



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆ

1951ರ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗಳ ಕಾಯಿದೆ ಅನ್ವಯ ಸ್ಥಾಪಿತ

KARNATAKA STATE FINANCIAL CORPORATION

Established under the State Financial Corporation' Act, 1951

ಸಂಖ್ಯೆ : ಕ.ರಾ.ಹ.ಸಂ./ಪ್ರ.ಕ./

Ref. No. KSFC/HO/MD-1041/RMD-1106/2022-23

ದಿನಾಂಕ : 13.12.23

Date

CIRCULAR NO.1041

Sub: Revision in Industry-wise exposure limit.

Ref: Lending Policy 2020 KSFC/HO/GM-I/BD & CR/
C-913/2020-21 dt: 12.8.2020

In lending policy 2020 Industry-wise exposure limit - Annexure IV it was fixed at:

Sl.No.	Sector	Exposure limit (as %age of total outstanding)
1	Construction & Real Estate	16%
2	Basic Metal	2%
3	Food Manufacturing Industries	10%
4	Hospitality Sector	20%
5	Paper & Paper products	2%
6	Plastic Goods	3%

The Sanction Committee while sanctioning the loan proposals had observed that in some of the important industry sectors, the actual exposure is crossing the limit fixed in Lending Policy. In this regard a note was placed before the Board in its meeting held on 8.11.23.

The Board has approved enhancement of industry-wise exposure limit in major industry/ product category. After considering outstanding amount and NPA percentage in these sector for the last 5 years and based on the potential and performance in each sector.

Contd...2



The revised exposure limit approved by the Board is as below:

Sl.No.	Sector	Exposure limit (%age)
1	Construction & Real Estate	10%
2	Basic Metal	5%
3	Food Manufacturing Industries	15%
4	Hospitality Sector	22%
5	Paper & Paper products	3%
6	Plastic Goods	8%

Board has advised to thoroughly scrutinize and viability studied while considering proposals in food manufacturing industries sector. The exposure limit of other industries/ sector remains unaltered.

The contents of this circular shall be brought to the notice of all the concerned of your office/department.


MANAGING DIRECTOR

To:
All the BMs & AGMs of Branches and IA Cells
All Section Heads in HO
All the General Managers
The HoD (IA), HoD (IT & MIS)
PA to MD