CURRENT LIABILITIES & PROVISIONS				
A) CURRENT LIABILITIES :				
1. Sundry Deposits		3797.20		5109.92
2. Other Liabilities		227.67		245.88
3.a. Amount received pending adjustments	368.18		244.59	
b. Amount received towards Subsidy	188.16		264.72	
c. Loan Application Fee Deposit	58.05		100.95	
d. Amount received from GOK towards SC Equity scheme	566.78		44.82	
e. Amount received from GOK towards ST Equity scheme	492.82	1673.99	216.27	871.35
4. Margin Money towards:				
a. Towards Agencies – KSCSTDC/ KBCDC/KMDC/KWDC	4.80		4.80	
Less: Amount receivable from Parties	4.80	0.00	4.80	0.00
b. Towards Seed Capital from SIDBI / IDBI	1235.92		1251.60	
Less: Amount receivable from Parties	1225.52	10.40	1234.48	17.12
5. a) Interest Accrued & not due on loans		1959.65		2176.37
b) Int on SSC payable to SIDBI		11.97		15.68
c) Other Accrued expenses		52.15		261.13
B. OTHER LIABILITIES & PROVISIONS				
1. Provision for Gratuity		1380.20		1694.34
2. Provision for Leave Salary		3179.85		2828.11
3. Others: a) Contingent Provision against Standard Assets		2674.14		1669.14
b) Provision for Economic Loss on Restructuring		154.88		151.56
4. Provision for Income Tax		542.06		0.00
5. Additional Provision for Covid-19 Pandemic		2000.00		0.00
Total:		17664.16		15040.60



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	As at 31-03-2020		As at 31-03-2019	
Schedule - E				
CASH AND BANK BALANCES				
a) Cash on hand incl. Stamps on hand		21.47		40.70
b) Balances with Banks				
i) Reserve Bank of India		—		—
ii) SBI & Other Scheduled Banks	8069.22		4156.96	
Less: Canara Bank Drawal facility balance (Net)	0.00	8069.22	0.00	4156.96
c) Fixed Deposits with Balance		14916.08		3416.41
Total:		23006.77		7614.07
Schedule - F				
INVESTMENTS				
1. Investments in Shares				
i) Shares acquired pursuant to underwriting agreements				
Irredeemable Preference Shares fully paid	14.15		14.15	
less: Provisions	14.15	0.00	14.15	0.00
ii) Investment in Equity Shares	198.05		198.05	
less: Provisions	161.08	36.97	141.44	56.61
2. A. Investment in KITVEN FUND	314.91		224.43	
Less : provisions	21.29	293.62	0.00	224.43
B. Investment in KAMCO & KATCO				
i) 16500 Shares of Rs.100 each in KAMCO				
ii) 500 Shares of Rs.100 each in KATCO		17.00		17.00
C. Investment in KESOL EQUITY FUND	5.00		5.00	
less: Provisions	5.00	0.00	5.00	0.00
D. Investment in Insurance Cos for leave encashment		2598.69		2152.84
Total:		2946.28		2450.88



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	As at 31-03-2020		As at 31-03-2019	
Schedule - G				
LOANS AND ADVANCES				
TERM LOANS AND ADVANCES (Net)	220825.16		194887.27	
Less: NPA Provisions	10226.20	210598.96	12019.80	182867.47
Total:		210598.96		182867.47
Schedule – I				
CURRENT ASSETS				
Other Deposits		1024.23		956.08
Advances to Staff	1736.72		2072.35	
Less: Provisions	6.16	1730.56	6.16	2066.19
Deposits and Other Advances.	148.90		159.78	
Less: Provisions	1.25	147.65	9.28	150.50
Other Assets		62.43		62.45
Assets acquired in satisfaction of loans	9.06		9.06	
Less: Provision for loss on acquired assets	9.06	0.00	9.06	0.00
Advance Tax incl. TDS		850.82		257.05
Prepaid Expenses		21.67		12.75
Accrued Interest on Loans & Advances		3914.18		3611.17
Total:		7751.54		7116.19

SCHEDULE - H
a) Fixed Assets

KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakhs)

Sl. No.	Particulars	COST			DEPRECIATION			NET BALANCE			
		Gross Block as on 01-04-2019	Additions during the Period	Sale / Adjustments	Gross Block as on 31-03-2020	Up to 01-04-2019	Adjustment during the Period	For the Period	Up to 31-03-2020	As at 31-03-2020	As at 31-03-2019
1	Land	761.38	0.00	0.05	761.33	0.00	0.00	0.00	0.00	761.33	761.38
2	Land on Revaluation										
	- Freehold	1589.03	0.00	0.00	1589.03	0.00	0.00	0.00	0.00	1589.03	1589.03
	- Leasehold	2455.80	0.00	0.00	2455.80	500.28	0.00	45.48	545.76	1910.04	1955.52
3	Buildings *	1123.06	0.00	0.00	1123.06	1038.86	0.00	44.92	1083.78	39.28	84.20
4	Bldgs on Revaluation										
	- Freehold	317.56	0.00	0.00	317.56	291.95	0.00	12.70	304.65	12.91	25.61
	- Leasehold	853.30	0.00	0.00	853.30	791.87	0.00	30.72	822.59	30.71	61.43
5	Computers incl software	653.31	3.44	21.75	635.00	645.78	21.75	5.77	629.80	5.20	3.77
6	Motor Vehicles	183.28	31.93	36.40	178.81	159.71	36.40	29.96	153.27	25.54	23.57
7	Motor Cycle	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
8	Bicycles	0.24	0.00	0.04	0.20	0.24	0.04	0.00	0.20	0.00	0.00
9	Electrical Fittings	120.23	0.05	1.00	119.28	112.79	1.00	3.09	114.88	4.40	7.41
10	Office Equipments.	167.12	26.05	4.35	188.82	159.36	4.35	6.15	161.16	27.66	11.56
11	Internal Telephone	37.51	0.00	0.28	37.23	36.51	0.28	0.22	36.45	0.78	1.00
12	Furniture & Fixtures	384.17	1.46	4.90	380.73	379.46	4.90	2.55	377.11	3.62	4.70
	Total (A)	8645.99	62.93	68.76	8640.15	4116.81	68.71	181.56	4229.66	4410.49	4529.18

B. Assets given on Lease

1	Plant & Machinery	225.98	0.00	0.00	225.98	225.98	0.00	0.00	225.98	0.00	0.00
	Total (B)	225.98	0.00	0.00	225.98	225.98	0.00	0.00	225.98	0.00	0.00
	Grand Total (A+B)	8871.97	62.93	68.76	8866.13	4342.79	68.71	181.56	4455.64	4410.49	4529.18

* Includes Rs. 517.17 Lakhs on Leasehold Land

1. The land allotted by KIADB at Harohalli Industrial Area measuring 10 acres is on lease cum sale basis for the development of industrial park. The Corporation has taken possession of the land. The development is yet to be taken up. The titles are yet to be conveyed in favour of the Corporation.
2. As a policy, depreciation is charged at specified percentages on various categories of fixed assets. Due to non-reconciliation in the past years, the percentages are not strictly tallying (vide 4(iv) of significant Accounting Policies) to the percentages of left over depreciation to be charged for the remaining chargeable period of assets after netting off number of years of depreciation charge already made. For the year, chargeable depreciation has been calculated as residual balance after strictly keeping the depreciation at quantum level equal to the left-over percentages of depreciation chargeable prescribed to the remaining chargeable years. This has resulted in certain amount of excess/short depreciation (asset-wise) calculated in terms of percentages for the current year on building and bicycles.





KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	Year ended 31-03-2020		Year ended 31-03-2019	
Schedule – J				
INTEREST INCOME				
Interest on Loans & Advances (Net)		28322.03		25725.48
Interest - Prudential written off accounts		2033.79		494.40
Total:		30355.82		26219.88
Schedule - K				
OTHER INCOME				
One Time Disbursement Fee		406.25		407.99
Sale of Application Forms		0.81		1.44
Interest on Bank Deposits & Other investments		307.43		1405.77
Interest on staff advances		218.86		249.91
Premium on pre-mature closure of Accounts		110.75		158.62
Other income from Leasing & Merchant Banking		6.24		3.11
Dividend on Investments		6.44		5.01
Income from Financial Services		57.35		44.85
Income from E-Stamping Activity		0.68		4.47
Rent received		86.63		65.85
Profit from Sale of Fixed Assets		4.51		7.21
Bad Debts recovered		931.06		741.70
Loan Processing Fee		352.21		527.36
Interest Income from Inv in Insurance Cos (E Leave)		129.39		160.53
Miscellaneous Income		55.23		28.13
Revaluation/Amortization Reserve withdrawn		88.90		88.90
Total:		2762.74		3900.85



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	Year Ended 31-03-2020		Year Ended 31-03-2019	
Schedule – L				
INTEREST AND OTHER FINANCIAL EXPENSES				
Interest on Bonds		11042.83		12244.98
Interest on borrowings from Banks		979.44		0.00
Interest on Fixed Deposits		125.32		5.98
Guarantee Commission to State Government		1464.49		1497.39
Stamp Duty to GOK /Others		21.20		115.00
Arrangers' Fee, Rating & Surveillance Fee on Bonds		29.67		37.56
	Total:	13662.95		13900.91
Schedule – M				
PERSONNEL EXPENSES				
Salaries and Allowances				
(a) Managing Director	2.05		1.74	
(b) Staff & Officers	7024.00		7372.38	
(c) VRS Compensation	0.00	7026.05	56.99	7431.11
Medical Expenses				
(a) Managing Director	0.00		0.00	
(b) Staff & Officers	119.83	119.83	164.53	164.53
Contribution to Provident Fund		650.43		650.88
Staff Welfare Expenses		115.83		112.04
Total:		7912.14		8358.56



KARNATAKA STATE FINANCIAL CORPORATION

(Amount : ₹ in Lakh)

Schedule to the Accounts	Year Ended 31-03-2020		Year Ended 31-03-2019	
Schedule – N				
ADMINISTRATIVE EXPENSES				
Traveling Expenses:				
i) Managing Director	0.12		0.13	
ii) Staff & Officers	245.32	245.44	265.86	265.99
Sitting Fees to Directors		0.51		0.60
Rent, Taxes & Insurance		208.72		212.04
Postage, Telegrams & Telephones		35.75		35.16
Motor Car Expenses		72.05		74.29
Printing & Stationery		24.23		32.49
Publicity and Advertisement		5.81		16.70
Books, Periodicals & Newspapers		3.06		3.15
Repairs, Renewals and Maintenance		235.26		193.42
Bank charges & Commission		4.52		3.46
Audit fees		3.08		3.08
Legal charges		9.71		7.35
Profi and Consultancy charges		29.56		26.12
Board Meetings / Other Meeting/AGM expenses		6.10		10.22
Membership fees / Subscriptions for Institutions		0.60		1.22
Sponsorship Fees		1.74		0.00
Loss on Sale of Inv in Shares		0.00		8.75
Other Expenses		281.67		87.03
Total:		1167.81		981.07



KARNATAKA STATE FINANCIAL CORPORATION

SCHEDULE - O

I NOTES & SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS FOR THE FINANCIAL YEAR 2019-20 :

- 1a) a) Based on SIDBI's Master Circular No14/2011-2012 dated 02.09.2011, Circular No.05/2012-13 dated 16.01.2013, No. FI.04/2014-2015 dated 13.02.2015, No. FI.No.06/2015-16 dated 04-09-2015, Circular NO. FI.02/2016-17 dated 23.02.2017, Circular no FI no 01/2019-20 dated 24-04-2019 and No 03/2020-21 dated 24-04-2020 regarding Prudential Norms on Income Recognition, Asset Classification and Provisioning, Loans and Advances have been classified as Performing and Non-performing assets and provisioning has been made as under:

(Amount : ₹ in Lakh)

Sl. No.	Particulars	31-03-2020		31-03-2019	
		Loan O/s	Provision	Loan O/s	Provision
1	Standard	199676.80	2674.14	171590.78	1669.14
2	Sub Standard	6508.76	976.31	9688.01	2011.79
3	Doubtful I	7186.28	1796.57	4800.63	1200.16
4	Doubtful II	7453.32	7453.32	8807.85	8807.85
5	Doubtful III	--	—	—	—
	Sub Total	220825.16	12900.34	194887.27	13688.94
6	Provision for investments		201.52		160.59
7	Provision for others		162.29		166.99
	Total		13264.15		14016.52

Loans and advances classified as Doubtful –III have been Prudentially written off during the current year. In respect of assets classified as Doubtful-II category, against the stipulated norms at 40%, 100% provisioning is made. The additional provision on account of this is ₹ 4471.99 lakh (PY ₹ 5284.71 lakh). The overall provision coverage ratio works out to 49.09% (PY 52.25 %) of NPA for the year ended 31st March 2020.

- b) As per RBI notification no DOR. no BP.BC.63/21-04-048/2019-20 dated 17-04-2020 regarding COVID 19 regulatory package-Asset classification and provisioning, the Corporation extended moratorium of three months on payment of all term loan installments and details are as under:
- Respective amount in SMA/overdue categories, where the moratorium/ deferment was extended - ₹ 220825.16 lakh
 - Respective amount where asset classification benefits is extended- ₹ 2932.42lakh.
 - Provision made during the Q4FY 2019-20- ₹146.62 lakh.



- c) As per RBI notification no DBR.No.BP.BC.18/21.04.048/2018-19 dated 1-01-2019, it is permitted to restructure stressed existing loans to MSMEs classified as standard without downgrade in the assets classification. The Corporation has also restructured under these instructions as detailed below:

<i>No of accounts restructured</i>	<i>Amount in lakhs</i>
23	2337.51

- d) Prudential Write off of ₹ 2762.86 lakhs (PY ₹ 7224.56 lakh) representing loss assets has been effected in the books of accounts. Corresponding provision existing in the books in respect of these accounts of ₹ 2762.86 lakh (PY ₹ 7224.56 lakhs) made in the previous years has been written back and taken as income during current year. The waiver of interest not realized in respect of Prudential write off is ₹2254.15 lakh (PY ₹7444.49 lakh).
- e) Classification of investments and provision thereof for diminution in the value have been made based on RBI/SIDBI guidelines as detailed below –

(Amount : ₹ in Lakh)

Sl. No.	Particulars	Classification	Provision for diminution	
			Current Year	Previous Year
01	KITVEN Fund– 2	Held for maturity	Nil	Nil
02.	KITVEN Fund-3 (Bio tech)	Held for maturity	21.29	Nil
03.	Preference Shares	Held for maturity	14.15	14.15
04	Equity Shares	Available for sale	161.08	141.44

KITVEN Fund 2 outstanding of ₹ 121.43 lakh as on 31.03.2020, comprising of 4 units of ₹25.00 lakh each and fraction of ₹21.43 lakh. KITVEN Fund-3 (Biotech) outstanding of ₹193.48 lakh comprising of 38 units of ₹5.00 lakh each and fraction of ₹3.48 lakh.

- 2) Additional Provision of ₹2000.00 Lakh has been made to cover risks due to Covid-19 Pandemic besides provisions as indicated in note I(b) above.
- 3) The outstanding loans and advances are shown net of provision for NPAs and at gross for standard assets as per schedule G. However, provision made towards Standard Assets is shown under the head 'Current Liabilities & Provisions'.
- 4) The Corporation has a system of calling for periodic confirmation from its borrowers in respect of loans and advances which have not been disputed by the borrowers.
- 5) Bank balances include cheques on hand of ₹98.85 lakh (net) (PY, ₹971.03 lakh).
- 6) Contingent liabilities:
- a) Letters of credit issued ₹ 182.28 lakh (PY, ₹ 455.48 lakh)



- b) Claims by the customers and others not acknowledged by the Corporation - There is a claim by M/s Oriental Bank of Commerce (OBC) to the tune of ₹ 1558.92 lakh for the financial guarantee issued by the Corporation on behalf of M/s B L Industries Limited for ₹ 550.00 lakh. The Corporation paid the amount on behalf of the client after the bank guarantee was invoked by the OBC. Not satisfied with the payment OBC made a further claim of ₹1558.92 lakh including interest up to 05-05-2016 and the Corporation filed an appeal in DRAT, Kolkatta. On 03-07-2017 DRAT Kolkatta disposed off the case upholding the appeal of the Corporation and held that no interest is payable by the Corporation. The OBC has filed an appeal before High Court of Andhra Pradesh/Telangana against the Order of DRAT, Kolkatta, which is pending.
- c) The total contingent liability against the Corporation including 6(b) above is ₹2013.15- lakh as on 31.03.2020 (PY ₹1806.33 lakh) which is not acknowledged as debt by the Corporation.

As a matter of prudence the Corporation has created a reserve of ₹ 655.20 lakh during the year (PY ₹451.58 lakh). Thus totaling to ₹2013.15 lakh (PY ₹1357.95 lakh) which is 100% of the total contingent liability.

- d) The interest amount payable on matured fixed deposits is subject to renewal by the depositors and the amount is not quantifiable.
- e) Claims of dismissed employees/VRS employees pending before Courts – Amount not quantifiable.
- f) Disputed service tax liabilities ₹ 1622.22 lakh (PY ₹ 1622.22 lakh).

7) Share Application Money :

The break-up of total share application money of ₹ 31845.00 lakhs is as below..

(Amount : ₹ in Lakh)

Amount received vide GO No FD 68 BFC 2015 dated 13-01-2017	7500.00
Amount received vide Go No FD12 BFC 2017 dated 7-12-2017 & amended GO dated 15-12-2017	7500.00
Amount received vide GO No FD 08 BFC 2018 dated 16-01-2019	6845.00
Amount received vide GO no FD 15 BFC 2019 dated 20.08.2019	5000.00
Amount received vide GO no FD 15 BFC 2019 dated 18.12.2019	5000.00
Total	31845.00

- 8) The Fixed Deposits include matured deposits pending renewal/repayment.
- 9) The deferred tax calculation results in a deferred tax asset, as a matter of prudence the corporation has decided not to recognize the same in the books as per Accounting Standard 22 issued by Institute of Chartered Accountants of India.
- 10) The total gross investment in hire purchase and lease and the present value of minimum payments receivable at the balance sheet date is nil. Therefore, no disclosure is made as required under Accounting Standard 19 issued by Institute of Chartered Accountants of India (ICAI).



- 11) Contingency deposit of ₹126.16 lakh representing amount collected from lessees towards anticipated claims from Commercial Tax Department towards sales tax on lease rentals is carried as liability. An ad-hoc payment of ₹84.45 lakh was made and appeal was filed. This amount has been shown as advance in the earlier year. The appeal was decided in favour of the Corporation and refund of ₹72.87 lakh was received by the Corporation for the AY 1995-96 and 1996-97 and an amount of ₹1.46 lakh has been deducted and adjusted to arrears. Claim has been lodged for the refund of balance amount of ₹11.58 lakh. Demand for ₹37.80 lakh was made during FY 2013-14 in respect of assessment year 2005-06 and 2006-07 and this amount was paid. The appeal preferred by the Corporation has been disposed in favour of the Corporation. The refund is due.
- 12) Impairment of assets:
- During the year there is no impairment of assets presently used by the corporation having any impact on the net profit of the Corporation for the year as contemplated by the Accounting Standard 28 (AS - 28)
- 13) Sundry Deposit of ₹3797.20 lakh (PY ₹5109.92 lakh) shown under current liabilities includes an amount of ₹75.32 lakh (PY ₹89.79 lakh) of State Subsidy carried forward.



14) Gratuity and Leave encashment liability :

- a) The gratuity liability as at the end of the year, as per actuarial valuation, is determined based on the maximum limit of ₹20.00 lakh per employee in accordance with the Government letter FD 40 BFC 2018 dated 23.04.2019. The total liability is 7826.15 lakh and the Corporation invested in funds a sum of ₹6445.94 lakh as given below: The incremental liability of ₹1380.21 lakh for FY 2019-20 as per actuarial valuation has been fully provided for.

Disclosure as per AS 15 – Revised- Defined Benefit Plans-Gratuity

(Amount : ₹ in Lakh)

Change in benefit obligations	
Obligations at period beginning	7085.90
Service Cost	247.89
Interest on Defined benefit obligation	477.20
Benefits settled	-952.82
Actuarial (gain)/loss	967.98
Obligations at period end	7826.15
Change in plan assets	
Plan assets at period beginning, at fair value	5391.56
Expected return on plan assets	416.04
Actuarial gain/(loss)	-103.18
Contributions	1694.35
Benefits settled	-952.82
Plan assets at period end, at fair value	6445.95
Funded Status	
Closing PBO	7826.15
Closing Fair value of plan assets	6445.95
Closing Funded status	1380.20
Net asset/(Liability) recognized in balance sheet	(1380.20)

Recognized in Profit and Loss Account for FY 2019-20 amounting to ₹1380.20 lakh



b) Disclosure as per AS 15 - R - Defined Benefit Plans- Employees Leave Salary

(Amount : ₹ in Lakh)

Change in benefit obligations	
Obligations at period beginning	2828.11
Service Cost	140.37
Interest on Defined benefit obligation	177.76
Benefits settled	-732.12
Actuarial (gain)/loss	765.73
Obligations at period end	3179.85
Change in plan assets	
Plans assets at period beginning, at fair value	2152.84
Expected return on plan assets	166.86
Actuarial gain/(loss)	-37.47
Contributions	580.45
Benefits settled	-263.99
Plans assets at period end, at fair value	2598.69
Funded Status	
Closing PBO	3179.85
Closing Fair value of plan assets	2598.69
Closing Funded status	581.16
Net asset/(Liability) recognized in balance sheet	(581.16)

Recognized in Profit & Loss Account for FY 2019-2020 amounting to ₹ 581.16 lakh.

15) Segment Reporting :

The Corporation's predominant risks and returns are from the segment of finance and finance related activities, which constitute the major revenue of the Corporation for reporting period. Since this being a single business segment, the segment information as per Accounting Standard 17 "Segment Reporting" is not disclosed.



16) Reporting under AS 29

(Amount : ₹ in Lakh)

Sl. No.	Nature of the provision	Opening Balance	Provision made during 2019 - 20	Provision adjusted during the year	Closing provision
1	Provision for gratuity	1694.34	1380.20	1694.34	1380.20
2	Provision for leave salary	2828.11	351.74	---	3179.85
3	Provision for NPA	14016.52	2010.48	2762.86	13264.15
	Total	18538.97	3742.42	4457.20	17824.20

- 17) An amount of ₹ 672.78 lakh (including accrued interest) which was received from sale of secured assets in respect of an assisted unit was contested and Hon'ble High Court of Karnataka has ordered restraining the Corporation from taking the possession of the property and directed to deposit the money in Fixed Deposit.

Further the Corporation has taken a policy decision to keep the amount in Fixed Deposit wherever such amounts received are under litigation. Accordingly, an amount of ₹ 351.45 lakh is deposited in the Bank. The above deposits aggregating to ₹ 1024.23 lakh are disclosed as other deposits under Current Assets [Schedule – I].

- 18) In the absence of fund value as on 31.03.2020 from LIC and HDFC in respect of Gratuity and leave encashment, yearly returns have been calculated on estimation basis at rate of 6.50%
- 19) Previous year's figures are regrouped and rearranged wherever necessary to conform to current year's requirements.



SCHEDULE - O

II SIGNIFICANT ACCOUNTING POLICIES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR 2019-20

1. Basis of Preparation of Financial Statements:

These financial statements have been prepared and presented under the historical cost convention and accrual basis of accounting, unless otherwise stated, and in accordance with the generally accepted accounting principles ("GAAP") in India and Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) and conform to the statutory requirements prescribed under the State Financial Corporations' (SFCs) Act, 1951 circulars and guidelines issued by the Small Industries Development Bank of India (SIDBI).

2. Use of Estimates:

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are known/materialised.

3. Revenue Recognition :

- i) Interest on Loans and Advances is accounted on accrual basis except interest on advances identified as Non Performing Assets (NPAs) as per the guidelines of SIDBI which is accounted on the basis of receipt of cash/cheques and realization thereof.
- ii) Investigation fees, up-front fees, etc are accounted on the basis of receipt.
- iii) Dividend income is accounted on declaration of dividend for the relevant year.
- iv) Interest on investments is accounted on accrual basis.
- v) Residual income is accounted on accrual basis.
- vi) GST collections are treated as liabilities and input credits and payments are adjusted against the liability.

4. Fixed Assets and Depreciation :

- i) Fixed Assets, including leased assets but excluding free and leasehold lands, buildings are accounted for on historical cost basis. However, the Corporation accounted free and leasehold lands and buildings acquired after the financial year 2007-08 at historic cost.
- ii) Free and leasehold land and buildings are stated at revalued amounts based on market value as on 31st March 2008 on the basis of technical evaluation and reduced by the amounts transferred to profit and loss account, each year.
- iii) Costs directly incurred on acquisition /taken over assets are capitalized.



iv) Depreciation is provided on straight line method at the following rates.

1.	Building	-	4%
2.	Furniture & Fixtures	-	10%
3.	Fans & Electrical fittings, Internal Telephones and Equipments	-	15 %
4.	Motor car, Bicycles, Computer and Motor Cycles	-	20 %

- v) Depreciation on additions made during the year is provided for the full year and in respect of sale / disposal no depreciation is provided in the year of sale / disposal.
- vi) Revalued amounts in respect of buildings, including building on lease-hold land, are depreciated over the remaining useful life of the asset. Revalued amount in respect of land at No 1/1, Thimmaiah Road, Bangalore – 52 is amortised over the balance lease period, commencing from 2008-09.
- vii) Depreciation on account of revaluation of assets is debited to profit and loss account with a corresponding withdrawal of amount from the Revaluation Reserve account from the year following the year of revaluation.
- viii) Depreciation on all the leased assets is provided on straight – line method over the primary period of lease.
- ix) Assets whose actual cost does not exceed 5,000 are fully depreciated in the year of purchase.
- x) Depreciation on additions or extensions that become an integral part of the existing assets is provided over the remaining useful life of the asset..

5. Lease Accounting :

The guidance note on “Accounting for lease” issued by the Institute of Chartered Accountants of India (ICAI) has been adopted in respect of assets given on lease and the lease equalisation / terminal adjustment is provided on the basis of schedule of lease rentals due over the period of lease for lease transactions. Accounting Standard 19 issued by ICAI has been adopted in respect of assets given on lease and Hire Purchase.

6. Investments :

Investments are classified as “Held for Maturity” and “Available for sale” category and provision for net diminution in the value of investment is made as per the guidelines issued by RBI/SIDBI.

7. Advances :

Loans and Advances, including Hire Purchase Advances are classified as Standard, Sub-standard, Doubtful and Loss assets based on the prudential norms prescribed by SIDBI. Necessary provisioning required thereon has also been arrived at as per the SIDBI guidelines. Provisions have been netted off against loans and advances / other dues.



8. Appropriation of Repayments :

- i. Loan receipts are appropriated as follows
 - a. Other debits / dues
 - b. Interest
 - c. Principal.
- ii. (A) Receipts in cases of appropriation of sale proceeds of financed assets taken over under Section 29 of the SFCs ACT 1951, are appropriated as follows:
 - a. Principal
 - b. Other debits / dues
 - c. Interest

(B) in respect of sale proceeds of other secured assets appropriation is done as per clause (I) above.
- iii. Appropriation in case of One time settlements (OTS) is based on the specific approvals.

9. Employee Benefits (AS 15) :

- (i) Contributions to the employees' provident fund are recognized as an expense at the un-discounted amount in the profit and loss account of the year in which the related service is rendered.
- (ii) Post employment and other long term employee benefits viz., Contribution to Gratuity, Leave encashment etc, are recognized as an expense in the profit and loss account for the year in which the employee has rendered services. The expense is recognized at the present value of the amount payable determined using actuarial valuation techniques. Actuarial gains and losses in respect of post employment and other long-term benefits are charged to the profit and loss account.
- (iii) The compensation paid towards VRS expensed in the year of incidence..

10. Impairment of Assets (AS 28) :

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit and loss account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

11. Borrowing costs (AS 16) :

Borrowing costs that are attributable to the acquisition or construction of qualifying asset are capitalized as part of the cost of such assets. A qualifying asset is one that takes necessarily substantial period of time to get ready for its intended use. All other indirect costs are charged to revenue.

12. The corporation follows the guidelines of Segment Reporting as required under AS 17 issued by ICAI.



13. Provisions for Current and Deferred Tax (AS 22) :

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from “timing differences” between taxable and accounting income is accounted for using the tax rates and laws that are enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognised and carried forward only to the extent that there is a virtual certainty that the asset will be realised in future.

14. Provision, Contingent Liabilities and Contingent Assets: (AS 29) :

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

For Karnataka State Financial Corporation

Sd/-
V T Hegde
Dy. Gen. Manager (C)

Sd/-
G V Chandrakumar
Executive Director-II

Sd/-
Dr. Ekroop Caur, IAS
Managing Director

Sd/-
I.S.N. Prasad, IAS
Chairman

Director
CA S. Ananthan

As per our Report of even date
For **Patel Mohan Ramesh & Co.,**
Chartered Accountants
Firm Registration No.002597S

Sd/-
(CA Harshad. S Patel)
Partner
Membership No.226842

Place : Bangalore
Date : 04-07-2020

Place : Bangalore
Date : 04-07-2020



ADDITIONAL DISCLOSURE AS PER SIDBI GUIDELINES

(A) CRAR :

(Amount : ₹ in Lakh)

Sl. No.	Particulars	31 - MAR - 2020	31 - MAR - 2019
a	CAPITAL		
	Core capital	68936.43	55641.24
	Supplementary capital	6281.50	4661.31
	Total capital	75217.93	60302.55
b	Risk Weighted Assets(Net) (Rs. in lakh)	239690.29	209922.29
c	CRAR (%)		
	Core CRAR	28.76	26.51
	Supplementary CRAR	31.38	28.73

(B) SHARE HOLDING PATTERN AS ON 31-03-2020 :

Sl. No.	Category	No of Equity Shares	No of Special shares	Total No of Shares	% of holding
1	Government of Karnataka	42702233	1127500	43829733	91.90
2	Small Industries Development Bank of India	3210385	627500	3837885	8.05
3	Insurance Companies, investment trusts & other financial institutions	16100	--	16100	0.03
4	Public Sector Banks	7900	--	7900	0.02
5	Other parties	2465	---	2465	-
	Total	45939083	1755000	47694083	100.00

(C) ASSET QUALITY AND CREDIT CONCENTRATION :

- a. Percentage of net NPAs to net loans and advances : 5.12% (6.09%)
- b. Amount and percentage of net NPAs under the prescribed asset classification categories.

	Net NPAs (₹ in Lakh)	Percentage
Sub-standard assets	5377.57 (7524.67)	2.56 (4.12)
Doubtful assets	5389.71 (3600.47)	2.56 (1.97)
Total :	10767.28 (11125.14)	5.12 (6.09)

Figures in bracket indicate previous year's figures



(D) PARTICULARS OF ACCOUNTS RESTRUCTURED :

Standard advances restructured	No. of Borrowers	65 (42)
	Amount outstanding (₹ in lakh)	10359.87 (4792.15)
	Sacrifice (diminution in the fair value) ₹ in lakh)	124.11 (109.55)
Sub Standard advances restructured	No. of Borrowers	2 (25)
	Amount outstanding (₹ in lakh)	771.59 (1916.99)
	Sacrifice (diminution in the fair value)	13.53 (3.02)
Doubtful advances restructured	No. of Borrowers	23 (11)
	Amount outstanding (₹ in lakh)	1463.47 (1966.33)
	Sacrifice (diminution in the fair value) (₹ in lakh)	17.24 (38.98)
TOTAL	No. of Borrowers	90 (78)
	Amount outstanding (₹ in lakh)	12594.93 (8675.47)
	Sacrifice (diminution in the fair value) (₹ in lakh)	154.88 (151.55)

Figures in bracket indicate previous year's figures

Restructuring under CDR Mechanism & SME Debt Restructuring- Nil, PY- Nil

(E) AMOUNT OF PROVISIONS/WRITE OFF MADE DURING THE YEAR TOWARDS STANDARD ASSEST, NPAs, INVESTMENTS (OTHER THAN THOSE IN THE NATURE OF AN ADVANCE)

INCOME TAX

(Amount : ₹ in Lakh)

Assets	Provisions / Write Off	
	2019 - 2020	2018 - 2019
Standard Assets	(1005.00)	(7.44)
NPAs	(964.56)	(3519.34)
Investments	(40.93)	6.77
Total :	(2010.49)	(3520.01)

Note : Figures in brackets indicate the additional provision made towards NPAs and figures other than in bracket indicate the withdrawal of excess provision made.



(F) MOVEMENT IN NET NPAs :

(Amount : ₹ in Lakh)

Particulars	31-03-2020	31-03-2019
Opening balance	11125.14	10938.33
Add: Additions	6013.22	9111.56
Less : Recovery during the year	6371.08	8924.75
Closing balance	10767.28	11125.14

(G) CREDIT EXPOSURE AS PERCENTAGE TO CAPITAL FUNDS AND AS PERCENTAGE TO TOTAL ASSETS IN RESPECT OF :

Sl. No.	Assets	% to Capital Funds	% to Total Assets
1	The largest single borrower	1.10	0.35
2	The 10 largest single borrower	9.87	3.15

(H) SECTOR WISE CREDIT EXPOSURE AS ON 31ST MARCH 2020 AS % TO LOAN ASSETS :

Sl. No.	Sector	% to Loan Assets
1	Manufacturing	66.10
2	Hospitality	16.93
3	CRE	6.42
4	Health	5.30
5	Other Services	5.25

(I) LIQUIDITY :

As on 31-03-2020

(Amount : ₹ in Lakh)

Items	Less than or equal to 1 year	More than 1 year & upto 3 years	More than 3 year & upto 5 years	More than 5 year & upto 7 years	More than 7 years	Total
Rupee assets	53848.95	86137.97	60062.33	19601.70	1174.21	220825.16
Rupee liabilities	27057.61	53766.00	66088.00	9646.00	0	156557.61
Surplus/(Deficit)	26791.34	32371.97	-6025.67	9955.70	1174.21	64267.55
Cum Surplus/(Deficit)	26791.34	59163.31	53137.64	63093.34	64267.55	64267.55
% Surplus/(Deficit)	99.02	60.20	-9.12	103.21	0	41.05



(J) OPERATING RESULTS :

		2019 - 2020	2018 - 2019
a)	Interest income as a % to average working funds	14.17	13.23
b)	Non- interest income as a % to average working funds	1.29	1.97
c)	Operating profit as a % to average working funds	2.10	0.48
d)	Return on average assets %	1.98	0.42
e)	Net profit per employee (` in Lakh)	4.18	1.18

(K) DETAILS OF GROSS ADVANCES, GROSS NPAs, NET ADVANCES AND NET NPAs :

(Amount : ₹ in Lakh)

Particulars		Amount
1	Standard Advances	199676.79
2	Gross NPAs*	21148.36
3	Gross Advances** (1+2)	220825.15
4	Gross NPAs as a percentage of Gross Advances (2/3)(in%)	9.58
5	Deductions	
	(i) Provisions held in the case of NPA Accounts as per asset classification (including additional Provisions for NPAs at higher than prescribed rates)	10226.20
	(ii) DICGC / ECGC claims received and held pending adjustment	—
	(iii) Part payment received and kept in Suspense Account or any other similar account	—
	(iv) Balance in Sundries Account (Interest Capitalization – Restructured Accounts), in respect of NPA Accounts	—
	(v) Floating Provisions	—
	(vi) Provisions in lieu of diminution in the fair value of restructured accounts classified as NPAs	30.77
	(vii) Provisions in lieu of diminution in the fair value of restructured accounts classified as standard assets	124.11
6	Net Advances (3-5)	210443.97
7	Net NPAs {2-5 (i + ii + iii + iv + v + vi)}	10767.28
8	Net NPAs as percentage of Net Advances (7/6) (in%)	5.12

* Principal dues of NPAs plus Funded Interest Term Loan (FITL) where the corresponding contra is parked in Sundries Account (Interest Capitalization – Restructured Accounts), in respect of NPA Accounts

** For the purpose of this Statement Gross Advances mean all outstanding loans and advances including advances for which refinance has been received but excluding rediscounted bills, and advances written off at Head Office level



KARNATAKA STATE FINANCIAL CORPORATION

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31st MARCH 2020

(Amount : ₹ in Lakh)

Particulars	Year Ended 31-03-2020		Year Ended 31-03-2019	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit		2482.12		503.77
ADD:				
DEPRECIATION	181.56		148.41	
BAD DEBTS WRITTEN OFF	2762.86		7224.56	
OTHER NON CASH EXPENSES				
1. NPA PROVISION	2010.48		3520.01	
2. PROVISION FOR GRATUITY & LEAVE ENCASHMENT	1691.17		2256.42	
3. LOSS ON SALE OF INVESTMENT	0.00		8.75	
4. CONTINGENT RESERVE	655.20		451.58	
5. PROVISION FOR TAX	542.06			
6. TRANSFER TO 36(1)(viii) OF INCOME TAX ACT	813.07			
7. PROVISION FOR COVID-19 PANDEMIC	2000.00			
		10656.40		13609.73
		13138.52		14113.50
LESS:				
PROFIT ON SALE OF FIXED ASSETS (Net off loss on Sale)	4.51		7.21	
PROVISION FOR NPAS WITHDRAWN	2762.86		7224.56	
REVALUATION RESERVE ON FIXED ASSETS W/D	88.90	2856.27	88.90	7320.67
CASH FROM OPERATIONS		10282.25		6792.83
ADJUSTMENT FOR:				
INCREASE/(DECREASE) IN ADVANCES	(28700.75)		(19594.72)	
INCREASE/(DECREASE) IN BORROWINGS	(21800.00)		(11000.00)	
INCREASE/(DECREASE) IN OTHER DEPOSITS	(0.95)		0.22	
INCREASE/(DECREASE) IN OTHER BORROWINGS	49452.15		0.00	
INCREASE/(DECREASE) IN OTHER ASSETS	(24.59)		19371.11	

Contd....



Contd....

Particulars	Year Ended 31-03-2020		Year Ended 31-03-2019	
INCREASE/(DECREASE) IN OTHER LIABILITIES	(2667.82)		559.00	
INCREASE /(DECREASE) IN OTHER ASSETS- TAX	(593.77)	(4335.73)	(79.39)	(10743.78)
NET CASH FROM OPERATING ACTIVITIES		5946.52		(3950.95)
B. CASH FLOW FROM INVESTMENT ACTIVITIES				
PURCHASE OF INVESTMENTS	(495.40)		(162.07)	
PURCHASE OF FIXED ASSETS	(62.93)		(25.89)	
SALE OF FIXED ASSETS	4.51		7.21	
SALE OF INVESTMENTS	0.00	(553.82)	33.73	(147.02)
NET CASH FROM INVESTMENT ACTIVITIES		(553.82)		(147.02)
C. OTHER CASH FLOW FROM FINANCIAL ACTIVITIES				
DECREASE IN SHARE APPLICATION MONEY	0.00		0.00	
INCREASE IN SHARE APPLICATION MONEY	10000.00		6845.00	
OTHER NET CASH FLOWS (BONDS)	0.00	10000.00	0.00	6845.00
NET CASH FLOW FROM FINANCIAL ACTIVITIES		10000.00		6845.00
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS		15392.70		2747.03
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR		7614.07		4867.04
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR		23006.77		7614.07

For Karnataka State Financial Corporation

Sd/-
V T Hegde
Dy. Gen. Manager (C)

Sd/-
G V Chandrakumar
Executive Director-II

Sd/-
Dr. Ekroop Caur, IAS
Managing Director

Sd/-
I.S.N. Prasad, IAS
Chairman

Director
CA S. Ananthan

As per our Report of even date
For **Patel Mohan Ramesh & Co.,**
Chartered Accountants
Firm Registration No.002597S

Sd/-
(CA Harshad. S Patel)
Partner
Membership No.226842

Place : Bangalore
Date : 04-07-2020

Place : Bangalore
Date : 04-07-2020



**Related party disclosures as specified in Para A of Schedule V of SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Particulars	Outstanding amount at the year end	The maximum amount outstanding during the year.
Loans and advances in the nature of loans to subsidiaries by name and amount.	Nil	Nil
Loans and advances in the nature of loans to associates by name and amount.	Nil	Nil
Loans and advances in the nature of loans to firms / companies in which directors are interested by name and amount.	Nil	Nil
Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan.	Nil	Nil



KARNATAKA STATE FINANCIAL CORPORATION

BONDS OUTSTANDING POSITION AS ON 31-03-2020

(Amount : ₹ in Lakh)

Sl. No.	Series No.	ISIN	Description of bond	Redemption	Outstanding as on 31-03-2019	Bonds Issued	Bonds Redeemed	Outstanding as on 31-03-2020
1	8	INE549F08459	KSFC 8.23% Bonds 2020	Bullet Payment on 27-01-2020	7700.00	0.00	7700.00	0.00
2	9	INE549F08467	KSFC 8.39% Bonds 2020	Bullet Payment on 24-06-2020	12300.00	0.00	0.00	12300.00
3	10	INE549F08475	KSFC 8.60% Bonds 2022	Bullet Payment on 25-01-2022	10000.00	0.00	0.00	10000.00
4	13	INE549F08491	KSFC 9.49% Bonds 2023	Bullet Payment on 02-01-2023	10000.00	0.00	0.00	10000.00
5	14	INE549F08509	KSFC 9.24% Bonds 2024	50%, each on 18-10-2023 18-10-2024	20000.00	0.00	0.00	20000.00
6	15	INE549F08517	KSFC 9.08% Bonds 2025	25%, each on 04-02-2022 04-02-2023 04-02-2024 04-02-2025	20000.00	0.00	0.00	20000.00
7	16	INE549F08525	KSFC 9.19% Bonds 2024	30%,30%,40% on 01-09-2022 01-09-2023 01-09-2024	25000.00	0.00	0.00	25000.00
8	17	INE549F08533	KSFC 8.58% Bonds 2020	60%,40% on 26-12-2019 26-12-2020	23500.00	0.00	14100.00	9400.00
			Total		128500.00	0.00	21800.00	106700.00



DEBENTURE TRUSTEE CONTACT DETAILS FOR KSFC PRIVATE PLACEMENT BOND ISSUES

1. Canara Bank

Debenture Trust Department
 Executor, Trustee & Taxation Section,
 No 112, J.C. Road, Bangalore-560 002
 Tel : (080) 2222 3170/2223 9186
 Fax : (080) 2223 3849
 Email : hoett@canbank.com

Bond description	KSFC 8.23% Bonds 2020	KSFC 8.39% Bonds 2020	KSFC 8.60% Bonds 2022	KSFC 9.49% Bonds 2023	KSFC 9.19% Bonds 2024	KSFC 8.58% Bonds 2020
ISIN	INE 549F08459	INE 549F08467	INE 549F08475	INE 549F08491	INE549F08525	INE549F08533

2. SBI\CAP Trustee Co. Ltd.

Company Secretary,
 SBICAP Trustee Company Limited
 Apeejay House, 6th Floor, 3, Dinshaw Wachha Road,
 Churchgate, Mumbai – 400 020
 Tel No.: 022-4302 5555/022-4302 5566
 Fax No.: 022-2204 0465
 Email : helpdesk@sbicaptrustee.com

Bond description	KSFC 9.24% Bonds 2024	KSFC 9.08% Bonds 2025
ISIN	INE 549F08509	INE 549F08517



KARNATAKA STATE FINANCIAL CORPORATION

HEAD OFFICE : KSFC Bhavan, 1/1, Thimmaiah Road, Bengaluru - 560052

Phone : 080-2226 3322 / Fax : 080-2225 0126 / 2225 0136 e-mail : info@ksfc.in, Website : www.ksfc.karnataka.gov.in



Branch Offices : At all District Headquarters

BENGALURU CIRCLE (CIRCLE – I)

1	Jayanagar Branch Office 8th Floor, Jayanagar shopping Complex, 4th Block, Jayanagar, BENGALURU – 560011. Phone No.080 – 26637565 & 26657565 Email : jnag@ksfc.co	5	Tumakuru Branch Office Special Plot No. 2, Indl. Estate, BH Road TUMAKURU – 572 103 Phone No. 0816 – 2280089 & 2280027 Email : tmk@ksfc.co
2	Central Branch Office II Floor, KSFC Bhavana No.1/1, Thimmaiah Road, BENGALURU - 560052. Phone No. 080-22265881/83 Email : mgrd@ksfc.co	6	Kolar Branch Office CRS Complex, Near KSRTC Bus Stand M.B. Road, KOLAR – 563 101 Phone No. : 08152-224757 & 222537 Email : klr@ksfc.co
3	Rajajinagar Branch Office No.197, 2nd Floor, West of Chord Road, II Stage Rajajinagar 1st Block, BENGALURU – 560 086 Phone No. 080-23494628, 23593270 & 23495821 Email : rnag@ksfc.co	7	Ramanagar Branch Office Khatha No.642/2304/2085/1447-A/1447-B Vidyanagar, Opp : Zilla Panchayath Office RAMANAGAR - 562 159 Phone No. 27274401/02 Email : rmr@ksfc.co
4.	Bengaluru Rural Branch Office No.197, 1st Floor, West of Chord Road, II Stage Rajajinagara 1st Block BENGALURU – 560 086 Phone No. : 080-23197995 & 23197996. Email : rur@ksfc.co	8	Chickballapur Branch Office 'Yashodha Complex' Adjacent to State Bank of India No.271/1, IIInd Floor, Shidlaghatta Bagilu, B.B. Road, CHICKBALLAPUR – 562 101 Phone No. 08156-270117 - Email : cbl@ksfc.co

MYSURU CIRCLE (CIRCLE – II)

1	Mysuru Branch Office No.13, 13/1, 8th Cross Kamakshi Hospital Road Saraswathipuram, MYSURU – 570 009 Phone No. 0821- 2344930 & 2344524 Email : mys@ksfc.co	5	Mangaluru Branch Office No. 330/50, 3rd Floor, Somayaji House PB #750, Bunt's Hostel Road MANGALURU – 575 003 Phone No. 0824-2443554 / 2443051 Email : mng@ksfc.co
2	Mandya Branch Office No.153/A, Near DC Office Opp. Mount Carmel Convent K R Road, Subhash Nagar, MANDYA – 571 401 Phone No. 08232-226744 & 226745 Email : mnd@ksfc.co	6	Udupi Branch Office 3rd Floor, Anantha Towers Court Road, UDUPI – 576 101 Phone No. 0820-2526305 & 2524033 Email : udp@ksfc.co
3	Madikeri Branch Office # L - 8, Indl. Estate MADIKERI – 571 201 Phone No.08272-228588 & 228143 Email : mdk@ksfc.co	7	Hassan Branch Office Race Course Road HASSAN – 573 201 Phone No.08172-268703 & 265429 Email : hsn@ksfc.co
4	Chamarajanagar Branch Office SPS Complex, 1st Floor, Vaniyar Road CHAMARAJANAGAR – 571 313 Phone No. 08226-222150 & 222801 Email : chm@ksfc.co	8	Chikkamagaluru Branch Office PB No.168, Near Dist. Field Hosamane Extension Road CHIKKAMAGALURU – 577 101 Phone No. 08262-230447 & 234045 Email : ckm@ksfc.co



DHARWAD CIRCLE (CIRCLE – III)

1	Dharwad Branch Office Poona - Bengaluru Road Rayapur, DHARWAD – 580 009 Phone No.:0836- 2322235 & 2322700 Email : dwd@ksfc.co	5	Chitradurga Branch Office Near Basaveshwara Theatre, Near IB CHITRADURGA – 577 501 Phone No.: 08194-224411 & 224410 Email : ctd@ksfc.co
2	Haveri Branch Office Neelana Goudra Complex Opp : LIC Office, PB Road, HAVERI – 581 110 Phone No. : 08375-232362 & 233772 Email : hvr@ksfc.co	6	Shivamogga Branch Office Karnataka Sangha Building, II Floor, B.H. Road, SHIVAMOGGA – 577 201 Phone No.:08182 - 229236 - Email : smg@ksfc.co
3	Gadag Branch Office LL Building, Field Marshal K M Cariappa Circle, GADAG – 582 101 Phone No.:08372-220502 & 220541 Email : gdg@ksfc.co	7	Belagavi Branch Office 2nd & 3rd Floor, Near Hotel Sanman Compound Lingaraju College Road, BELAGAVI - 590 001, Ph.No.: 0831-2429243, 2426369 & 2427043 Email : bgm@ksfc.co
4	Karwar Branch Office 1st Floor, Raykar Manor Kaikini Road, KARWAR – 581 301 Phone No.: 08382-221006 & 221888 Email : kwr@ksfc.co	8	Bagalakote Branch Office Plot No.18-21, 6th Main Road, G Cross, Sector No.24, Navanagara, BAGALAKOTE-587 102 Ph.: 08354 – 235478 & 235482 Email : bgk@ksfc.co

KALABURAGI CIRCLE (CIRCLE – IV)

1	Bidar Branch Office 8-9-16, Rachamma complex, 1st Floor, Bidar-Udgir Road, Near Jail, BIDAR – 585 401 Phone No.: 08482-228236 & 226381 Email : bdr@ksfc.co	5	Vijayapura Branch Office, Near Ibrahimpur Rly. Gate, Basavana Bagewadi Road, VIJAYAPURA – 586 101, Phone No.:08352-276102 & 277032 - Email : bjr@ksfc.co
2	Kalaburagi Branch Office No. 2-917/1, KSCA & RD Bank Building Opp : Hindi Prachara Sabha, Govt. Hospital Road, KALABURAGI – 585 105, Phone No.:08472-221407 Email : glb@ksfc.co	6	Koppal Branch Office No. 37, 1st Floor, Opp. DC Office Hosapet Road, KOPPAL – 583 231 Phone No.:08539-225004 & 225005 Email : kpl@ksfc.co
3	Yadagiri Branch Office No. 5-5-105, Plot No.2, "Sameer Sadan" 1st Floor, Old Bus Stand Road, YADAGIRI – 585 202, Phone No.:08473 - 250375/ 250070, Email : ydg@ksfc.co	7	Ballari Branch Office No. 86/2 & 88/2, Hospet Road, Ward No. 21 Near DIC, BALLARI – 583 102 Phone No.:08392-242719, 242105 & 242106 Email : blr@ksfc.co
4	Raichur Branch Office Plot No.7, MP No.1-1-53, Udayanagar, Station Road, RAICHUR – 584 101, Phone No.:08532-227028 - Email : rch@ksfc.co	8	Davanagere Branch Office No.1179/1, S Nijalingappa Layout, Near Ring Road, DAVANAGERE – 577 004. Phone No.:08192-225660 & 225049 Email : dvlg@ksfc.co



ಕಾರ್ಪೊರೇಟ್ ಏಜೆಂಟ್
Corporate Agent



Karnataka State Financial Corporation

HEAD OFFICE : KSFC Bhavan, 1/1, Thimmaiah Road, Bengaluru - 560052

Phone : 080-2226 3322 ☙ Fax : 080-2225 0126 / 2225 0136

✉ info@ksfc.in 🌐 www.ksfc.karnataka.gov.in 🐦 @BengaluruKsfc

Branch Offices : At all District Headquarters

KSFC - Your Partner in Progress