

# Banking Awareness Capsule 2018 (Jan-June)

## Economy News- January 2018

1. ▶ 25th Meeting of GST Council held in New Delhi, chaired by Finance Minister Arun Jaitley. Changes made in GST Regime -
  1. Late fee for failure to furnish FORM GSTR-1 (supply details), FORM GSTR-5 (Non-resident taxable person), FORM GSTR-5A (OIDAR) or FORM GSTR-6 (Input Service Distributor) is reduced to 50 rupees / day (20 rupees per day for NIL filers).
  2. Facility for generation, modification and cancellation of e-way bills is provided on trial basis on [ewaybill.nic.in](http://ewaybill.nic.in).
  3. Recommended reduced GST rates for 29 goods and 53 services, to come into force from January 25.
2. ▶ A MOU is signed Between Ministry of Housing and Urban Affairs and Allahabad Bank to provide a centralized platform for processing interest subsidy to eligible beneficiaries under Self Employment Programme (SEP) component of Deendayal Antyodaya Yojana- National Urban Livelihoods Mission (DAY-NULM).
  1. The Portal will -
    1. Enable processing interest subsidy for NULM schemes, which will be credited to Aadhaar linked beneficiary accounts through DBT (Direct Benefit Transfer).
    2. Facilitate on-line validation of loans granted by Banks, through Urban Local Bodies.
  2. Self-Employment Component (SEP) of NULM and Need for Portal -
    1. Under SEP, loans for setting up micro- enterprise are available to individuals (upto 2 lakhs) and groups (upto 10 lakhs). Interest subvention from Ministry is available for amount of interest charged above 7%. Women SHGs are eligible for additional 3% subvention on timely loan repayment.
    2. Currently, interest subvention is processed manually, making it a time taking Process and No mechanism was there to ascertain whether beneficiary has received subsidy or not.
    3. Under Proposed Common centralized IT platform to be managed by Allahabad Bank, Claims will be uploaded by Central/Zonal HQ of banks on portal, concerned States/ULBs will verify the beneficiaries, after which the claim amount will be transferred.
    4. Allahabad Bank will charge a service fee of 1.05% of interest subsidy amount released.
3. ▶ AU Small Finance Bank signed MoU with LIC to offer Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY). It will provide life cover of INR 2 lakh, at a premium of Rs 330 per annum.
4. ▶ According to RBI's *Census on Foreign Liabilities and Assets of Indian Direct Investment Companies 2016-17* -
  1. Mauritius was largest source of foreign investment (FDI) in India (21.8% share at market value) followed by USA, UK, Singapore and Japan.
  2. Singapore (19.7%) was major ODI (Outward Direct Investment) destination, followed by Netherlands, Mauritius, and US.
  3. The census carries information on market value of foreign liabilities and assets of Indian companies arising on account of FDI, ODI and other investments.
5. ▶ Allahabad Bank became 11th bank to face *prompt corrective action* (PCA) by RBI, amid rise in its bad loans.
6. ▶ Andhra Pradesh Grameena Vikas Bank (APGVB) operationalised its first desktop ATM in Warangal (Telangana), to facilitate customers to withdraw small amounts.
  1. Desktop ATM has low power requirements and is designed to work in harsh climatic conditions. It is meant for rural customer who typically have small cash needs.
7. ▶ As per RBI, housing loans in up to Rs. 2 lakh slab had the highest level of non-performing assets (NPAs).
  1. For housing loan slab up to 2 lakh, NPAs of Public Sector Banks and HFCs was 10.4 % in FY17 as compared to 9.8 % in FY16.
  2. Lowest NPAs were reported for housing loans in Rs. 25 lakh and above slab.

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8. ▶ As per international rights group *Oxfam's* Survey -
  1. Richest 1% in India earned 73% of wealth generated in country last year. Also, 67 crore Indians comprising population's poorest half saw their wealth rise by just 1%.
9. ▶ Bank of Baroda tied up with Digital invoice discounting marketplace *Invoicemart*, as TReDS (*Trade Receivables Electronic Discounting System*) partner. TReDS is an online platform through which, micro, small and medium enterprises (MSMEs) can access funds for working capital without hassle of applying for loans. Invoicemart is a joint venture between Axis Bank and mjunction services.
10. ▶ Bhopal-based Prodigee Finance Limited received Non-Banking Financial Company (NBFC-ND) license from Reserve Bank of India (RBI). *ND* indicates Non-Deposit accepting NBFC.
11. ▶ Bombay Stock Exchange's India International Exchange (India INX) listed Indian Railway Finance Corporation's (IRFC's) green bonds on its debt listing platform, Global Securities Market (GSM). India INX lists IRFC's green bonds, becomes first debt security at IFSC.
  1. Green Bonds: Main difference between regular bond and Green Bond is that funds raised through Green Bonds are used for financing projects/business activities that are environment-friendly.
12. ▶ Central Board of Direct Taxes (CBDT) relaxed norms for levy of minimum alternate tax (MAT) for insolvent companies, to make Insolvency and Bankruptcy Code 2016 more effective and minimise hardships faced by companies going in for insolvency resolution.
  1. Minimum alternate tax (MAT) aims is to bring into tax realm the companies who do not pay any tax.
  2. This exemption facility will be available only for companies against whom application for corporate insolvency resolution process has been admitted by the adjudicating authority.
  3. This decision was taken after various hardships were faced by companies against whom application for corporate insolvency resolution process was admitted by Adjudicating Authority due to restriction in allowance of brought forward loss for computation of book profit.
13. ▶ Central Government divested 2.52 % of paid-up capital in National Mineral Development Corporation (NMDC) for approx INR 1200 crores.
14. ▶ Central Statistics Office (CSO) revised gross domestic product (GDP) growth rate for 2015-16 to 8.2% from earlier estimates of 8% and kept 2016-17 growth unchanged at 7.1%.
  1. Real GDP (*GDP at constant (2011-12) prices*) for 2016-17 and 2015-16 stands at 121.96 trillion and 113.86 trillion INR, showing growth of 7.1% during 2016-17 and 8.2% during 2015-16.
  2. In terms of real gross value added (GVA) at constant (2011-12) basic prices, It grew 7.1% in 2016- 17, as compared to 8.1% in 2015-16.
15. ▶ Chinese Bike Sharing Firm *OFO* launched its services across seven Indian cities (*Indore, Ahmedabad, Bangalore, Delhi, Pune, Coimbatore, and Chennai*), in partnership with digital payments firm *Paytm*.
16. ▶ Chkfake Brand Protection Solutions aunched global app named *Chkfake* to check authenticity of currency notes of all major currencies worldwide.
17. ▶ Crisil launched *FPI Index*, to measure performance of investments of foreign portfolio investors (FPI) in fixed-income market. It will serve as benchmark for performance of FPI investments in government securities and high rated corporate bonds with maturity greater than three years.
18. ▶ Department of Commerce signed MoU with Confederation of Indian Industry (CII), for integrated development of Logistics sector. Government aims to reduce Logistics cost from 14% of GDP to under 10% by 2022.
19. ▶ Department of Industrial Policy and Promotion (DIPP)'s Cell for IPR Promotion and Management (CIPAM), launched IPrism for university students as a unique Intellectual Property (IP) Competition, in association with ASSOCHAM and ERICSSON India.
  1. It aims to foster culture of innovation and creativity in younger generation and invites students to submit films on piracy & counterfeiting under categories of 30 and 60 seconds.
20. ▶ Dev Information Technology will sett up *DevX*, largest Accelerator Center for startups in Gujarat.

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21. ► Economic Survey 2017-18 Presented in Parliament by Finance Minister Arun Jaitley, prepared by chief economic adviser Arvind Subramanian.
- 1. Goods and Services Tax (GST) -**
    1. GST Regime was launched at midnight on July 1, 2017. This induced Twin Balance Sheet (TBS) problem that was addressed by sending major stressed companies for resolution under Indian Bankruptcy Code and implementing major recapitalisation package to strengthen Public sector banks.
    2. Under GST Regime, there has been 50% increase in number of indirect taxpayers, with 9.8 million GST registrants till Dec 2017. It is more than total Indirect Tax registrants under old system (where many taxpayers were registered under several taxes). After adjusting multiple countings of a single entity, GST has increased number of unique indirect taxpayers by over 50 % (3.4 million).
    3. Business-to-consumer (B2C) transactions account for only 17 % of total, while business-to-business (B2B) and exports are collectively 30-34 % of all transactions.
  - 2. GDP Growth -** Economic Survey Predicts 7-7.5 % Growth in 2018-19 and 6.75 % in 2017-18. GDP growth averaged 7.3% for 2014-15 to 2017-18, highest among major economies of the world.
  - 3. Sectoral Growth -** Agriculture, industry and services sectors are expected to grow at the rate of 2.1 %, 4.4 %, and 8.3 % respectively in 2017-18.
    - 1. Facts about Services Sector -**
      1. Out of the 32 States and UTs, 15 have Services Sector as dominant sector, contributing over half of Gross State Value Added (GSVA).
        1. However, wide variation in seen in terms of share and growth of services GSVA -
          1. In terms of services GSVA share- Delhi and Chandigarh are at top with over 80 % share, while Sikkim is at bottom (31.7 %)
          2. In terms of services GSVA growth - Bihar is at top and Uttar Pradesh at bottom with 14.5 % and 7.0 % growth respectively.
        2. FDI equity inflows to services sector grew by 15.0 % during 2017-18 (April-October), amid number of reforms by govt to ensure that India remains an increasingly attractive investment destination.
        3. During April-September 2017-18, Growth in Services Exports and Services Imports stayed good at 16.2 % and 17.4 % Respectively. India was 8th largest exporter in commercial services in 2016 with share of 3.4 %, double to India's merchandise exports in world at 1.7 %.
      - 2. Other Factors -**
        1. Forex Reserves are on an all time high of \$409 Billion.
        2. Fiscal Deficit is on a 4 year low in 2017 - 18, being 3.2% of GDP. It was 3.5 % of GDP in 2016-17.
        3. Inflation - WPI Based Inflation expected to be 2.9 % in 2017-18 (compared to 1.7 % in 2016-17). While, CPI Based Inflation expected to be 3.3 % in 2017-18 (compared to 4.5 % in 2016-17).Economic Survey sees average crude oil prices rising 12% in FY19.
        4. GVA (Gross Value Added) growth seen at 6.1% in 2017-18 vs 6.6% in FY2016-17.
      - 3. India's External Sector -**
        1. Exports grew positive during 2016-17 (5.2%) and expected to grow faster in 2017-18 (12.1%).
        2. India's Current Account Deficit (CAD) stayed 1.2 % of GDP in Q2 of 2017-18, less than 2.5 % of GDP in Q1 of 2017-18.
      - 4. Notable Points about indian Economy -**
        1. India's formal sector (formal non-farm payroll) is greater than what it currently is believed to be.

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1. When *formality* was defined in terms of social security provisions like EPFO/ESIC, formal sector payroll was 31 percent of non-agricultural work force.
2. When formality was defined in terms of being part of GST net, formal sector payroll share was found to be 53 %.
2. For first time in India's history, data on international exports of states has been dwelt in Economic Survey. It indicates States that export internationally and trade with other states are richer.
3. There has been addition of 1.8 million in individual income tax filers since November 2016.
4. India's firm export structure is substantially more egalitarian than in other large countries. Top 1 % of Indian firms account for 38 % of exports, much less than greater share such as 72, 68, 67 and 55 % of exports in Brazil, Germany, Mexico and USA respectively.
5. Sanitation coverage in rural India increased substantially from 39 % in 2014 to 76 % in January 2018, post launch of Swachh Bharat Mission (Gramin) on October 2, 2014. So far, 296 districts and over 3.7 lakh villages have been declared Open Defecation Free (ODF).
6. India is improving in Science and Technology with 14 % growth of annual publications between 2009 to 2014. This increased India's share in global publications from 3.1% in 2009 to 4.4% in 2014 as per Scopus Database.
7. Relief from embedded state taxes (ROSL) announced in 2016 boosted exports of ready-made garments (but not others) by 16 %.
8. Indian society exhibits strong son "Meta" preference as Parents continue to have children until they get the desired number of sons.
9. There is substantial avoidable litigation in tax arena which government action could reduce. Tax department's petition success rate is very low (below 30 %). Note that 0.2 % of cases accounted for 56 % of value at stake; whereas 66 % of pending cases (under 10 lakh) accounted for only 1.8 % of value at stake.
10. Own direct tax collections by Indian states and local governments are significantly lower than that in other federal countries.
11. Impact of climate change is evident and extreme weather adversely impacts agricultural yields.
12. INR 20339 crores approved by Government in 2017-18 to meet various obligations arising from interest subvention being provided to farmers on short term crop loans.
22. ▶ Federal Bank partnered with *Hedge Equities Ltd* for providing Portfolio Investment Scheme (PIS) services to NRIs.
23. ▶ Finance & Corporate Affairs Minister Arun Jaitley launched India's First Agri-commodity Options in Guar Seed by National Commodity and Derivatives Exchange Limited (NCDEX). It is first-of-its-kind hedging tool in India, as an effort to make agri-economy more efficient and bring huge amount of value for the farmers.
24. ▶ Flipkart-owned payments firm PhonePe tied-up with *FreeCharge* Wallet to enable over 45 million users to link their existing FreeCharge Wallet to PhonePe app. PhonePe customers will be able to utilise their FreeCharge wallet balance for all online and offline transactions.
25. ▶ Government launched Savings Bonds with 7.75% Interest, commencing from 10th January 2018. Features -
  1. Applications in form of Bond Ledger Account will be received in designated bank branches and SHCIL (numbering about 1600).
  2. Bonds will be issued in multiples of INR 1000 (face value).
  3. Interest on the Bonds will be taxable under Income-tax Act 1961. Bonds will be exempt from Wealth-tax under Wealth Tax Act 1957.
  4. Bonds will have a maturity of 7 years carrying interest at 7.75% per annum payable half-yearly (cumulative value of 1000 at end of 7 years will be 1703).

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26. ▶ Government lowered additional borrowing requirement for current fiscal to INR 20000 crores from previous estimate of 50000 crores, considering revenue receipts and expenditure pattern. Lesser borrowing will enable restricting fiscal deficit within target.
27. ▶ Government notified Companies (Amendment) Act 2017 that amends Some provisions of Companies Act 2013 and eases implementation of Insolvency and Bankruptcy Code 2016.
  1. Amendment Act allows companies to issue shares at a discount to its creditors in instances wherein its debt is converted into shares, which was prohibited under Section 53 of Companies Act 2013.
  2. For defaulting companies, payment of managerial remuneration in excess of 11 % of net profits will now require approval of all stakeholders involved (banks, public financial institutions and other creditors).
28. ▶ Government notified terms of Scheme of Electoral Bonds, to curb flow of illegal money into political activities -
  1. With issuance of electoral bonds, donors can purchase electoral bonds from specific State Bank of India (SBI) branches, and receiving political parties can encash them only through a designated bank account.
  2. Electoral bonds will be available at specified SBI branches for 10 days each in the months of January, April, July and October.
  3. Electoral Bond shall be a bearer instrument in the nature of a Promissory Note (P-notes) and an interest-free banking instrument. Any Donor can buy bonds of any amount among INR 1000 / 10000 / 100000 / 1000000 and 10000000.
  4. Electoral bonds will not carry the name of payee or buyer and will have a life of only 15 days during which it can be used for making a donation to political parties.
  5. To receive the electoral bonds, Political party must have secured over 1% of the votes polled in last general elections.
29. ▶ Government signed agreement with ONGC for strategic sale of its 51.11% equity share-holding in HPCL for INR 36,915 crores. After this, ONGC will become India's first vertically integrated 'oil major' company, having presence across entire value chain. However, HPCL will continue to be a Central Public Sector Enterprise (CPSE).
30. ▶ Government stated that from January 1, 2018, customers will not have to pay any transaction charges for payments made through debit card, BHIM app and Aadhaar-enabled payment systems for up to Rs 2000, as Merchant discount rate (MDR) Charges will be borne by Government (costing approx 2500 crores INR). Government will reimburse MDR to banks.
31. ▶ Government will infuse INR 88139 crores in 20 public sector banks during current fiscal ending 31st March, to boost lending and revive growth. IDBI Bank is biggest recipient with INR 10610 crores, followed by Bank of India (9232 Crores) and SBI (8800 crores).
32. ▶ HDFC Bank partnered with Rajasthan State Government to promote and nurture the start-ups in state, by providing solutions like current accounts, credit cards and other solutions to start-ups in Rajasthan under its SmartUp programme.
33. ▶ Haryana Government will form a non-banking financial company named *Haryana State Financial Services Limited*, for efficient management of funds. It will be in-house treasury manager and will be responsible for efficient management of surplus funds of State public enterprises. Authorised capital of this NBFC will be Rs.10 crore while the paid up capital will be Rs. 2 crore.
34. ▶ India signed \$100 million Loan Agreement with World Bank to help Boost Rural Economy of Tamil Nadu.
35. ▶ India signed \$120 million Loan Agreement with World Bank to improve access to Water Supply Services in Uttarakhand.
36. ▶ India signed \$250 million loan agreement with Asian Development Bank (ADB) to finance construction of 6254 kilometres all-weather rural roads in States of Assam, Chhattisgarh, Madhya Pradesh, Odisha and West Bengal under Prime Minister's Rural Roads Program (PMGSY).
37. ▶ Indiabulls Housing Finance raised INR 1000 crores by selling India's first *Social Bonds*, that are debt instruments issued to raise funds which is to be deployed in financing/re-financing eligible social projects such as affordable housing, water supply, sanitation, transport etc. Yes Bank was sole investor in these bonds with 5 year maturity.
38. ▶ Indian GDP Growth Forecasts in Jan 2018 -

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1. HSBC predicted 6.5 % GDP Growth for India in FY 2017-18 and 7.0 % in 2018-19.
  2. As per government's Central Statistics Office (CSO), Indian economy will grow by 6.5% in 2017-18, as compared to 7.1% in 2016-17. GDP Growth by 5.7 % in Apr - June Quarter and 6.3% in July - September quarter.
  3. 2018 Global Economics Prospect (GEP) report by World Bank has projected India's growth rate to increase to 7.3% in 2018 and 7.5 for 2019 and 2020.
  4. India Ratings and Research projected GDP will improve to 7.1 % in 2018-19 as compared to 6.5 per cent in 2017-18.
  5. International Monetary Fund (IMF) projected Indian GDP to grow at 7.4% in 2018 and 7.8 % in 2019. India's growth rate dropped to 6.7%. In its latest World Economic Outlook update released in Davos (Switzerland).
39. ▶ Indian IT Firm Tata Consultancy Services (TCS) signed over GBP 500 million (USD 690 million) deal with M&G Prudential (UK and European savings and investments business of Prudential plc).
  40. ▶ Indian Institute of Corporate Affairs (IICA) and India Post Payments Bank (IPPB) signed agreement for training of IPPB employees in area of payment banking.
    1. IPPB is Government's attempt to boost *financial inclusion* by providing basic banking services to unbanked population.
  41. ▶ Indian Institute of Information Technology and Management-Kerala (IIITM-K) and Blockchain Education Network (BEN) will jointly set up Kerala Blockchain Academy in Thiruvananthapuram, as first of its kind in India and aims to utilise blockchain technology for welfare of public, promote innovations and entrepreneurship with blockchain technology.
  42. ▶ Indian Overseas Bank signed MoU with National Housing Bank for Rural Housing Interest Subsidy Scheme (RHISS) of Ministry of Rural Development. RHISS provides subsidy for housing loans taken by those living in rural areas for construction and modifications of their dwelling units. Interest subsidy is 3% for a loan amount of 2 lakh for 20-year tenure.
  43. ▶ India's factory output, measured by Index of Industrial Production (IIP) rose to 17 Months high of 8.4% in November 2017, up from 2% in October 2017, due to better performance by manufacturing and capital goods sectors.
  44. ▶ India's most-valued Bank *HDFC Bank* crossed INR 5 trillion market capitalisation for first time (Approx 85 Billion USD), making it only 3rd Indian company (after TCS and Reliance) to achieve this milestone.
  45. ▶ IndusInd Bank will introduce India's first battery-powered, interactive payment cards, in association with Dynamics Inc (Pennsylvania(USA) based firm that manufactures intelligent, battery-powered payment cards). New card will have multiple buttons which will allow consumers to pay in multiple ways (through credit points / monthly instalments).
  46. ▶ Karnataka Government will hold a Blockchain Hackathon for Governance, for students, startups, and other IT professionals. Cloud-based blockchain technology providers will be invited to provide platforms for use in this hackathon. Karnataka is 3rd Indian State (After Andhra Pradesh and Telangana) to announce plans to adopt blockchain for governance.
  47. ▶ Karnataka topped among all states with investment intentions of Rs. 1.49 lakh crore till October 2017, accounting for 43 % of India's total investment intentions.
  48. ▶ Kerala Startup Mission (KSUM) and Zone Startups India launched *Accelerator Program for three months*, to promote startups in early revenue stage. It will help startups achieve product-market fit through a curated customer validation process. It will introduce startups to investors, relevant customers and industry connects.
  49. ▶ Maharashtra Government approved Nanaji Deshmukh Krishi Sanjivani Yojna, with expenses of INR 4000 Crores INR. It will be active between 2018-19 to 2023-24.
    1. Scheme will be implemented in 5,142 villages across 15 districts, to improve soil quality, develop foodgrain varieties which can sustain climate variations and effect necessary changes in crop pattern as per availability of water.
    2. 70% of cost will be borne by World Bank while state will contribute 30% over six years.
  50. ▶ Ministry of Corporate Affairs (MCA) launched National CSR Data Portal & Corporate Data Portal for bringing accountability and transparency for corporate India It aim to provide easy accessibility to general public and also ensure high level of compliance and will help in institutionalising and consolidating CSR activities.

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51. ▶ Mobile payments Firm Paytm and Alibaba Group-owned AGTech Holdings formed a joint venture to launch 'Gamepind' a gaming platform aimed at mobile users in India, with AGTech holding 45% in JV and Paytm owns 55%. Capital invested is \$16 Million.
52. ▶ NBFC *Capital First* has been merged with IDFC Bank. Merged entity will have assets under management of Rs 88000 crore, customer base of over 5 million and branch network of 194.
53. ▶ National Bank for Agriculture and Rural Development (NABARD) sanctioned Rs 372.51 crore loan assistance to Odisha for irrigation and rural bridge projects, that are to be undertaken during Jan- March 2018 period, under Rural Infrastructure Development Fund (RIDF).
54. ▶ Norway's fertiliser firm *Yara International* acquired India's Tata Chemicals' 1.2 million tonnes per annum production capacity urea plant at Babrala in Uttar Pradesh, for INR 2682 crores. It is first foreign direct investment (FDI) in India's urea sector.
55. ▶ Paytm Payments Bank partnered with IndusInd Bank to introduce a facility to create a fixed deposit (FD) when customer's balance exceeds Rs. 1 lakh at end of day, and earn up to 6.85 % annual interest.
56. ▶ Paytm has set up a new entity called *Paytm Money* that will offer investment and wealth management products and will invest close to \$10 million in new entity. Paytm Money is 4th product from One97 Communications, after Paytm Mall, Payments Bank and wallet.
57. ▶ Pension Fund Regulatory and Development Authority (PFRDA) approved expansion of Government's Atal Pension Yojana (APY) through operational Payments Banks and Small Finance Banks in India. Participation in APY builds a pensioned society and adds sustainable fee income to Banks by way of attractive incentive for mobilizing APY @ Rs 120-150 for each Account. Currently, operational Small Finance Banks and Payment Banks are -
  1. Small Finance Bank-
    1. Ujjivan SFB
    2. Janalakshmi SFB.
    3. Equitas SFB.
    4. A U SFB.
    5. Capital SFB.
    6. ESAF SFB.
    7. Utkarsh SFB.
    8. Suryoday SFB.
    9. Fincare SFB
  2. Payment Bank
    1. Paytm PB
    2. Airtel PB
    3. India Post PB
    4. Fino PB.
58. ▶ Pension Fund Regulatory and Development Authority (PFRDA) permitted partial withdrawal (up to 25%) under National Pension System (NPS) for specified expenses such as construction of residential premises, higher education / marriage of children and treatment of critical illness. This is applicable only to those who have contributed for 3 years.
59. ▶ Punjab National Bank (PNB) and National Scheduled Castes Finance and Development Corporation (NSFDC) signed MoU to provide financial assistance to Scheduled Caste (SC) families living below Double Poverty Line (DPL).
  1. Persons with annual family income below 40000 in rural areas and 55000 in urban areas are considered to be below double poverty line.
60. ▶ Rating agency CRISIL upgraded its outlook on 18 Indian public sector banks (PSBs) from "negative" to "stable", after recent news of INR 88139 Crores Infusion by Government into PSBs. Along with capital infusion announcement, Government also unveiled 'Enhanced Access and Service Excellence (EASE)', a six-fold roadmap for reforms in PSBs which will improve the overall functioning of these banks.
61. ▶ Reliance Communications (RCom) unveiled Eagle express submarine cable system to lay a 68000-km undersea cable for carrying data across Europe and Asia, as a *cloud and fiber initiative* which will be laid at a cost of \$600 million. This submarine cable system will connect its base in India with Italy to west and Hong Kong on east. It is expected to be operational by 2020.

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62. ▶ Reliance Jio Infocomm Ltd will launch its own cyptocurrency based on Blockchain Technology, named JioCoin, led by Mukesh Ambani's son Akash Ambani.
63. ▶ Reserve Bank of India (RBI) launched new design chocolate brown ten rupee note, with height 63mm (unchanged) and width 123mm (slightly lesser than 137mm width of existing note). Another difference is that reverse of note will carry a motif of Konark Sun Temple, as compared to images of fauna of India - rhinoceros, elephant and tiger o existing note.
64. ▶ Reserve Bank of India (RBI) stated that all the 14 designs of Rs 10 coin are valid and legal tender for transactions, as it was observed that some traders and members of public were reluctant to accept INR 10 coins owing to a doubt about it genuineness.
65. ▶ SBI and NABARD signed agreement with five NGOs in Bengal for promotion of 2,500 joint liability groups (JLGs) in select districts. JLGs are informal groups of 4-10 members engaged in similar economic activities and willing to jointly repay loans taken by group.
66. ▶ SBI reduced base rate and benchmark prime lending rates by 30 basis points each, brining down Base rate to 8.65 % and benchmark prime lending rates to 13.4 %.
67. ▶ Telangana government's Telangana Industrial Health Clinic Ltd received RBI clearance to function as a non-banking finance company (NBFC). It had won SKOCH Platinum Award earlier under smart governance category in MSME segment.
68. ▶ Vodafone partnered with e-commerce firm Flipkart to provide a range of entry-level smartphones at an effective price of INR 999 ,under #MyFirst4GSmartphone campaign.
69. ▶ World Bank Group's International Finance Corporation (IFC) will provide \$440 million debt to Mahindra Renewables Pvt. Ltd, Acme Group and global private equity fund Actis Llp to build Rewa solar park in Madhya Pradesh.
  1. Earlier, three 250MW projects were awarded to Acme Solar Holdings, Mahindra Renewables and Actis LLP's Solenergi Power.
70. ▶ YES Foundation (social development arm of YES Bank) launched 5th YES! i am the CHANGE' (YIAC) campaign to inculcate spirit of responsible youth citizenship and drive social impact through the medium of films.
  1. Yes foundation invited participation in YIAC Social Filmmaking Challenge, to depict stories of change in a three-minute film. Selected entities will receive a grant of Rs 7.5 crore, for scaling up and capacity building and will also receive three-year mentoring for creating onground tangible social impact.
71. ▶ Yes Bank and Nearby tied up to provide Aadhaar- enabled cardless and pinless ATM service through which, customers can deposit or withdraw money at retailers' place, using PayNEARBY mobile application.

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1. ▶ Aditya Birla Idea Payments Bank Ltd (ABIPBL) started operations, making it 5th payments bank in India.
  1. Other payment banks - Airtel Payments Bank, India Post Payments Bank, Paytm Payments Bank and Fino Payments Bank.
  2. ABIPBL is a JV between Aditya Birla Nuvo Ltd (51 % stake) and Ideal Cellular (49 % stake).
2. ▶ Airtel Payments Bank reduced its interest rate by 175 basis points to 5.5 % per annum from 7.25 % per annum earlier.
3. ▶ Approved continuation of Prime Minister's Employment Generation Programme (PMEGP) beyond 12th Plan for 3 years from 2017-18 to 2019-20 with outlay of INR 5500 crores.
  1. PMEGP will aim at creating sustainable estimated employment opportunities for 15 lakh persons in 3 years. Khadi and Village Industries Commission (KVIC) is the nodal implementation agency at national level.
  2. Minimum target of 75 project/district is awarded to all districts in country to achieve Inclusive Growth. Higher rate of subsidy (25% to 35%) will be applicable for women, SC/ST, OBC, Physically Disabled, NER applicants in rural areas.
  3. Portal can be accessed at <https://www.kviconline.gov.in/pmegpeportal/prneqphome/index.jsp>.



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4. PMEGP -
  1. It is a major credit-linked subsidy programme being implemented by Ministry of MSME since 2008-09, aimed at generating self-employment opportunities through establishment of micro-enterprises in non-farm sector.
  2. 4.55 lakh micro enterprises have been assisted with a margin money subsidy of Rs 9564.02 crore providing employment to an estimated 37.98 lakh persons till now.
  3. Modifications made in PMEGP Include -
    1. 2nd loan of upto 1 crore to better performing PMEGP units for upgrading with subsidy of 15%.
    2. Merger of Coir Udyami Yojana (GUY) in PMEGP.
4. ▶ As per 2nd Advance Estimates of National Income in 2017-18 and Quarterly GDP estimates for 3rd quarter (Oct-Dec) by Central Statistics Office (CSO) -
  1. India's GDP grew 7.2% in 3rd quarter of 2017-18 (Oct - Dec 2017), more than 6.8% GDP growth rate of China in same period.
  2. Quarterwise GDP Growth Rate in 2017-18 - Q1 (Apr - June) - 5.7 %, Q2 (July - Sep) - 6.5 % (*revised from 6.3 % earlier*), Q3 (Oct - Dec) - 7.2 %.
  3. With such strong GDP Growth in 3rd quarter, India regained status of Fastest growing major economy. Manufacturing grew 8.1% in third quarter and is projected to expand at 5.1% for full year, indicating that factories / companies have come to terms with GST.
  4. Gross Domestic Product (GDP) at constant (2011-12) prices in 2017-18 will remain 130.04 lakh crores, compared to 121.96 lakh crores in 2016-17, showing growth rate of 6.6 % as compared to growth rate of 7.1 percent in 2016-17.
  5. While, Real GVA (Gross value added) at basic constant prices (2011-12) will be 119.64 lakh crore in 2017-18, compared to 112.48 lakh crores in 2016-17. So, growth of real GVA at basic prices in 2017-18 is 6.4 % as against 7.1 % in 2016-17.
  6. Per capita net national income during 2017-18 is estimated to be INR 112764, showing rise of 8.6 % as compared to 103870 during 2016-17.
  7. GDP growth rates for 2017-18 and Q1, Q2, Q3 of 2017-18 at constant (2011-12) and current prices are -

	Constant prices (2011-12)	Current prices
Annual 2017-18 (Second advance)	6.6	9.8
Q1 2017-18(April-June)	5.7	9.2
Q2 2017-18(July-Sep)	6.5	10.0
Q3 2017-18(Oct-Dec)	7.2	11.9

5. ▶ Axis Bank opened an off-shore banking unit at International Financial Services Centre (IFSC) at Gujarat International Finance Tec-City (GIFT City) in Gandhinagar. Through this, Bank will offer more products to its clients including trading in foreign currency in overseas markets etc.
6. ▶ Cabinet Committee on Economic Affairs (CCEA) increased Minimum Support Price (MSP) for *Milling Copra* for 2018 season. MSP for *Milling Copra* is now INR 7500 per quintal and INR 7750 per quintal for *Ball Copra*.
  1. Copra is the dried meat or kernel of coconut, which is the fruit of coconut palm.

## Banking Awareness Capsule 2018 (Jan-June)

7. ▶ Catholic Syrian Bank and Celebrus Capital Ltd partnered to offer CSB's customers online trading and demat services, enabling CSB customers to open a free Celebrus trading account and avail preferred rates on brokerage charges/ AMC fees.
8. ▶ Citi Bank India banned purchasing cryptocurrencies by credit and debit cards, as these decentralized currencies are not backed by any Government.
9. ▶ Commerce and Industry Ministry launched 3 tools to rank States / UTs on basis of measures taken to promote entrepreneurship. Tools are - *start-up-India ranking framework*, *compendium of good practices for promoting startups* AND *Startup India Kit*.
  1. *Startup India Compendium of Good Practises* aims at enriching startup ecosystem through ethical behaviours, currently followed by 18 States/UTs. It covers 95 good practises across 7 areas of intervention for evaluating the performance of startup ecosystem
  2. *Startup India Kit* acts as a guide on all Startup India offerings and offers vital information and assistance through stats, tools, templates, events, competitions and a glossary on startup terms.
10. ▶ Commerce and Industry ministry appointed four institutes to interact with stakeholders and suggest measures to push India's ranking in World Bank's Ease of Doing Business Index. They are National Institute of Construction Management and Research (NICMAR), Indian Institute of Foreign Trade (IIFT), Institute of Company Secretaries of India (ICSI) and Institute of Chartered Accountants of India (ICAI).
11. ▶ Competition Commission of India (CCI) imposed fine of Approx INR 136 crores on search engine Google for unfair business practices in Indian market for online search. It was alleged that Google is indulging in abuse of dominant position in market for online search through practices leading to search bias and search manipulation.
12. ▶ Digital payments firm Paytm registered two 2 insurance units with named *Paytm Life Insurance Ltd* and *Paytm General Insurance Corporation Ltd*, to enter growing Insurance sector.
13. ▶ Equitas Small Finance Bank rolled out *selfeSavings*, an interactive digital savings account that can be opened online with Aadhaar, PAN and other basic details. Balance Under INR 10 lakh fetches interest at 6 % and that above INR 10 lakh will get 6.5 % interest.
14. ▶ Federal Bank forayed into investment banking by acquiring 26 % stake in Equirus Capital, to add additional products to its portfolio, including financial solutions for debt and equity capital markets, capital market products, structured finance and advisory.
15. ▶ Finance Minister Arun Jaitley launched *CriSidEx* as India's first sentiment index for Micro and small enterprises (MSEs) developed jointly by credit rating body CRISIL and Small Industries Development Bank of India (SIDBI).
  1. *CriSidEx* is a composite index based on a diffusion index of 8 parameters and measures MSE business sentiment on a scale of 0 (extremely negative ) to 200 ( extremely positive).
  2. *CriSidEx's* readings will flag potential headwinds in production cycles and help improve market efficiencies. It will also offer actionable indicators on foreign trade, by capturing sentiment of exporters and importers.
16. ▶ Finance Ministry imposed anti-dumping duty of \$1.04 per kg on imports of ceramic tableware and kitchenware from China, to protect domestic producers.
17. ▶ Finance Ministry is planning to ban cryptocurrencies from payments system and at the same time appoint regulator to oversee unregulated exchanges that trade in crypto assets. Dinesh Sharma committee constituted by Government will look into issues relating to cryptocurrencies will finalise its recommendations by submitting its report by March 2018.
18. ▶ Finance Ministry's Financial Intelligence Unit (FIU) categorised around 9,491 non-banking financial companies (NBFC) as high risk prone financial institutions (Out of approx 12000 NBFCs in India) as they have not complied with stipulated provision of Prevention of Money Laundering Act (PMLA).
19. ▶ Financial services Portal *Paisabazaar.com* tied up with Microsoft to drive an 'industry first' technology innovation on its platform, to move infrastructure of paisabazaar.com to Microsoft Azure, a cloud computing service.

## Banking Awareness Capsule 2018 (Jan-June)

20. ▶ Fitch Group's BMI Research stated that India's fiscal deficit in financial year 2018-19 is expected to be 3.5 % of Gross Domestic Product (GDP), higher than Government's fiscal deficit target of 3.3 % as per Union Budget 2018.
21. ▶ Flipkart Owned Payments platform PhonePe partnered with Indian Oil Corporation Limited (IOCL) to deploy its Point of Sale (POS) device at IOCL retail outlets. Phone Pe launched its Point of Sale (POS) device in October 2017.
22. ▶ GDP Forecasts in Feb 2018 -
  1. Moody's Investors Service stated that India's Gross Domestic Product (GDP) is estimated to grow at 7.6% in 2018 - 19.
23. ▶ Government approved creation of National Urban Housing Fund (NUHF) for INR 60000 crores, in Building Materials and Technology Promotion Council (BMTPC) under Ministry of Housing and Urban Affairs.
  1. NUHF will facilitate raising requisite funds in next four years so that flow of Central Assistance under different verticals including Beneficiary Linked Construction (BLC), Affordable Housing in Partnership (AHP), In-Situ Slum Redevelopment (ISSR) and Credit Linked Subsidy Scheme (CLSS).
24. ▶ Government made amendments in *Prevention of Money-laundering Act 2002 (PMLA)* through Finance Act 2018 to enhance its effectiveness and widen its scope.
  1. Definition of *proceeds of crime* has been amended to include *property equivalent held outside country*.
  2. Applicability of bail conditions has been made uniform to all offences under PMLA.
  3. Section 447 of Companies Act dealing with 'fraud' is being included as scheduled offence under PMLA.
  4. 90 days more time has been given for investigation to Enforcement Directorate, before prosecution is filed.
  5. Special Court has been permitted to consider claims for purposes of restoration of confiscated properties even during trial.
25. ▶ Government mandated Permanent Account Number (PAN) for financial transactions of over 2.5 lakh INR.
26. ▶ Government proposed merger of Government Savings Certificates Act 1959 and Public Provident Fund Act 1968 with Government Savings Banks Act 1873, to remove ambiguities due to multiple Acts and Rules for Small Saving Schemes, in line with *Minimum Government, Maximum Governance*. This will also bring certain flexibilities for the investors, including -
  1. Foreclosure of PPF Account - Depositors will be able to withdraw money from their PPF Account before 5 years.
  2. Investment in Small Savings Schemes can be made by Guardian On behalf of minors.
  3. Provisions for differently-abled people - In new umbrella Act, government will allow accounts in name of differently abled persons.
  4. Right of Nominees - As per existing provisions of the Acts, if depositor dies and nomination exists, the outstanding balances will be paid to nominee(s).
  5. Grievance redressal - New act will allow Government to put in place mechanism for redressal of grievances and for expeditious settlement of disputes relating to Small Savings.
  6. No change in interest rate or tax policy.
27. ▶ India Post Payments Bank (IPPB) will start pan-India roll out of its network from April 2018, as India's largest financial inclusion network. This will enable IPPB to provide digital payment services at doorstep with help of Postmen and Gramin Dak Sewaks (GDS). IPPB will enable acceptance of digital payments across 1.55 lakh post offices across India.
28. ▶ India Signed Loan Agreement with Beijing (China) Based New Development Bank for USD 100 Million for Rajasthan Water Sector Restructuring Project for Desert Areas. This is first tranche approved by NDB under Multi Tranche Financing Facility of USD 345 million for this project.
29. ▶ IndusInd Bank launched its new Sonic Identity, a musical logo called *MOGO*. Its aims to build brand imagery with strategic use of music and sound for brand experiences and audience connection.

## Banking Awareness Capsule 2018 (Jan-June)

30. ▶ IndusInd Bank partnered with Blockchain solution provider Ripple, to facilitate cross border remittances. Through this, IndusInd Bank will leverage Ripple platform based on blockchain technology for global payments as it lowers both costs and transfer time for customers.
31. ▶ Ministry of Statistics and Programme Implementation will revise base years of gross domestic product (GDP), Index of Industrial Production (IIP) and Consumer Price Index (CPI) to 2017-18. While for CPI (retail inflation) it will be 2018.
32. ▶ NITI Aayog recommended setting up independent Debt Management Office for better servicing of loans that will lead to substantial reduction in India's interest payment. Currently, government debt (including market borrowings) is managed by Reserve Bank of India (RBI).
  1. Independent Debt Management Offices will help to resolve issues relating to conflict of interest as RBI decides on key interest rates as well as undertakes buying and selling of government bonds. It will also help in strengthen bond market and help to promote investment.
  2. It will be in pursuance global practice of shifting public debt management from central bank to a debt management office.
33. ▶ NITI Aayog will launch a special cell called *Women Entrepreneurial and Innovation Cell* to support women entrepreneurs and give a boost to their initiatives. It will be headed by Niti Aayog advisor Anna Roy. It will offer women financial support through INR 10000 crores fund of Micro Unit Development and Refinance Agency, or MUDRA micro-loan scheme.
34. ▶ National Bank for Agriculture and Rural Development (NABARD) prepared area development plans worth INR ₹1918 crore for farmers of Punjab, Including promotion of activities like dairy, vegetable cultivation, mushroom growing and bee keeping to provide income to farmers on sustainable basis.
35. ▶ National Payments Corporation of India (NPCI) allowed Facebook-owned WhatsApp to beta test its BHIM UPI beta payments service with limited user base of 1 million and low transaction limit.
36. ▶ PFRDA identified 21 Banks as Makers of Excellence under Atal Pension Yojana Outreach Programme, with Number of APY subscribers crossing 86 Lacs mark. The list is topped by Canara Bank and it contains 6 Public sector banks, 14 Regional Rural Banks and 1 Cooperative Bank.
37. ▶ PNB Housing Finance tied up with World Bank Group's International Finance Corporation (IFC) to raise \$800 million for green and affordable housing. As per tie-up, PNB and IFC will bring in \$400 million each.
38. ▶ Public Sector Banks Wrote Off Bad Loans Worth INR ₹1683 Crores in 2016-2017, led by SBI which wrote off bad loans worth INR ₹20339 Crores in 2016-17. Loans written off by PSBs in past years are -
  1. 2012 - 13 -> 27231 crores
  2. 2013 - 14 -> 34409 crores
  3. 2014 - 15 -> 49018 crores
  4. 2015 - 16 -> 57585 crores
39. ▶ Punjab National Bank (PNB) detected fraudulent transactions worth over 11300 crore at its Mumbai branch. Amount is 1/3rd of bank's market capitalisation (36000 crores). It caused sharp fall in PNB's Shares.
  1. PNB lodged 2 complaints with Central Bureau of Investigation (CBI) against billionaire jewellery designer Nirav Modi and a jewellery company about fraudulent transactions.
  2. Jeweller Nirav Modi allegedly acquired fraudulent letters of undertaking from a PNB branch in Mumbai to secure overseas credit from other Indian lenders.
  3. After This, A K Pradhan has been appointed as Group Chief Risk Officer of Punjab National Bank (PNB).
40. ▶ RBI Will soon have an additional instrument for liquidity management Standing Deposit Facility (SDF) as an additional instrument for liquidity management, without the need for providing collateral in exchange. As proposed in Budget 2018 as *Standing Deposit Facility (SDF) Scheme*.
  1. It was first suggested by Urjit Patel Committee in January 2014. This proposal is now a part of the Finance Bill 2018 which is scheduled to be approved by Parliament by March 31, 2018.

## Banking Awareness Capsule 2018 (Jan-June)

41. ▶ Rating Agency Fitch placed Punjab National Bank on Rating Watch Negative (RWN), reflecting a possibility of downgrade following recent USD 1.77 billion fraud, biggest ever fraud in Indian banking history.
42. ▶ Reserve Bank of India (RBI) directed banks to link SWIFT (Society for World Interbank Financial Telecommunication System platform) with their core banking solutions (CBS) by end of April 2018. It aims to tighten internal controls in banks following Recent Over 12000 crores fraud at Punjab National Bank (PNB).
  1. The Mega PNB fraud surrounds around SWIFT technology which was misused by its branch officials to fraudulently issue LoUs (letters of undertaking), kind of Bank guarantees to diamond importer Nirav Modi-linked companies without getting proper approvals and without making entries in CBS. Failure of SWIFT-CBS link led to big fraud at PNB and enabled these transactions to go undetected for over 7 years.
  2. SWIFT (Society for World Interbank Financial Telecommunication Systems) is global financial messaging service that enables financial institutions worldwide to send and receive information about financial transactions in secure, standardized and reliable environment.
  3. SWIFT was founded in 1973 and is headquartered in La Hulpe (Belgium).
43. ▶ Reserve Bank of India (RBI) raised exposure limit under exchange traded currency derivatives (ETCD) trading for residents and foreign portfolio investors (FPIs) to \$100 million (from \$15 Million Previously) across all currency pairs involving Indian rupee. It aims to help entities engaged in forex transactions to maintain their currency risks in better manner.
  1. ETCD is financial instrument that trades on regulated exchange, and whose value is based on value of another asset. They can be used to hedge exposure or speculate on wide range of financial assets like commodities, currencies, equities and even interest rates.
  2. Raised exposure limit permits persons resident in India and FPIs to take positions, without having to establish existence of underlying exposure, up to limit of \$100 million equivalent across all currency pairs involving Indian rupees, put together, and combined across all exchanges.
44. ▶ Reserve Bank of India announced setting up ombudsman for addressing customer grievances in non-banking finance companies (NBFCs). RBI will start with deposit-taking NBFCs and widen the scope to cover NBFCs with asset size of INR 100 crore. There are 20 banking ombudsmen across India Currently.
45. ▶ Reserve Bank of India relaxed priority sector norms for banks by classifying all loans to micro small and medium enterprises (MSME) as priority sector lending, a long time demand from banks. Till now, loans up to INR 10 crore per MSME borrower was considered for priority sector calculation.
  1. Sub-target for lending to micro enterprises is 7.50 % of net credit. Foreign banks will also have to follow 8% sub-target for lending to small and marginal farmers.
46. ▶ Reserve Bank of India will link base rate with MCLR from 1st of April 2018 to ensure expeditious transmission of its policy rate to borrowers.
  1. RBI Observed that large proportion of bank loans continued to be linked to Base Rate, even after RBI introduced Marginal Cost of Funds based Lending Rates (MCLR) system in 1st April 2016.
  2. This will enable faster propagation of Effects of RBI Rate Changes to Interest rates of consumer Loans.
47. ▶ Reserve bank of India (RBI) tightened rules for bank loan defaults and asked banks to immediately identify defaults and make disclosures every Friday to the RBI credit registry from February 23.
  1. To accelerate resolution of bad loans, RBI abolished several loan-restructuring mechanisms including *Corporate Debt Restructuring Scheme, Flexible Structuring of Existing Long Term Project Loans, Strategic Debt Restructuring Scheme (SDR), Framework for Revitalising Distressed Assets, Change in Ownership outside SD, Scheme for Sustainable Structuring of Stressed Assets (S4A) and Joint Lenders' Forum (JLF)*.
  2. Revised Framework for Early identification and reporting of stress -

## Banking Awareness Capsule 2018 (Jan-June)

1. Lenders shall identify stress in loan accounts, immediately on default, by classifying stressed assets as special mention accounts (SMA) as per given categories -
    1. SMA - 01 to 30 days
    2. SMA-1 - 31 to 60 days
    3. SMA-2 - 61 to 90 days
  2. Lenders shall report credit information, including classification of an account as SMA to Central Repository of Information on Large Credits (CRILC) on all borrower entities having aggregate exposure of INR 5 crore or more.
  3. CRILC-Main Report will now be submitted on a monthly basis with effect from April 1, 2018.
  4. Lenders shall also report to CRILC, all borrower entities in default (with aggregate exposure of Rs 5 crore and above), on a weekly basis on Friday, from Feb 23 Onwards.
48. ▶ Retirement fund body Employees' Provident Fund Organisation (EPFO) reduced interests rate on deposits to 8.55% for 2017-18 from 8.65%. It will affect around 6 crore subscribers and leave EPFO with a surplus of INR 586 crores against INR 695 crores in previous FY.
1. EPFO made it mandatory to file online claims for provident fund withdrawals above Rs 10 lakh, and also made it mandatory to file online claims for withdrawals of above 5 lakh under Employees Pension Scheme 1995.
49. ▶ Singapore Telecommunications (Singtel) invested \$413 million on shares in Bharti Telecom, lifting its stake in Bharti Airtel to 48.9 % and 39.5 % in Bharti Airtel.
50. ▶ State Bank of India (SBI) and Punjab National Bank (PNB) signed agreement with National e-Governance Services Limited (NeSL) for utilizing its Information Utility Services envisaged under Insolvency and Bankruptcy Code 2016.
1. NeSL is first Information Utility entity registered by Insolvency and bankruptcy Board of India under IBBI (IU) Regulations 2017.
  2. IU (Information utility) is an information network which procures and stores financial data like borrowings, default and security interests of various entities. Having access to high-quality authenticated financial information helps stakeholders to counter frivolous litigations made by defaulters to delay the process.
51. ▶ State Bank of India (SBI) will do major restructuring of its business in United Kingdom from April, transforming it into subsidiary named *State Bank of India UK Limited* from April 2018, in compliance with wider ring-fencing of capital requirements by Bank of England. All SBI branches in UK will fall under a new UK-incorporated banking entity instead of their status as overseas branches of Indian entity.
52. ▶ State Government Budgets 2018-19 -
1. Kerala -
    1. INR 2000 crores package for restoration works in wake of cyclone Ockhi. Additionally, INR 900 crores investment will be made in coastal areas through Kerala Infrastructure Investment Board (KIIFB).
    2. To shore up revenues, sales tax on IMFL has been increased by 200 % and beer by 100 %.
    3. Allocated INR 2,500 crore to *Livelihood Inclusion and Financial Empowerment (LIFE) project* that ensures housing for all.
    4. 40,000 smart classes will be set up in 4,775 schools.
    5. Women welfare schemes have budget of INR 1250 Crores. It Includes *She Lodges* to be set up in Kochi and *Nirbhaya Homes* for survivors of Sexual Assaults. Financial assistance for unwed mother raised to INR 2000 per month.
    6. A Malayalam University will come up at Tirur.
  2. Uttar Pradesh -
    1. Total budgetary allocation is 4.28 lakh crores (11.4% higher than last fiscal).
    2. 20 new agriculture centres to be opened, with 5500 centres to be opened to procure wheat from farmers.
    3. Startup fund of Rs 250 crore has been created.
    4. INR 7482 crores for cleaning Ganga and keeping it pollution free.

## Banking Awareness Capsule 2018 (Jan-June)

3. Goa
  1. Goa Govt. presented 17123 crores budget for 2018-19, an increase of 6.84% over the ongoing fiscal.
4. Gujarat
  1. Gujarat Deputy CM and Finance Minister Nitin Patel presented state budget 2018-19. Budget size is INR 183666 crores. New scheme named *Mukhyamantri Apprenticeship Scheme* has been announced, under which Youth will get INR 3000 per month with training.
53. ▶ Telecom services provider Aircel filed for bankruptcy in National Companies Law Tribunal (NCLT), along with its units *Aircel Cellular and Dishnet Wireless*, amid fierce competition and high levels of debt.
  1. Aircel is 4th telecom firm after Telenor, Tata Tele services and Reliance Communications to wind up after Mukesh Ambani-led Reliance Jio debuted in September 2016. Jio started a disruptive price war in sector with its free voice calls and cheap data.
54. ▶ West Bengal government sold its 10-year-tenure securities for an aggregate amount INR 2000 crores, for several developmental projects, after obtaining consent of central government for this stock sale.
55. ▶ Yes Bank listed \$600 million bond issued under its maiden \$1 billion MTN programme on Global Securities Market (GSM) of India INX. Yes Bank's MTN (medium term note) bonds issuance is already listed on London Stock Exchange International Securities Market (LSE ISM) and Singapore Exchange Securities Trading Limited (SGX).
  1. India International Exchange (India INX) is India's first international exchange at IFSC Gujarat International Financial Tech (GIFT) City, Gandhinagar (Gujarat), as a subsidiary of Bombay Stock Exchange (BSE).
  2. It is one of world's most advanced and fastest trading technology platforms with turn-around time of 4 micro seconds. It operates for 22 hours a day.

## Economy News- March 2018

1. ▶ According to Monster Salary Index (MSI) -
  1. Women in India earn 20 % lesser than men, although gender gap narrowed down by around 5 % points in 2017.
  2. In India, men earned a median gross hourly salary of Rs 231, while women earned Rs 184.8.
2. ▶ Allahabad Bank received approval from Ministry of Corporate Affairs for amalgamation of its fully-owned subsidiary All Bank Finance Ltd. (ABFL) with itself. All Bank Finance offers fee-based services like debenture trusteeship, distribution of mutual fund schemes, investment advisory and portfolio management and security valuation.
3. ▶ As per *Transactions 2025* by digital payments company AGS Transact, India will have INR 1 lakh crore worth of digital transactions every year, by 2025.
4. ▶ Axis Bank opened a representative office in Sharjah, as third such Axis Bank office in UAE after Dubai and Abu Dhabi.
5. ▶ Bank of India (BOI) closed down its operations of representative office in Yangon (Myanmar) from January 2018. Apart from Yangon, Bank of India is also said to have closed down its office in Botswana.
6. ▶ CBDT (Central Board of Direct Taxes) extended deadline for PAN-Aadhaar linking from the current last date of 31 March 2018 to 30 June 2018.
7. ▶ Canara HSBC Oriental Bank of Commerce Life Insurance partnered with Canara Bank Subsidiary Can Fin Homes for a 3 year bancassurance tie up to sell its policies to home buyers.
8. ▶ Capital markets regulator SEBI raised exposure limit under exchange-traded currency derivatives trading for residents and FPIs to USD 100 million across all currency pairs involving Indian rupee, to help entities engaged in forex transactions to maintain their currency risks in a better manner.

## Banking Awareness Capsule 2018 (Jan-June)

9. ▶ Central Board of Direct Taxes (CBDT) constituted a task force to review Income Tax Act 1961 and to draft a new Direct Tax Law which takes into consideration the prevailing economic scenario and economic needs of contemporary India.
10. ▶ Central Board of Excise and Customs (CBEC) scrapped export duty of 20% on raw and refined sugar to boost shipments. This will help export excess sugar output and will prevent falling prices.
  1. Sugar output is estimated to be 29.5 million tonnes (MT) in 2017-18 marketing year (October-September), from 20.3 MT in previous year. While domestic demand is 24-25 million tonnes annually. Removing export duty will help export surplus sugar conveniently.
11. ▶ Citibank introduced a new variable interest rate mortgage product that will be linked to 90-day Treasury bills and will change every quarter. Citibank will charge a spread above 90-day Treasury bill rate based on borrower profile. Changes will be made in rates on March 1, June 1, September 1 and December 1.
12. ▶ DCB Bank launched *DCB Remit*, a online remittance service to enable customers to send money online globally. It enables Indians to send money to 20 countries.
13. ▶ Economic Affairs Secretary Subhash Chandra Garg stated that India's economy will double to \$5 trillion by 2025. India is currently 6th largest economy in world.
14. ▶ Equitas Small Finance Bank (SFB) rolled out *Yellow Army Savings Account* to commemorate its association with Indian Premier League (IPL) franchise Chennai Super Kings (CSK). It will fetch interest rate of 6 % per annum for balance below Rs. 10 lakh and 6.5 per cent per annum for balance above Rs. 10 lakh.
15. ▶ Federal Bank partnered with *Celebrus Capital* and *Fortune Wealth Management Co India* for providing Portfolio Investment Scheme (PIS) services to Non-resident Indians (NRIs).
  1. RBI's Portfolio Investment Scheme enables NRIs to purchase and sell shares and convertible debentures of Indian companies on a recognized stock exchange through their NRI Savings Account with a designated bank branch. Federal Bank has so far partnered with 9 broking companies.
16. ▶ Financial Firm Paytm's subsidiary Paytm Money received approval of Securities and Exchange Board of India (SEBI) to become a registered investment advisor. It will allow it to roll out investment and wealth management products to consumers across country.
17. ▶ Fino Payments Bank will deploy multi-utility Android-based mPOS devices across 10000 banking points across nation. mPOS is a handheld device with in-built finger print scanner, card reader, camera, printer and tablet. FINO aims to reach 5 crore customers in 5 years.
18. ▶ First sale of world's first ever electoral bonds started from March 1, 2018 for period of 10 days at four SBI branches in Mumbai, Chennai, Kolkata and New Delhi.
  1. These bonds will have a life of 15 days, buyable by any citizen / entity incorporated in India. It aims to increase transparency in political funding by rooting out anonymous cash donations made to political parties that lead to generation of black money.
  2. These electoral bonds can be bought for any value in multiples of Rs 1,000, Rs 10,000, Rs 1 lakh, Rs 10 lakh or Rs 1 crore after fulfilling all existing Know Your Customer (KYC) norms and making payments from bank account. It will not carry name of payee.
19. ▶ GST Council decided to roll out e-way bill for intra-State movement in a phased manner beginning April 15, and will cover all States by June 1. Businesses will continue to file summary sales return GSTR-3B until June as the GST Council extended present system of return-filing by three months.
20. ▶ Gandhinagar (Gujarat) Based GIFT City signed MoU with Deloitte Touche Tohmatsu India LLP (DTTILLP), that renders consultancy services, for mutual cooperation in areas related to international financial services. It will assist domestic and international clients set up operations at GIFT-located International Financial Services Centre (IFSC).
21. ▶ Government has made providing passport details mandatory for taking loans of 50 crore rupees and above to ensure a swift action in case of fraud and prevent fraudsters from fleeing the country.
22. ▶ Government issued its borrowing programme for 2018-19 and finalised borrowing calendar for first half of 2018-19.



## Banking Awareness Capsule 2018 (Jan-June)

1. For 2018-19, Gross G-Sec borrowings will be INR 6,05,539 crores. Government will borrow INR 100000s crore from NSSF (National Social Security Fund) as against budgeted amount of Rs. 75,000 crore.
  2. Gross G-Sec borrowing will be only Rs. 2,88,000 crore in H1 of 2018-19.
  3. Government and RBI are in final stage of discussions for increasing FPI limits from April 1, 2018.
  4. Government will introduce two benchmarks during this half year - 2-year and 5-year - to meet the market demand.
  5. T Bill programme for first quarter is to raise Rs. 1,95,000 crores.
23. ▶ Government raised import tax on crude and refined palm oil to support Indian farmers. Import tax on crude palm oil has been raised to 44 % from 30 % while for refined palm oil, it has been raised to 54 % from 40 %.
  24. ▶ Government will sell 76 % stake in Air India, along with subsidiary Air India Express and a 50% stake in Air India SATS (Singapore Airport Terminal Services).
  25. ▶ HDFC Bank and business expense management solution provider *Happay* collaborated to introduce a new prepaid card-linked Travel and Entertainment (T&E) expense management solution which will help Indian firms to efficiently manage their business travel expenditure.
  26. ▶ HDFC Bank signed an agreement with Government e-Marketplace (GeM) under which the bank will facilitate a host of services to the public procurement portal for Central and state government organisations. It will bring transparency and efficiency in procurement process with assured and timely payment to sellers.
  27. ▶ ICICI Bank launched instant online overdraft 'InstaOD' facility for MSME (Micro, Small and Medium Enterprises) customers, enabling overdraft facility up to Rs 15 lakh in an year.
  28. ▶ India attracted US \$208.99 billion foreign direct investment (FDI) during April 2014 to December 2017 period. Sectors receiving maximum FDI include services, computer software and hardware, telecommunications, construction, trading and automobile.
  29. ▶ India signed \$120 million loan agreement with Asian Development Bank (ADB) for completion of works for double-tracking and electrification of railway tracks along high-density corridors to improve operational efficiency of Indian railways. It is tranche 3 loan of \$500 million multi-tranche financing facility for Railway Sector Investment Program approved by ADB in 2011.
  30. ▶ India signed USD 80 million loan agreement with Manila (Philippines) based Asian Development Bank (ADB) to help modernise Technical and Vocational Education and Training (TVET) institutions and improve skills ecosystem in Himachal Pradesh.
  31. ▶ India's GDP Growth Forecasts (March 2018) -
    1. World Bank projected India's GDP growth at 7.3% in 2018 - 19 and 7.5 % in 2019-20.
    2. USA Based agency Fitch projected India's economic growth to be 7.3 % in 2018-19 and 7.5 per cent in 2019-20.
  32. ▶ India's Government owned Re-insurer General Insurance Corporation (GIC) will start operations at Lloyd's London office in April 2018, increasing its share of international business. *GIC Syndicate 1947* will be first Lloyd's syndicate to be backed solely by capital from an Indian reinsurance group.
  33. ▶ Indian IT Firm Tata Consultancy Services (TCS) is named fastest growing IT services brand in the world in an assessment done by leading brand valuation firm, Brand Finance.
  34. ▶ Indian Renewable Energy Development Agency (IREDA) and European Investment Bank (EIB) signed loan agreement for second line of credit (LoC) of Euro 150 million on non-sovereign basis for renewable energy financing in India. It has tenure of 15 years including grace period of 3 years.
  35. ▶ Insolvency and Bankruptcy Board of India (IBBI) signed MoU with Reserve Bank of India (RBI) for increased cooperation in effective implementation of insolvency law.
  36. ▶ Jana Small Finance Bank commenced operations as a small finance bank. It will initially open 19 branches in 18 states, with financial inclusion as core strategy.
  37. ▶ Karnataka Vikas Grameena Bank (KVGB) introduced *Vikas She Plus* a loan scheme for women to help them with new ventures and for expanding or modifying their existing businesses. It offers loan up to INR 2 lakhs with Repayment period of 60 months.
  38. ▶ Kotak Mahindra Bank launched voicebot 'Keya', first artificial intelligence-powered voicebot in Indian banking sector. *Keya* is developed on basis of a library of millions of phone-banking

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conversations over past three years. *Keya* is powered by Nuance (the technology behind Apple's Siri).

39. ▶ Ministry of Finance approved providing government guarantee of INR 5000 crores in current financial year for Indian Railway Finance Corporation (IRFC) bonds to be subscribed by Life Insurance Corporation (LIC). It will ease flow of borrowed funds for Ministry of Railways to undertake projects.
40. ▶ Multi Commodity Exchange of India (MCX) launched World's First Brass Futures Contracts. It is first time that a Brass Futures contract will be traded on an organised exchange anywhere in world. Availability of Brass Futures contracts will help in price discovery and will help brass merchants to hedge risk arising out of price fluctuation. Lot size of contract will be 1 metric tonne with expiries in April, May and June 2018.
41. ▶ Muthoot Finance tied up with Global IME Bank to expand its money remittance services between Indo Nepal Corridor. Muthoot Finance is the only NBFC to extend the money transfer services from India to Nepal.
42. ▶ Online food ordering platform Swiggy and ICICI Bank partnered to roll out 2 solutions to facilitate a convenient transfer funds to Swiggy. First is a Unified Payment Interface (UPI) based solution that enables instant fund transfers and other is a facility for depositing cash at ICICI branches / ATMs.
43. ▶ Public Financial Management System (PFMS) portal processed record INR 71,633 crore transactions on a single day. Public Financial Management System (PFMS) is end-to-end solution for processing payments, tracking, monitoring, accounting, reconciliation and reporting. It is implemented by Controller General of Accounts and administered by Department of Expenditure (Ministry of Finance).
44. ▶ RBI will conduct additional variable rate repo operations for longer tenors up to 31 days every Tuesday in March 2018 for INR 25000 crores each to provide additional liquidity support to banks, to provide 1 Lakh INR liquidity to banking system in March 2018.
45. ▶ RBL bank partnered with global commerce-enabling technology firm First Data to help transfer its credit card customers' data to its latest proprietary software providing end-to-end card processing services.
46. ▶ Reliance Industries announced integration with music app *Saavn* for its digital music service *JioMusic*. Combined entity is valued at over \$1 billion, with JioMusic's implied valuation at \$670 million.
47. ▶ Reserve Bank of India (RBI) allowed a limit of INR 5000 crores for foreign portfolio investors (FPIs) to go long in Interest Rate Futures (IRFs).
  1. An agreement to buy or sell a debt instrument at a specified future date, at a price that is fixed today, is referred to as Interest Rate Futures (IRFs). IRF is a derivative instrument based on an underlying security, which can either be a Government Bond or a Treasury Bill.
  2. Currently, FPI limit for Government Securities (G-Secs) is interchangeable between investments in G-Secs and investment in IRF, with long position in IRF capped at 90% of G-Sec limit. Increasing position limit will boost market development and ensure that FPIs can access IRFs in an uninterrupted way.
48. ▶ Reserve Bank of India (RBI) imposed penalty of 3 crore on Axis Bank for violation of non-performing asset (NPA) classification norms, and 2 crore on Indian Overseas Bank (IOB) for not complying with Know Your Customer (KYC) regulations. Another penalty of 40 lakh was put on SBI for non-compliance of its directions on detection and impounding of counterfeit notes.
49. ▶ Reserve Bank of India (RBI) issued a Prompt Corrective Action (PCA) framework aimed at maintaining the sound financial health of banks. It stipulates risk thresholds for key areas such as capital, profitability and asset quality (tracked in terms of the net Non-Performing Assets ratio). On breach of any of these thresholds, bank will be mandatorily required to take corrective measures in a timely manner.
50. ▶ Reserve Bank of India (RBI) will roll out limited edition coins of Rs 350 denomination to mark 350th Birth Anniversary of Shri Guru Gobind Singh Ji. Front face of coin shall bear Lion Capitol of Ashoka Pillar in the centre with legend "Satyamev Jayate" inscribed below.

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51. ▶ Reserve Bank of India has slapped monetary penalty of INR 58.9 crores on ICICI Bank for non-compliance with regulatory directions on direct sale of securities from bank's Held To Maturity (HTM) portfolio.
52. ▶ Reserve Bank of India scrapped bank guarantee instruments such as Letter of Undertaking (LoU) and Letter of Comfort (LoC), to plug loopholes in the trade finance activities of banks. It has been taken in wake of INR 14000 crores PNB fraud, which revolved around unauthorised use of LoU by bank officials.
53. ▶ Revenue Department imposed anti-dumping duty on import of 'Ofloxacin', a pharma product used in treatment of certain infections from China, to protect domestic producers from below-cost shipments. Ofloxacin is in class of antibiotics called fluoroquinolones. It is used to treat certain infections including bronchitis, pneumonia and infections of skin etc.
54. ▶ Royal Bank of Scotland (RBS) will facilitate to set up 'WomenInTech (WIT) Forum in India that will work towards encouraging women to take up careers in science, technology, engineering and math (STEM).
55. ▶ SBI Card partnered with Indian Medical Association (IMA) to launch 'Doctor's SBI Card', designed to complement distinct lifestyles and needs of doctors. Among several facilities is an insurance cover of Rs 10 lakh to protect doctors against professional risks and liabilities.
56. ▶ SBI and India Mortgage Guarantee Corporation (IMGIC) signed a pact to offer mortgage guarantee scheme for prospective non-salaried and self-employed home loan customers. It will help increase home loan eligibility up to 15% within the regulatory norms.
57. ▶ SBI raised its lending rates by 20 basis points to 8.15 %, as first lending revision by the bank since April 2016. SBI also recently hiked interest rates on deposits by upto 50 Basis Points.
58. ▶ SBI slashed charges for non-maintenance of Average Monthly Balance (AMB) in savings accounts by nearly 75 percent, to be effective from April 01, 2018. Charges for non-maintenance of AMB for customers -
  1. Metro and Urban centers - Reduced from maximum of INR 50 to 15 / month.
  2. Semi-Urban / Rural - Reduced from INR 40 to 12 / month.
59. ▶ Securities & Exchange Board of India (SEBI) allowed physical settlement of both stock options and stock futures. At present only cash settlement of derivatives is allowed.
60. ▶ Securities and Exchange Board of India (SEBI) doubled investment limit by angel funds in venture capital undertakings to INR 10 crores, to encourage early-stage start-ups.
  1. Angel funds/investors, encourage entrepreneurship by financing small start-ups at a stage when they find it difficult to obtain capital from conventional sources of finance such as banks and financial institutions.
61. ▶ Securities and Exchanges Board of India (SEBI) accepted 40 out of 80 recommendations suggested by Uday Kotak Committee on Corporate Governance.
  1. One of major recommendations was to separate post of CEO or MD and Chairperson of the listed companies. As per SEBI, separation of posts would come into effect from April 1, 2020. Initially only for top 500 listed firms in terms of market capitalisation.
  2. Major Recommendations accepted by SEBI Include -
    1. Reduction in maximum number of listed entity directorships from 10 to 8 by April 01, 2019 and to 7 by April 1, 2020.
    2. Mandatory disclosure of consolidated quarterly results with effect from FY 2019-20.
    3. Requirement of minimum 6 directors in top 1000 listed entities by April 1, 2019 and in top 2000 listed entities by April 1, 2020.
    4. At least one woman independent director in the top 500 listed entities by April 1, 2019 and in top 1000 listed entities by April 1, 2020.
    5. Top 100 entities to hold AGMs within 5 months after the end of FY 2018-19 i.e. by August 31, 2019.
    6. Shareholder approval for Royalty payments to related party exceeding 2 percent of consolidated turnover.
62. ▶ Small Industries Development Bank of India (SIDBI) signed MoU with CSC e-governance Services (CSCeGS) to take Udyami Mitra portal ([Udyamimitra.in](http://Udyamimitra.in)) to underserved MSMEs. *Udyami Mitra* aims to improve accessibility of credit for MSMEs.
63. ▶ State Government Budgets 2018-19 -

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1. Kerala -
  1. INR 2000 crores package for restoration works in wake of cyclone Ockhi. Additionally, INR 900 crores investment will be made in coastal areas through Kerala Infrastructure Investment Board (KIIFB).
  2. To shore up revenues, sales tax on IMFL has been increased by 200 % and beer by 100 %.
  3. Allocated INR 2,500 crore to *Livelihood Inclusion and Financial Empowerment (LIFE) project* that ensures housing for all.
  4. 40,000 smart classes will be set up in 4,775 schools.
  5. Women welfare schemes have budget of INR 1250 Crores. It Includes *She Lodges* to be set up in Kochi and *Nirbhaya Homes* for survivors of Sexual Assaults. Financial assistance for unwed mother raised to INR 2000 per month.
  6. A Malayalam University will come up at Tirur.
2. Uttar Pradesh -
  1. Total budgetary allocation is 4.28 lakh crores (11.4% higher than last fiscal).
  2. 20 new agriculture centres to be opened, with 5500 centres to be opened to procure wheat from farmers.
  3. Startup fund of Rs 250 crore has been created.
  4. INR 7482 crores for cleaning Ganga and keeping it pollution free.
3. Goa
  1. Goa Govt. presented 17123 crores budget for 2018-19, an increase of 6.84% over the ongoing fiscal.
4. Gujarat
  1. Gujarat Deputy CM ad Finance Minister Nitin Patel presented state budget 2018-19. Budget size is INR 183666 crores. New scheme named *Mukhyamantri Apprenticeship Scheme* has been announced, under which Youth will get INR 3000 per month with training.
5. Assam -
  1. In Budget 2018-19, Assam Govt. proposed an insurance scheme for journalists and their families, to ensure security and protection of the journalists and their families.
  2. After Andhra Pradesh, Assam is the second state to have an e-budget.
  3. Pension for senior citizens, ex-gratia of INR 5 Lakh to next of kin of who lost their lives during the Bodoland agitation are among main Points.
  4. Providing relief to small tea growers, State Government will deposit 25% of outstanding dues of Farmers', upto 25000 in each loan account.
  5. To promote digital literacy and usage, each line Sardar (head) in tea garden will be provided with a smart phone costing approx 3000.
6. Maharashtra -
  1. 13000 gram panchayats will be connected digitally under the Centre's BharatNet project.
  2. Mahasamadhan, a toll-free helpline will be set up for farmers, through which, they can avail information on seeds, fertilisers and various policies.
  3. A web portal will be started for providing literature on BR Ambedkar, Annabhau Sathe, Savitribai Phule.
  4. State Autorickshaw Welfare Corporation will be established for the welfare of state's 20 lakh auto-rickshaw drivers.
  5. India's first battery-operated submarine will be used for underwater tourism at Vengurla, Sindhudurg. Physically challenged people in the state will be given free mobile stalls, so they can earn their livelihood.
  6. National Snake Venom Research Institute will be set up at Haffkine Institute, Mumbai. o
7. Delhi -
  1. Delhi government presented an INR 53000 Crores *green budget* aimed at controlling pollution and monitoring its impact on environment. 26 initiatives include procuring 1000 electric buses, subsidies to restaurants to replace coal

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- tandoors with electricity- or gas-based tandoors and undertaking a joint study with University of Washington to explore possibility of using technology to ascertain source of air pollution.
- 26 % of budget is towards education, 12 % for health and 11 % for infrastructure development.
64. ▶ Yes Bank launched robotics based *Digital export Import* payments solution as a part of its Yes Transact Smart Trade product suite. It will help in eliminating requirement of documents submission for import and export payments.

### Economy News- April 2018

- ▶ AU Small Finance Bank launched mobile app named 'Kamao' (earn), looking to improve its business through crowd-sourcing, involving employees, customers and non-customers. Bank will encourage stakeholders to refer prospective customers, who want to open deposit accounts or get loans, on app and win rewards.
- ▶ As per Commerce Ministry, India's global trade in 2017-18 stood at \$767.9 billion, 16.32 % up as compared to \$660.2 billion in 2016-17. Trade with Latin American Countries (LAC) recorded healthy growth of 19.63 % in 2017-18, most with Bolivia (\$253 million in 2016-17 to \$772.44 million in 2017-18).
- ▶ As per London-based wireless coverage mapping Company OpenSignal, Bharti Airtel has highest 4G download speed among Indian telecom operators with speed of 9.31 MBPS, followed by Idea Cellular (7.27 mbps), Vodafone (6.98 mbps) and Reliance Jio (5.13mbps). Jio topped in terms of 4G network coverage.
- ▶ As per TRA Brand Trust Report 2018, State Bank of India is most-trusted bank (both public and private sector) and ICICI topped among private ones.
- ▶ As per World Bank Global Findex Report 2017 -
  - 55 % of new bank accounts opened globally between 2014-17 are from India. India witnessed a great jump in account ownership during 2014-2017 as 80 % Indians owned a bank account in 2017, compared to only 35 % bank account holders in 2011.
- ▶ Asian Development Bank (ADB) agreed to give an aid of 1,700 crore rupees to Uttarakhand for infrastructure development and creation of sewerage treatment facilities in urban areas.
- ▶ Asian Infrastructure Investment Bank (AIIB) approved \$140 Million Loan to improve Rural Connectivity in Madhya Pradesh, aimed at benefitting 1.5 Million Rural residents of 5640 Villages in Madhya Pradesh.

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8. ▶ Cab Aggregator Ola acquired Mumbai-based end transport ticketing and commuting app *Ridlr*, to complement Ola's efforts to integrate its mobility platform with public transportation infrastructure.
9. ▶ Cab Aggregator Ola introduced in-trip insurance programme for all its customers, starting at just Re 1 and covering up to 500000. This will cover for loss of belongings, missed flights, and medical expenses. Ola partnered with Acko General Insurance and ICICI Lombard General Insurance for this in-trip insurance programme.
10. ▶ Cabinet Approvals on Apr 21, 2018 -
  1. CCEA (Cabinet Committee on Economic Affairs) Approvals -
    1. Approved Restructured Centrally Sponsored Scheme Rashtriya Gram Swaraj Abhiyan (RGSA) for period 01-04-2018 to 31-03-2022 at cost of INR 7255.50 crores with Central Share of 4500 crore and States' Share of INR 2755.50 crores.
      1. National Level activities will include National Plan of Technical Assistance, Mission Mode project on e-Panchayat, Incentivization of Panchayats and State component will be Capacity Building of Panchayati Raj Institutions (PRIs).
      2. State funding pattern for State Component will be 60:40 for all States, except North East and Hill States where Centre:State funding pattern will be 90:10 and For UTs, Central share will be 100%.
      3. Sunset date for RGSA will be 31-03-2030.
      4. RGSA will help over 2.55 lakh Panchayati Raj Institutions (PRIs) to develop governance capabilities to deliver on SDGs through inclusive local governance with focus on optimum utilisation of available resources.
      5. RGSA will strengthen Gram Sabhas to function as effective institutions with social inclusion of citizens particularly the vulnerable groups. It will establish institutional structure for capacity building of PRIs with adequate human resources and infrastructure.
      6. PM Narendra Modi will Launch RGSA from Mandla (Madhya Pradesh), on 24th April (National Panchayati Raj Day).

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11. ▶ Central Bureau of Excise and Customs (CBEC) imposed a 10% duty on imports of key smartphone components such as populated printed circuit boards (PCBs), camera modules and connectors, up from 0% import duty Currently.
  1. Import duties are generally imposed to discourage imports and promote local manufacturing units.
12. ▶ Central Government, Government of Maharashtra and World Bank signed today US\$ 420 million project to help Small and Marginal farmers in Marathwada and Vidarbha regions of Maharashtra, to help increase climate resilient practices in agriculture. It will benefit over 7 million people spread over an area of 3.0 million ha and cover 5,142 villages across 15 most climate vulnerable districts of region. This loan from International Bank for Reconstruction and Development (IBRD) has 6-year grace period, and a maturity of 24 years.
13. ▶ Credit rating agency Fitch kept India's sovereign rating unchanged at 'BBB-' with stable outlook. This rating is at junk bond or lowest investment grade with stable outlook. BBB-rating balances India's medium-term growth outlook and favourable external balances with weak fiscal finances and some lagging structural factors.
14. ▶ Department of Biotechnology (DBT) under Ministry of Science & Technology initiated National Biopharma Mission which is implemented by Biotechnology Industry Research Assistance Council (BIRAC), to strengthen emerging biotechnology sector in India.
  1. Mission has been approved at a total cost of US\$250 million for five years with 50% funding through World Bank Loan. Legal agreement between BIRAC and IBRD (World Bank) has been signed.
15. ▶ Digital Wallet Firm Paytm launched its offline payments solution - *Paytm Tap Card*, to provide seamless payments solutions for non-internet customers. This card uses Near Field Communication (NFC) technology to enable safe and convenient digital payments.
16. ▶ Digital payments company PayPal and Federation of Indian Export Organisations (FIEO) signed an agreement for promotion of outbound shipments among small and medium enterprises (SMEs). PayPal will work with FIEO to educate SMEs on how to leverage global opportunities, help them receive money in a safe and timely manner with PayPal products.
17. ▶ Export-Import Bank of India (Exim Bank) will provide loans worth about US \$4.5 billion to Bangladesh for financing of various social and infrastructure projects. In this

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regard, Exim Bank signed agreement with Bangladesh Government in October 2017 to extend this LoC facility.

18. ▶ Fashion e-retailer Myntra acquired Witworks, a Bengaluru based technology startup, involved in developing smart wearable devices and their underlying software.
19. ▶ Finance Ministry in consultation with RBI launched first tranche of sovereign gold bonds (SGBs) for current fiscal (FY 2018-19), to be sold through banks, designated post offices and recognised stock exchanges. Features are-

1.

Sl. No.	Item	Details
1	Denomination	In multiples of gram(s) of gold with a basic unit of 1 gram. Minimum permissible investment will be 1 gram of gold.
2	Tenor	8 years with exit option in 5 <sup>th</sup> , 6 <sup>th</sup> and 7 <sup>th</sup> year, to be exercised on interest payment dates.
3	Maximum limit	Maximum limit shall be 4 KG for individual, 4 Kg for HUF and 20 Kg for trusts and similar entities per fisca.
4	Payment option	Online / Offline (upto 20000) . Issue price of Gold Bonds will be INR 50 per gram less for those who subscribe online and pay digitally.
5	Interest rate	The investors will be compensated at a fixed rate of 2.50 per cent per annum payable semi-annually on the nominal value.
6	Tax treatment	The interest on Gold Bonds shall be taxable as per the provision of Income Tax Act, 1961 (43 of 1961). Capital gains tax arising on redemption of SGB to an individual has been exempted
7	Commission	Commission for distribution of bond shall be paid at the rate of 1% of the total subscription and receiving offices shall share at least 50% of commission so received with agents for the business procured through them.

20. ▶ Fugitive Economic Offenders Ordinance 2018 came into force as President Ram Nath Kovind gave his assent to Cabinet's decision to promulgate the said Ordinance.



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1. It empowers authorities to attach and confiscate (जब्त करना) properties of economic offenders and deter them from evading Indian law by remaining outside India.
  2. A Fugitive Economic Offender is a person against whom an arrest warrant has been issued in respect of a scheduled offence and who has left India so as to avoid criminal prosecution.
  3. To ensure that Courts are not over-burdened with such cases, only those cases where total value involved in such offences is 100 crore rupees or more, is within purview of this Ordinance.
  4. President Ram Nath Kovind also promulgated an ordinance that provides for stringent punishment, including death penalty, for those convicted of raping girls aged below 12 years. Jammu and Kashmir state Govt. also approved Criminal Law (Amendment) Ordinance 2018 that provides death penalty to rapists of children below age of 12 years.
21. ▶ Global Consultancy Firm in its report Titled *India Soars Higher* stated that India has highest growth rate amongst Brazil, Russia, India, China and South Africa (BRICS) economies.
  22. ▶ Global Findex Report released by World Bank said that about 19 Crore Indian adults still don't have a bank account, second only to China, despite account ownership more than doubling from 35 % in 2011 to 80 % in 2017.
  23. ▶ Government amended Income Tax rules that will now allow transgenders to be recognised as an independent category of applicants for obtaining a Permanent Account Number (PAN).
  24. ▶ HDFC Bank launched IRA (Interactive Robotic Assistant) 2.0, interactive humanoid at Koramangala Branch in Bengaluru, in tech partnership with Invento Makerspaces and Senseforth Technologies. It aims to enhance user experience for customers.paytm .
  25. ▶ ICICI Bank became first Indian bank to go live on SWIFT's Global Payment Innovation, an improved cross-border payments service. It enables real-time payments tracking across correspondent banks & has a facility to track payments instructions across correspondent banks globally.
  26. ▶ IT Firm HCL acquired C3i Solutions for USD 60 million, to enhance HCL's growth in life sciences and consumer services. C3i Solutions is a wholly owned, independently operated subsidiary of Merck & Co, which is known as MSD outside US and Canada.

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27. ▶ IT Firm Tata Consultancy Services (TCS) became first Indian company to reach \$100 billion market capitalisation (m-cap) milestone. With this, TCS joined world's 100 most valued organizations and now ranks 97th.
28. ▶ India signed \$210 million loan agreement with World Bank for Madhya Pradesh Rural Connectivity Project. The Project will cover 10,510 km stretch of rural roads in Madhya Pradesh that fall under Chief Minister's Gram Sadak Yojana (CMGSY) program.
29. ▶ India signed a Loan Agreement of US\$ 125 Million with World bank for IBRD credit for *Innovate in India for Inclusiveness Project*.
30. ▶ India signed a Loan Agreement of USD 48 million with World Bank's IBRD (International Bank for Reconstruction and Development) for *Meghalaya Community - Led Landscapes Management Project (MCLLMP)*.
31. ▶ Indian Bank introduced Public Financial Management System (PFMS) and 'Bharat QR' facility. PFMS aims to benefit government agencies for utilising payment service. *Bharat QR* is a mobile payment collection scheme to accept digital payments.
32. ▶ Indian GDP Forecasts (April 2018) -
  1. Asian Development Bank (ADB) projected India's GDP Growth Rate to rise to 7.3% in FY 2018 - 19 and 7.6% in 2019-20.
  2. As per World Bank's South Asia Economic Focus Spring 2018 report, Indian economy has recovered from impact of demonetisation and the introduction of the Goods and Services Tax regime and is projected to grow by 7.3 % in 2018 and 7.5 percent in 2019. India's growth is expected to drive South Asia's growth rate to 6.9 % in 2018 and 7.1 % in 2019. South Asia includes Afghanistan, Bangladesh, Bhutan, India, Maldives, Nepal, Pakistan and Sri Lanka.
    1. As Per world Bank, India's GDP clocked in \$2.6 trillion, becoming 6th in World, after USA, China, Japan, Germany and UK.
  3. Confederation of Indian Industry (CII) Predicted India's GDP to grow at 7.3-7.7% during 2018-19.
  4. International Monetary Fund (IMF) in its World Economic Outlook (WEO) projected India to grow at 7.4% in 2018 and 7.8% in 2019.
  5. Japanese financial services Firm Nomura stated that India's GDP growth will be 7.8 % in first half of 2018-19.
  6. Germany's Deutsche Bank Predicted GDP growth of 7.5% for India this financial year.

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33. ▶ Indian Overseas Bank (IOB) launched three 'Internet of Things' (IoT)-based customer service initiatives in Chennai (Tamil Nadu), including a sound pressure level meter and Missed Call Feedback system.
34. ▶ Indus Towers and Bharti Infratel Ltd announced their Merger, that will create world's second-largest mobile masts company by numbers of towers, 2nd only to China Tower. It will have presence throughout India with more than 163,000 towers, worth over 14.6 Billion USD. Bharti Airtel will have a stake of 33.8 % to 37.2 % in combined entity.
35. ▶ IndusInd Bank launched a pilot project to use WhatsApp for customer service, wherein customers can save official WhatsApp number of bank and initiate conversation. Customers can avail several services including checking balance, obtain mini statements through WhatsApp.
36. ▶ IndusInd Bank received RBI's approval to buy securities services arm of IL&FS (Infrastructure Leasing and Financial Services), for which agreement was signed In March 2017.
37. ▶ Insolvency and Bankruptcy Board of India signed MOU with Indian Institute of Corporate Affairs to collaborate for research and publication, advancement of knowledge, capacity building, awareness and advocacy initiatives among others.
38. ▶ Jammu & Kashmir (J&K) Bank launched *Add on Working Capital GST* as a special financing scheme to help state industry cope with delay in reimbursement of GST under special tax relief. Under this, revolving credit facility will be extended at most competitive rate of 9 % and with minimum documentation.
39. ▶ Ministry of Commerce and Industry launched FIEO GlobalLinker, a digital platform for MSME exporters to digitise their businesses and join global community of growing businesses, developed by Federation of Indian Export Organisations (FIEO). It is growing global network currently comprising over 140,000 SME firms, seeking business collaboration and growth opportunities.
40. ▶ NABARD (National Bank for Agriculture and Rural Development) will raise its long-term on-lending or refinance portfolio to INR 80,000 crore (from 65000 Crores) in current fiscal year, to improve rural economy. Government has also raised authorised capital of NABARD by 6 times to INR 30000 Crores, to increase its lending to the rural economy.

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41. ▶ National Bank for Agriculture and Rural Development (NABARD) extended credit support of INR 14,690 crore to Rajasthan for 2017-18, under Rural Infrastructure Development Fund (RIDF) of NABARD.
42. ▶ National Commodity and Derivatives Exchange Limited (NCDEX ) Group Company National E-Repository Limited (NERL) signed up ICICI Bank and HDFC Bank as repository participants for pledge finance. These banks will offer pledge finance against eNWRs created on NERL's repository platform commodities stored in warehouses registered with Warehousing Development and Regulatory Authority (WDRA).
43. ▶ National Stock Exchange (NSE) launched its e-Gsec platform which will allow retail investors to invest in government securities. Government Securities are offered to investors through competitive and non-competitive auctions held by RBI on weekly basis.
44. ▶ National Stock Exchange's (NSEs) India Index Services & Products Ltd (IISL) launched Nifty equity savings index that will serve as benchmark for equity saving funds offered by various mutual funds. It will capture performance of portfolio having exposure to equity, equity arbitrage and debt instruments in similar way to investment philosophy of equity savings funds.
  1. Its components are 30% exposure to Nifty 50 total return index, 30% exposure to equity arbitrage (long position in Nifty 50 total return index and equivalent short position in Nifty 50 futures Index), 30% exposure to Nifty short duration debt index, and 5% exposure to Nifty 1D rate index.
  2. The base date for index is April 1, 2005 and base value is 1,000.
45. ▶ Paytm Payments Bank announced to have over 10 crore KYC compliant customers.
46. ▶ Private sector's ICICI Bank introduced a 'digital form' which will help open current accounts in a few hours, to provide a faster and smoother account opening experience to customers by doing away with the hassle of arranging lengthy paper-work.
47. ▶ Punjab National Bank (PNB) launched several products to mark its 124th foundation day. It also partnered with expense management app WALNUT.
48. ▶ RBI directed all regulated entities including banks not to provide services to businesses dealing in virtual currencies like bitcoins, so as to protect consumers and check money laundering.
49. ▶ RBI dropped Axis Bank, Karur Vyasa and South Indian Bank from list of banks it has cleared to import Bullions in current financial year.
  1. Bullion is gold, silver, or other precious metals in the form of bars or ingots.

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50. ▶ RBI imposed restrictions on Mumbai-based City Co-operative Bank, limiting per account withdrawals to INR 1000. Bank will also not be able to accept fresh deposits, disburse loans or borrow funds without RBI approval.
51. ▶ RBI increased bond investment limit for foreign portfolio investors (FPI) by a percentage point in two phases, to will allow foreigners about Rs 1.4 trillion of extra play in Indian bonds by FY20.
1. Limit for FPI investment in central government securities (G-secs) would be increased by 0.5 % to 5.5 % of outstanding stock of securities in 2018-19 and 6 % of outstanding stock of securities in 2019-20.
  2. Also, general and long-term investors would have equal share in government bond investment limit for 2018-19. Earlier, they had an investment ratio of 25:75.
52. ▶ RBI revised Know Your Customer (KYC) guidelines, making linking of Aadhaar ID to bank accounts mandatory. In amended Customer Due Diligence procedure, Aadhaar number, PAN or Form No. 60 need to be obtained from an individual who is eligible for applying for biometric ID.
53. ▶ RBI switched back to gross domestic product (GDP)-based measure to offer its growth estimates from the gross value added (GVA) methodology, citing global best practices.
1. Government had started analysing growth estimates using GVA methodology from January 2015 and had also changed the base year to 2018 from January.
  2. GVA gives a picture of economic activity from producers' side, GDP model gives picture from consumers' / demand perspective.
  3. In recent first bi-monthly policy of new fiscal year 2018-19, RBI left key rates unchanged, citing rising inflation worries in first half. RBI said GDP is projected to strengthen from 6.6 % in FY18 to 7.4 % in FY19. Key Policy Rates -
    1. Repo rate - 6%. It is rate at which RBI lends to its clients generally against government securities.
    2. Reverse Repo Rate - 5.75%. It is rate at which banks lend funds to RBI.
    3. Marginal Standing Facility (MSF) Rate - 6.25%. It is rate at which scheduled banks can borrow funds overnight from RBI against government securities.
    4. Bank Rate - 6.25%. It is rate charged by central bank for lending funds to commercial banks.

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5. Cash Reserve Ratio (CRR) - 4%. It is amount of funds that banks have to keep with RBI.
  6. Statutory Liquidity Ratio (SLR) - 19.5%. It is amount that banks have to maintain a stipulated proportion of their net demand and time liabilities (NDTL) in form of liquid assets like cash, gold and unencumbered securities etc.
54. ▶ Randstad Employer Brand Research (REBR) 2018 stated that Microsoft India is most attractive employer brand in India this year, followed by Amazon India.
55. ▶ Reliance Industries owned Jio Payments Bank commenced operations as India's 6th payments bank. No details related to interest rates and other terms have been disclosed so far. Other Payments banks in India -
1. Paytm Payments Bank - Interest Rate of 4 %.
  2. Airtel Payments Bank - Interest rate of 5.5% in its saving account. Initially, Airtel Payment Bank was giving 7.5%.
  3. Fino Payments Bank - Interest Rate of 4 %.
  4. India Post Payments Bank - Different interest rate according to deposited amount -
    1. Deposit upto 25,000 – 4.5%
    2. Deposit upto 50,000 – 5 %
    3. Upto 1,00,000 – 5.5%
  5. Idea Payments Bank
56. ▶ Reliance Infrastructure (RInfra) won INR 1081 crores contract from Nuclear Power Corporation of India Ltd (NPCIL) for work in 2 units of Kudankulam project in Tamil Nadu.
57. ▶ Reliance Jio signed agreement to raise nearly INR 3250 crores as samurai term loan from Japan-based banks, with 7 year bullet maturity. This is said to be largest samurai loan (low interest loans from Japanese investors) for an Asian corporate company.
58. ▶ Reserve Bank of India (RBI) deferred adoption of Indian Accounting Standards (Ind AS) by commercial banks for year (till April 2019) due to unpreparedness of banks to migrate to the new accounting system.
1. RBI requested Government to amend Banking Regulation Act, 1949 as format of financial statements as prescribed under Schedule 3 of Act is not amenable to reporting financial statements under Ind-AS.

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2. Ind AS is global accounting practice that lenders are mandated to adopt, on par with International Financial Reporting Standard 9.
  3. Financial Entities follow generally accepted accounting principles (GAAP) standards. Corporate entities started complying with IndAS with effect from 1 April 2016. In February 2016, RBI mandated commercial banks, barring regional rural banks to implement Ind AS from April 1, 2018.
  4. RBI was asking banks to submit half-yearly returns based in Ind-AS format. Key change was need to provision accounts based on expected loss, instead of when account turns into a non-performing asset (NPA).
  5. Commercial banks may need up to INR 89000s crores while transiting to Ind-AS regime.
59. ▶ Reserve Bank of India (RBI) imposed INR 3 crore penalty on IDBI Bank for not following RBI's rules on classification of loans.
60. ▶ Reserve Bank of India (RBI) liberalised External Commercial Borrowings (ECB) Policy by including more sectors, to facilitate cheaper access of overseas funds to Indian companies.
1. RBI has stipulated uniform, all-in cost ceiling of 450 basis points (bps) over benchmark rate, which, in most cases, is six-month London Interbank Offered Rate (LIBOR).
  2. RBI increased ECB Liability to Equity Ratio for ECB raised from direct foreign equity holder under automatic route to 7:1, up from 4:1 earlier. This ratio will not be applicable if total of all ECBs raised by entity is up to \$5 million or equivalent.
  3. RBI also has allowed duly regulated housing finance companies to raise ECB under all tracks.
61. ▶ Reserve Bank of India (RBI) tightened reporting norms for Liberalised Remittance Scheme (LRS), under which individual can transfer up to US \$2,50,000 abroad in a year.
1. Currently, LRS transactions are permitted by banks based on declaration made by remitter, without any verification or reliable source of information. Now, daily reporting system by Authorised Dealer (AD) banks of transactions undertaken by individuals under LRS has been placed. Banks will mandatorily report daily transactions undertaken by them under LRS.

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2. Liberalised Remittance Scheme (LRS) was launched in February 2004 and allows all resident individuals including minors to freely remit upto US \$2,50,000 annually (revised from \$25000 Limit Initially).
62. ▶ SBI launched its UK subsidiary, SBI (UK) Limited, with initial capital commitment of 225 million pounds. SBI became the first foreign bank in UK to ringfence (separate) its retail division from its wholesale business.
63. ▶ Securities Exchange Board of India (SEBI) relaxed algorithm trading norms at commodity derivatives exchanges, raising limit of trading using algorithm trading process up to 100 orders per second by user from the existing limit of 20 orders per second. SEBI also decided to do away with requirement of empanelment of system auditors by exchanges for system audit of algorithmic trading.
64. ▶ Several Budget proposals Implemented from April 1, 2018 -
  1. Reintroduction of tax on long-term capital gains (LTCG) exceeding Rs 1 lakh from sale of shares.
  2. Reduced corporate tax of 25 % on businesses on a turnover of up to INR 250 crores.
  3. Standard deduction of Rs 40,000 in lieu of transport allowance and medical reimbursement.
  4. e-Way Bill system became mandatory from April 1, 2018 for all inter-state movement of goods in India, being implemented under GST regime by GST Network (GSTN) at Portal <https://ewaybillgst.gov.in>
    1. EWay Bill is an electronic way bill for movement of goods which can be generated on the eWay Bill Portal. Transport of goods of more than Rs. 50,000 (Single Invoice/bill/delivery challan) in value in a vehicle cannot be made by a registered person without an e-way bill.
    2. GST Council had decided to roll-out of the e-way bill starting with inter-state from April 1 and intra-state from April 15, 2018.
    3. E-way bill is an electronic document generated on GST Portal, which is a shared information technology (IT) infrastructure between Centre and States; and acts as evidence for movement of goods.
    4. e-way can be cancelled within 24 hours of creation. The recipient can also reject the e-way Bill within validity period of e-way bill or within 72 hours of creation of e-way bill by consignor, whichever is earlier.



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65. ▶ Small Industries and Development Bank of India (SIDBI) tied up with Common Service Centre (CSC) to promote micro-enterprises in 115 aspirational districts across country.
66. ▶ Society of Indian Defence Manufacturers (SIDM) and Groupement des Industries Françaises Aéronautiques et Spatiales (GIFAS) signed an MoU on sidelines of a major industrial mission in India in field of aerospace and defence organised by GIFAS with support of SIDM.
67. ▶ State Bank of India (SBI) launched an alternate method of cash withdrawal for its customers, known as Cash@POS initiative. Under it, debit card holders of SBI and all other banks can withdraw cash from PoS machines installed by SBI across various merchant locations. INR 1000 can be withdrawn in Tier I and Tier II cities and INR 2000 in Tier 3 to Tier 6 cities per day per card.
68. ▶ State Bank of India (SBI) will issue and encash Electoral Bonds through its 11 Authorised Branches between May 1 - 10, 2018.
1. Electoral Bonds can be purchased by any Indian Citizen / Organization to give donations to Political Parties.
  2. Political parties that secured over 1 % of votes in last General Elections, are eligible to receive Electoral Bonds.
69. ▶ State Bank of India Tied up with Satluj Vidyut Nigam Limited (SJVN) to invest INR 80 billion in Arun III hydropower project of Nepal, with 900 megawatts (MW) capacity.
70. ▶ Telecom Regulatory Authority of India (TRAI) unveiled beta version of portal ([www.tariff.trai.gov.in](http://www.tariff.trai.gov.in)) to enable consumers see tariffs of different telecom service providers at single place. It aims to provide more transparency and information on multiple tariff offerings by telcos and help consumers.
71. ▶ Yes Bank launched *Yes GST*, an OD (over draft) facility for Micro, Small and Medium Enterprises (MSMEs). Through this, an MSME can avail OD up to Rs 1 crore, based on annual turnover, backed by GST returns.
72. ▶ Yes Bank received RBI approval to open 2 representative offices in London and Singapore.
73. ▶ e-commerce Firm Flipkart partnered online travel company MakeMyTrip to offer travel services on its platform. Services of MakeMyTrip's other brands, Goibibo and redBus, will be available to Flipkart consumers as part of deal.

### Economy News- May 2018

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- ▶ 15th Finance Commission (FCC) headed by NK Singh constituted Advisory Council to advise Commission on issue or subject related to Terms of Reference (ToR) to quell (*control*) strong opposition from some states over 2011 census. It will also help commission in broadening its ambit and understanding to seek best national and international practices on matters pertaining to fiscal devolution.
- ▶ As major relief to budding entrepreneurs, government allowed startups to avail tax concession only if total investment including funding from angel investors does not exceed INR Rs 10 crores. Also, An angel investor picking up stakes in a startup should have minimum net worth of 2 crore or should have an average returned income of over Rs 25 lakh in preceding 3 financial years.
- ▶ As per Ministry of Finance, Goods and Services Tax (GST) revenue collected in month of April 2018 was INR 1.034 Lakh crores, consisting Integrated GST (IGST) of 50548 crores as Biggest Component (Others are Central GST, State GST and cess). April 2018 is first ever month in which GST collection surpassed 1 lakh crore mark.
- ▶ Atal Pension Yojana (APY) Scheme's subscriber crossed 1 Crore on completion of 3 years of Its launch (May 9, 2015), With current number of subscribers standing at 1.10 Crores.
  1. APY is a guaranteed Pension Scheme that focuses on unorganised sector workers which constitute more than 85% of workforce. Under It APY, guaranteed pension of 1000 - 5000 will be given at the age of 60 years depending on contribution by subscribers.
  2. The Scheme has generated around 9.10 % CAGR (Compound Annual Growth Rate) since its inception till March 2018.
- ▶ BSE Ltd (earlier known as Bombay Stock Exchange) became first Indian exchange to be designated as Designated Offshore Securities Market (DOSM) by US Securities and Exchange Commission (US-SEC). It will allow sale of securities to US investors through trading venue of BSE without registration of such securities with US SEC. It will ease trades by US investors in India and also enhance attractiveness of Indian Depository Receipts (IDRs) amongst US investors.
- ▶ Bank Of Baroda signed agreement with CDSL Commodity Repository (CCRL), for pledge finance under repository ecosystem for accredited warehouses. It will boost confidence among bankers and other stakeholders like depositors and warehouse service providers. BOB becomes first public sector bank to become the repository participant.
- ▶ Bank deposits growth fell to a five-decade low in FY 2017-18, with other savings methods such as mutual funds and insurance reduced banking competitiveness. A total deposit of 114 lakh crore was reported in the last fiscal, with growth rate of 6.7% (lowest since 1963).
- ▶ CBDT notified A Protocol to amend existing Double Taxation Avoidance Agreement (DTAA) between India and Kuwait, for avoidance of double taxation and for prevention of fiscal evasion with respect to taxes on income.
- ▶ Central Board of Direct Taxes (CBDT) released all 7 e-filing forms for taxpayers, For e-filing of the taxpayers for assessment year 2018-19. New ITR forms require the salaried taxpayers to break down their salary and for businessmen to provide their GST number and turnover.
  1. ITR-1 is called 'Sahaj' and is for the salaried person earning upto Rs. 50 lakh. 3 crore taxpayers used this file for previous year.
  2. ITR-2 is for the individuals and 'HUF' (Hindu Undivided Families) having income from profits and gains in business including NRIs.
  3. ITR-3 and ITR-4 can be filled by HUFs having income under head business and profession.
  4. An individual of 80 years and above or any HUF or whose income is Rs. 5 lakh and less can file for returns in ITR-1 and ITR-4.
- ▶ Central Statistics Office (CSO) of Ministry of Statistics and Programme Implementation released estimates of Gross Domestic Product (GDP) for 4th quarter (January-March) Q4 of 2017-18 for FY 2017-18 -
  1. GDP (at 2011-12 prices) in fourth quarter (Q4) registered growth rate of 7.7 %, compared to 5.6, 6.3 and 7.0 % respectively in first three quarters of 2017-18. Good Growth in agriculture, manufacturing and construction sectors (11.5%) contributed to overall growth.
  2. GDP at constant (2011-12) prices for 2017-18 is estimated at 130.11 lakh crores, showing growth rate of 6.7 % over 2016-17.

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3. At sectoral level, growth rate of GVA at constant (2011-12) prices in Q4 for agriculture & allied sectors, industry and services sectors are estimated at 4.5 %, 8.8 %, and 7.7 %.
4. Per capita income (at 2011-12 prices) during 2017-18 is estimated to be INR 86668, compared to INR 82229 for 2016-17 (growth of 5.4 %).
5. GDP at current prices for 2017-18 is estimated at 167.73 lakh crores, growth rate of 10.0 % over 2016-17.
11. ▶ Child rights organisation NGO Child Rights and You (CRY) received a USD 100,000 grant from global technology major Oracle for a digitally enhanced monitoring system that would potentially improve lives of underprivileged children across 19 states.
12. ▶ Delhi based Sudeva Football Club acquired Spanish league's third division club C.D Olimpic Xativa, to expand its operations in Europe. Sudeva becomes First Indian football club to do so.
13. ▶ Department of Telecommunications (DoT) approved Bharti Airtel's acquisition of Norway based Telenor India. Bharti Airtel will buy Telenor India in a no-cash deal and will take over its outstanding spectrum payments of Rs 1650 crores.
14. ▶ Employees Provident Fund Organization (EPFO)'s approved 8.55% interest on PF for 2017-18, lowest since 2012-13. It provided 8.5% in 2016-17, 8.8% in 2015-16 and 8.75% in 2013-14 & 2014-15. This will be applied to all 120 offices of EPFO and all 5 crore subscribers.
  1. EPFO also decided to cut Administrative Charges by 15 Basis Points to .5% (from .65%), enabling over 5 lakh employers to save about Rs. 900 crore annually.
15. ▶ FIH Mobile, subsidiary of Foxconn Technology Group (leading global contract manufacturing giant), written off an additional \$40 million of its \$200 million investment in online marketplace Snapdeal.
16. ▶ Facebook will launch Whatsapp Pay, a payment service for its whatsapp platform. It will be partnering with HDFC , AXIS, ICICI and SBI banks.
17. ▶ Financial Firm Paytm acquired Chennai-based online ticketing platform *TicketNew*, owned by Orbgen Technologies, for approx \$40 million.
18. ▶ Financial services platform MobiKwik launched Unified Payments Interface (UPI) on its platform via its own Virtual payment address (VPA) handle @ikwik.
19. ▶ Fino Payments Bank launched several digital products, in addition to mobile banking app BPay launched in 2017. New initiatives include Unified Payments Interface (UPI), net banking, easy digi savings account and FasTag for making digital payments at toll plazas.
20. ▶ GST Council approved simplified return filing process, Including measures like -
  1. One monthly Return.
  2. Unidirectional Flow of invoices - Seller needs to upload unidirectional flow of invoices anytime during month. This would be valid document to avail input tax credit by buyer.
  3. Simple Return design and easy IT interface.
  4. No automatic reversal of credit - There will not be any automatic reversal of input tax credit from buyer's side on non-payment of tax by seller.
  5. Due process for recovery and reversal will be carried out through a due process of issuing notice and order.
  6. Transition - There will be a three stage transition in the new system.
    1. Stage I will be the present system of filing of return GSTR 3B and GSTR 1. GSTR 2 and GSTR 3 shall continue to remain suspended.
    2. In stage 2, new return will have facility to upload invoice-wise data and also for claiming input tax credit on self declaration basis.
  7. Content of return and implementation - Return will be simplified by reducing amount of information required to be filled.
  8. GST Council also approved to make GST Network (GSTN) a government body, with Govt. acquiring 51% stake, up from 49 % Currently.
21. ▶ Government raised customs duty on wheat from 20 % to 30 %, to curb cheaper imports and protect domestic growers. Import duty on walnut shell has also been increased from 30 % to 100 %.
22. ▶ Government reconstituted Financial Stability and Development Council (FSDC) to include secretaries from revenue department AND Ministry of Information Technology (MeitY) and Chairman of Insolvency and Bankruptcy Board of India (Currently M S Sahoo). It will make FSDC more broad-based to incorporate changes in economic regulatory framework.

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23. ▶ Government's Bank Note Paper Mill India (BNPM) received environment clearance (EC) from Environment Ministry to increase production of bank note paper from 12,000 tonnes per annum (TPA) to 16,000 TPA at its Mysuru unit in Karnataka.
24. ▶ HDFC bank launched Digital Loans against Mutual Funds, in partnership with transfer agent CAMS. It aims to reach out to customers in tier 2 and 3 markets and bring them into the digital lending fold and reducing time for availability of loan through mutual funds. Ticket size of the loans will range from Rs 1 lakh to Rs 1 crore at an interest rate of 10.5 -11%.
25. ▶ ICICI bank launched its innovation lab for digital business, headed by Rohan Angrish. It aims to create technology from scratch and help better digital business. The innovation fund for this project with partnered concerns is INR 100 crores.
26. ▶ IIM-Ahmedabad's Centre for Innovation, Incubation and Entrepreneurship (CIIE) launched *Bharat Inclusion Initiative* to build knowledge and foster innovation and entrepreneurial activity across areas such as financial inclusion, livelihood, education and health. It will aim at channelizing \$25 million over 3-4 years.
27. ▶ Income Tax Department launched ITR-2, the third income return form for assessment year 2018-19.
  1. ITR-2 is for individuals, Hindu Undivided families (HUFs) and NRIs who have income from any sources except income from profits and gains of business or profession.
  2. Now, total 3 Income Tax Returns (ITRs) have now been activated by Income Tax Department - ITR-1 (Sahaj), ITR-4 and ITR-2.
  3. ITR-1 is primarily for salaried class of taxpayers with income up to Rs 50 lakh from salary while ITR-4 is for professionals and self-employed individuals who have opted for the presumptive income scheme.
28. ▶ India signed \$500 million loan agreement with World Bank to provide additional financing for Pradhan Mantri Gram Sadak Yojana (PMGSY) Rural Roads Project. Govt. will build 7,000 km of climate resilient roads, out of which 3,500 km will be constructed using green technologies.
29. ▶ India signed a loan agreement worth \$ 200 million with World Bank for National Nutrition Mission (POSHAN Abhiyaan), to help reduce stunting in children 0-6 years of age from 38.4% to 25% by 2022. POSHAN (PM's Overarching Scheme for Holistic Nourishment) Abhiyaan was launched by PM Modi on 8th March 2018 at Jhunjhunu (Rajasthan).
30. ▶ India signed a loan agreement worth USD 21.7 Million with World Bank's IBRD (International Bank for Reconstruction and Development) for Strengthening of Public Financial Management in Rajasthan.
31. ▶ Indian GDP Growth Forecasts (May 2018) -
  1. According to Fitch group company BMI Research, Indian GDP Growth will be 7.3% in FY 2018-19.
  2. As per Harvard University (USA), India will be fastest growing economy for coming decade and will grow at 7.9% annually, ahead of China & US.
  3. Asian Development Bank Projected India's Growth Rate to be 7.3 % in 2018 & 7.6 % in next Fiscal, higher than 6.6 % in 2017.
  4. International Monetary Fund (IMF)'s Asia and Pacific Regional Economic Outlook report stated that India will be fastest-growing economy in 2018 with growth rate of 7.4%. It will rise to 7.8% in 2019. Report also said that China and India contribute 45% to global growth.
  5. According to UN World Economic Situation and Prospects (WESP), India's economy is projected to grow 7.6% in 2018-19.
  6. Confederation of Indian Industry (CII) expects India's economy to grow at 7.3-7.7 % in 2018-19.
  7. Moody's Investors Service report predicted India's GDP growth forecast for 2018-19 at 7.3% and 7.5% for 2019-20.
32. ▶ Indian IT Firm Infosys acquired WongDoody Holding Company, a US-based digital creative and consumer insights agency, for \$75 million.
33. ▶ Indian Oil Corporation emerged as India's most profitable state-owned company for 2nd consecutive year, with profit of INR 21346 crores in 2017-18, followed by ONGC (19945 crore). Mukesh Ambani-led Reliance Industries is most profitable company for 3rd straight year (INR 36075 crores).

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34. ▶ Joint Plant Committee (Ministry of Steel) stated that India's exports of finished steel increased by 16.7% to 9.6 million tonnes in 2017-18. Additionally, Indian tea industry also reached its highest ever production of 1,325.05 million kg and export of 256.57 million kg during 2017-18.
35. ▶ Karnataka Bank will sell 8.26 % stake (from total 14 % stake) in Universal Sompo General Insurance.
36. ▶ Kerala government decided to cut excise duty on fuel to effect a INR 1 per litre reduction in petrol and diesel prices, starting June 1. Kerala is first state to slash taxes on fuel after recent huge rally in prices.
37. ▶ Kerala is first south Indian state to be visited by 15th Finance Commission, headed by N K Singh. It will assess finances of Kerala and progress made in socio-economic field and other developmental factors.
38. ▶ Kotak Securities Limited launched *Free Intraday Trading*, to allow traders to do intra-day trading without paying any brokerage per trade. Intraday trading refers to buying and selling a security on same day.
39. ▶ Manila (Philippines) based Asian Development Bank approved \$375 million loan to improve irrigation in Madhya Pradesh and help increase farmer's income. Total cost is \$535.1 million and rest \$160.71 million will be given by government. Estimated time of completion is September 2025, doubling irrigated to 2 million hectares land by 2025.
40. ▶ Ministry of Commerce and Industry created Directorate General of Trade Remedies (DGTR) in Department of Commerce, by amending Allocation of Business Rules 1961.
  1. DGTR will be apex authority for administering trade remedial measures including anti-dumping, countervailing duties and safeguard measures. It will merge Directorate General of Anti-dumping and Allied duties (DGAD) AND Directorate General of Safeguards (DGS).
  2. It will provide trade defence support to our domestic industry and exporters in dealing with increasing instances of trade remedy investigations instituted against them by other countries. Creation of DGTR will result in savings of 49 posts to Government on account of merging DGAD and DGS. Thus, its establishment will be in line with Government's goal of "Minimum Government Maximum Governance."
41. ▶ Multi Commodity Exchange of India Limited (MCX) launched India's first copper options contracts, to provide physical market participants additional instrument to hedge their price risk. It has lot size of 1 tonne in three contracts expiring in June, August and November 2018.
  1. Copper is third-most-consumed industrial metal, after iron and aluminium. In last few years, refined copper demand has surged in sectors like electrical, electronic products and industrial machinery.
  2. Copper ore production in India was 3846 thousand tonnes in 2016-17 and demand for refined copper was 820 thousand tonnes in FY16.
  3. *Options* give buyer right to buy or sell an underlined at present price on a future date. They are of two types: puts (right to sell) and calls (right to buy). Options are a better hedging instrument as compared to futures for hedgers.
  4. Copper options contracts will be optimal tool for stakeholders to mitigate price risk in copper, giving copper industry greater flexibility to take on price risk.
42. ▶ NMDC and NLC India will invest over USD 26 million for setting up an R&D facility for developing innovative technologies in iron and steel making. Australian Securities Exchange, India's Neyveli Lignite Corporation (NLC) and NMDC will sign Master Project Agreement (MPA) with ECT to establish world's first Australian-designed Coldry and Matmor plant in Tamil Nadu.
43. ▶ National Cooperative Development Corporation (NCDC) sanctioned INR 5000 crores for Rajasthan government farm loan waiver, To help waiver loans of small and marginal farmers.
44. ▶ National Stock Echange (NSE) approved Yes Bank to be empanelled as 'Settlement Bank' for National Securities Clearing Corporation (NSCC). Yes Bank is already empanelled as a 'Clearing Bank' for BSE, NCDEX, MCX. Bank now will provide different services to members, including Settlement and Clearing, electronic fund transfer and 'anywhere' banking and free of cost fund transfer across all centres of NSE's members.
45. ▶ Paytm Payments Bank launched a program named *AshaKiran* aimed at educating rural women about financial services.

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46. ▶ Punjab National Bank reported net loss of Rs 13412 crores for Q4 quarter ending March 2018, as Biggest ever quarterly loss for any bank in Indian Banking History. It has been mainly due to provisions towards bad loans, and being badly hit by Nirav Modi led scam that has cost PNB INR 14357 crores, through unauthorised letters of undertaking and domestic loans.
  1. India's Biggest Bank State Bank of India (SBI) also reported record losses of INR 7718 crores in January-March quarter, mainly due to higher provisions for bad loans. All public sector banks have posted huge losses for concerned period due to NPA issues.
47. ▶ RBI imposed penalty of INR 5 crores on South Indian Bank (SIB) for non-compliance with its directions on Income Recognition and Asset Classification (IRAC) norms, Know Your Customer (KYC) norms and treasury function.
48. ▶ RBI modified norms (that were set up in 2015) for setting up International Financial Services Centres (IFSC) Banking Units (IBUs) by banks in IFSCs, applicable to IBUs set up in Gujarat International Finance Tec-City (GIFT) and other IFSCs to be set up in India.
  1. It has been mandated for parent bank to maintain at all times minimum capital of US \$ 20 million to its IBU.
  2. Parent bank will be also required to provide Letter of Comfort for extending financial assistance, in form of capital support to IBU.
49. ▶ RBI released final guidelines prescribing 100 % net stable funding ratio (NSFR) for banks aimed at maintaining adequate liquidity for more resilience.
  1. NSFR is a long-term liquidity measurement included in Basel III liquidity standards. It is amount of available stable funding (ASF) relative to amount of required stable funding (RSF).
  2. RBI's 100 % NSFR guideline requires banks to fund their activities with more stable sources of funding on an ongoing basis.
  3. RBI notified that NSFR would be applicable for Indian banks at stand-alone as well as consolidated level. For foreign banks operating as branches in India, the framework would be applicable on stand-alone basis (i.e., for Indian operations only).
50. ▶ Reliance Industries received environment clearance for expansion of its petrochemical complex at Nagothane in Raigad district of Maharashtra, at cost approx 2338 crores.
51. ▶ Reserve Bank of India (RBI) announced to buy 10000 crores INR of government bonds via open market operation (OMO), after failing to sell all debt it had offered to bidders, yielding 7.75%. Participants should submit their offers on RBI Core Banking Solution (E-Kuber) system.
52. ▶ Reserve Bank of India (RBI) has put Govt Owned Dena Bank under prompt corrective action (PCA) framework, barring Dena Bank from extending loans, due to mounting non-performing assets (NPAs) and losses. Dena Bank is 12th Govt. Owned bank to face PCA action by RBI.
53. ▶ Reserve Bank of India (RBI) instructed Pune based Rupee Co-op Bank of Pune to continue its banking services, under Restrictions that were first imposed on February 22 ,2103 to August 2013 and that was extended 8 times till May 2018.
54. ▶ Reserve Bank of India directed banks authorised to deal in foreign exchange (Authorised Dealer-I Banks) to share data with Directorate of Revenue Intelligence (DRI). This requires a banking company to furnish information relating to foreign exchange transactions made or received by any person to receiving authority (DRI). DRI is top investigative agency for issues related to violation of Customs Act.
55. ▶ Retirement fund body Employees' Provident Fund Organisation (EPFO) launched *View Pension Passbook* Service for pensioners on Umang App (Unified Mobile Application for New-age Governance), to allow them view their pension passbook on mobile phones.
56. ▶ SEBI issued detailed framework for Know Your Customer (KYC) documentation of foreign portfolio investors (FPIs). SEBI also stated that non-resident Indians (NRIs), overseas citizens of India (OCI) cannot be beneficial owners of FPIs, they can only obtain an FPI licence on condition that they limit their roles to investment advisors and do not invest their money.
57. ▶ Small Industries Development Bank of India (SIDBI) and Common Service Centres (CSC) Special Purpose Vehicle (SPV) signed MoU for providing financial support village level entrepreneurs (VLEs) in CSCs. SIDBI will extend financial support to VLEs of CSCs, with minimum one year of operation, under its Direct Financing Window.

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1. CSC SPV will approve list of VLEs, within 25 km distance of SIDBI Branch Offices. Maximum project outlay must be 3.50 lakh and term loan requirement not exceeding 2 lakh per project.
58. ▶ Supreme Court barred all high courts from listening to any plea related to a recent RBI circular titled *Prohibition on dealing in virtual currencies*, that prohibited dealings in virtual currencies (Bitcoin etc).
59. ▶ Tata Consultancy Services (TCS) became first Indian company to reach 7 lakh crores INR market capitalisation. It is followed by Reliance Industries (5.8 Lakh crores), HDFC Bank (5.2 Lakh crores), HUL (3.4 Lakh crores) and ITC (3.3 Lakh crores).
60. ▶ Tata Steel's subsidiary Bannipal Steel Ltd (BNPL) acquired 72.65 % stake in Bhushan Steel Ltd (BSL) for Approx INR 36400 crores. It will help banks recover NPAs amounting to over 36,000s crore. Tata Steel acquired 79 crore share at Rs 2 each. It was finalised under Corporate Insolvency Resolution Process (CIRP) of Insolvency and Bankruptcy Code 2016 (IBC).
61. ▶ US retail giant Walmart acquired 77% stake in India's largest online retailer Flipkart for \$16 billion. It will be India's largest acquisition and world's biggest purchase of an ecommerce company.
  1. It will include \$2 billion of fresh investment, pegging value of Flipkart at \$22 billion.
  2. Flipkart cofounder Sachin Bansal exits with approx INR 7000 Crores Cash, while other cofounder Binny Bansal will remain on board.
62. ▶ Western Railway (WR) has launched E-catering facility on 23 major stations, to enable passengers to pick a food item from wide range of menu from wide range of restaurants and food chains.
63. ▶ World Bank's International Bank for Reconstruction and Development (IBRD) extended \$300 mn loan to EESL to scale up energy efficiency program (2 loans for \$220 million and \$80 million).
  1. India Aims to avoid lifetime greenhouse emissions of 170 million tonnes of CO<sub>2</sub> and 10GW of additional generation capacity. This would be over 50 percent of the National Mission for Enhanced Energy Efficiency target of 19.6 GW.
64. ▶ YES Bank will roll out a capacity building project with farmers in Haryana and Rajasthan under its 'Livelihood and Water Security' CSR initiative, aiming at sustainable agricultural practices and digital literacy.
65. ▶ Yes Bank launched *Agenda 25x25*, a framework aimed at creating a synergetic startup environment for budding women entrepreneurs in India.
  1. Agenda 25X25 is geared towards ensuring that by 2025, at least 25% of all entrepreneurs in India are women.

## Economy News- June 2018

1. ▶ Commerce ministry approved 16 projects under TIES (Trade Infrastructure for Export Scheme), to develop infrastructure for promoting exports. TIES was launched in 2016, with outlay of INR 600 crores. TIES has been launched for three years to 2020.
2. ▶ 2nd tranche of Bharat-22 ETF (exchange traded fund) opened for fresh subscription, with government aiming to raise INR 6000 crores. There is also a green shoe option of Rs 2,400 crore, subject to government approval.
  1. Bharat 22 index was launched in November 2017, managed by ICICI Prudential Mutual Fund. It's a part of the government's disinvestment programme.
  2. Bharat 22 comprises 22 stocks including those of chosen Government enterprises, spanning six sectors - basic materials (4.4%), energy (17.5%), finance (20.3%), industrials (22.6%), FMCG (15.2%) and utilities (20%).
  3. ETFs are essentially index funds that are listed and traded on stocks exchanges just like regular shares.
3. ▶ 2nd tranche of Bharat-22 Exchange Traded Fund (ETF), comprising shares of 22 companies, received bids worth Rs. 15,436 crore, much higher than government's fund raising target. The

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second tranche was targeted to achieve fund mop up of Rs 6,000 crore with green-shoe option for another 2,400 crore.

4. ▶ *Small Industries Development Bank of India (SIDBI)* and *TransUnion CIBIL* launched 2nd edition of MSME Pulse, a Quarterly Report on MSME Sector, providing precise data-driven insights to support policy as well as business decisions.
  1. Total commercial lending exposure in India is 54.2 lakh crores, with MSME segment constituting 12.6 lakh crores, with with Y-o-Y growth of 22% and 13% respectively in Micro and SME sectors.
  2. In Large corporate segment, NPA rates increased from 15.3% (in Mar'17) to 18% (in Mar'18). However, MSME NPA rates remained stable. In Micro segment, NPA rate moved from 8.9 % (in Mar'17) to 8.8 % (in Mar'18). In SME segment, NPA hovered between 11.4% (in Mar'17) to 11.2 % (in Mar'18). Recognized NPA exposure for MSME is 81000 Crores as on Mar'18.
  3. Private Banks and NBFCs have further increased their market share in Micro and SME lending from 27.5% and 9.1% in March 2017 to 30.3% and 10.9% in March 2018. Share of PSBs fallen from 57% to 50.4% in same period.
5. ▶ AU Small Finance Bank raised INR 1000 crores from Singapore-based investment firm Temasek.
6. ▶ According to a new report by UN, Foreign Direct Investment to India decreased to 40 billion dollars last year from 44 billion dollars in 2016. Also, outflows from India have more than doubled in 2017-18.
  1. However, According to Department of Industrial Policy & Promotion (DIPP)'s Recent Report - FDI in India increased to US \$61.96 billion in 2017-18, from \$60 billion Last year.
7. ▶ Accounting software solution firm Marg ERP partnered with ICICI Bank to offer an integrated payments platform to Micro, Small and Medium Enterprise (MSME) customers. This will enable ICICI Bank's current account holders to connect their bank accounts with MARG ERP software and undertake several digital transactions via RTGS, NEFT or IMPS directly from this platform, automate reconciliation of banking and accounting entries etc.
8. ▶ Adani Ports and Special Economic Zone Limited (APSEZ) acquire 97% stake Marine Infrastructure Developer Private Limited (MIDOL) for Rs 1950 crores.
9. ▶ After success of India's largest Merger of SBI Associate Banks with SBI, government is planning another mega merger of Bank of Baroda, IDBI Bank, Oriental Bank and Central Bank of India. These banks has combined loss of INR 21646 crores last year. It will create India's second largest bank after SBI with a combined asset of INR 16.58 trillion.
10. ▶ As per Mobile Banking Volume and Value share List compiled by SBI for 2017-18 -
  1. Value -
    1. Axis Bank (17.2%), ICICI Bank (17.1%), SBI (16.8%, down from 44.4% a year ago).
    2. Paytm, the topper in Volume category, holds only .25% of total Value of Mobile Banking Transactions.
  2. Volume -
    1. Paytm (21.87 %), SBI (19.5%), Axis Bank (12.76%), ICICI Bank (9.7%).
    2. Mobile-banking usage seen a steep jump, rising to 1871 million in FY18, from 977 million in FY17.
11. ▶ As per World Bank report *South Asia's Hotspots: The Impact of Temperature and Precipitation Changes on Living Standards* -
  1. Climate change might cost India 2.8 % of GDP, as Average annual temperatures will increase by 1-2 % by 2050.
  2. 60 crore Indians live in areas that could become moderate or severe hotspots of climate change by 2050.
12. ▶ As per accounts of Government of India (Provisional/Unaudited) for FY 2017-18 -
  1. Government received inr 15,51,004 crores, comprising 1242662 crores Tax Revenue, 192523 crores Non Tax Revenue and 115819 crores of Non Debt Capital Receipts (Recovery of Loans and Disinvestment of PSUs)



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2. Expenditure incurred by Government is INR 2142667 crores, out of which 1878963 crores on Revenue Account and 263704 crores on Capital Account. 529243 crores is spent on Interest Payments (approx 25% of total spends).
13. ▶ As per official data of Q4 of 2017-18, Government debt increased by 1.7 % to INR 76,94,940 crores (from 75,66,215 crore in previous quarter), which is 45.9 % of GDP.
14. ▶ Asian Infrastructure Investment Bank (AIIB) approved investment of \$200 million in India's National Investment & Infrastructure Fund (NIIF) to give greater impetus to mega infrastructure projects.
  1. AIIB is China led multilateral development bank set up in 2016. It has 83 member nations. India is second largest shareholder in AIIB (7.5 %), after China (26.06). It is headquartered in Beijing (China).
  2. NIIF was set up in December 2015 to catalyse funding into country's infrastructure sector. It has been set up as a fund of funds structure with aim to generate risk adjusted returns for its investors alongside promoting infrastructure development. It has targeted corpus of Rs 40,000 crore to be raised over the years. 49% will be funded by government.
15. ▶ Banks Board Bureau (BBB) has recommended 22 general managers to be elevated as executive directors at various public sector banks (PSBs). This is the first major exercise undertaken by reconstituted BBB, headed by newly appointed Chairman BP Sharma.
16. ▶ Bombay Stock Exchange (BSE) launched platform to make stock market listing attractive for startups in SME (small and medium enterprise) segment. For listing, A company needs to have a pre-issue paid up equity share capital of a minimum of Rs 1 crore and must be in existence for a minimum period of 3 years on the date of filing draft prospectus with BSE.
17. ▶ Department of Telecom (DoT) raised fresh demand of around INR 4700 crores ahead of merger deal between Vodafone India and Idea Cellular. As per DOT, Vodafone India merged all its arms into one company and these dues are related to one-time spectrum charges (OTSC).
  1. The merger of Vodafone India and Idea Cellular will create country's largest mobile service operator with proposed name of Vodafone Idea Ltd. It will be worth over \$23 billion with a 35 % market share and a subscriber base of around 43 crores.
18. ▶ Expenditure Finance Committee (EFC) approved revised cost (3466 Crores) and Extended Time Period (June 2020) for World Bank funded Dam Rehabilitation & Improvement Project (DRIP). DRIP is a state sector scheme with central component to improve safety and operational performance of selected dams.
  1. Participating States / Agencies are Damodar Valley Corporation, Karnataka, Kerala, Madhya Pradesh, Odisha, Tamil Nadu, Uttarakhand Jal Vidyut Nigam Limited and Central Water Commission.
19. ▶ Financial Services Firm Paytm acquired Orngen Technologies, entity that operates Chennai-based online ticketing platform TicketNew, in a bid to enhance its entertainment ticketing business.
20. ▶ Financial Services Firm Paytm acquired mobile technology startup Cube26, to help it build its consumer engagement products in areas of social and content. Cube26 works with handset manufacturers and combines its software capabilities with hardware.
21. ▶ Flipkart-owned PhonePe partnered with cab aggregator Ola that will allow riders to book rides using PhonePe's payment platform.
22. ▶ Global ratings agency Fitch revised down its outlook on ICICI Bank and Axis Bank.
  1. It downgraded ICICI Bank's 'support rating' to '3', from '2', its support rating floor to 'BB+', from 'BBB-'.
  2. Axis Bank's rating degraded to negative from stable, pointing to high proportion of NPAs.
23. ▶ Government simplified process for permission of Additional Fiscal Deficit Limit over and above 3 % of Gross State Domestic Product for States (GSDP). States will be eligible for flexibility of 0.25 % over and above this for any given year for which borrowing limits are to be fixed if their debt-GSDP ratio is less than or equal to 25 % in preceding year.
  1. States will be further eligible for an additional borrowing limit of 0.25 % of GSDP for which borrowing limits are to be fixed if interest payments are less than or equal to 10 % of revenue receipts in preceding year. Flexibility in either of the 2 options or both will be available only if there is no revenue deficit in current and immediately preceding year.

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2. During 4th Meeting of Governing Council of NITI Aayog, States pointed-out that permission accorded by Department of Expenditure to eligible States were sometimes delayed due to bunching of proposals received from different States at different intervals into one consolidated approval. Government has henceforth decided to simplify process of approval of such additional borrowing limits requested by States.
24. ▶ Government will launch INR 500 crores Credit Enhancement Fund (CEF) in July 2018 to facilitate infrastructure investments by insurance and pension funds, as announced in Budget 2016-17. It also helps borrower to raise loans at lower interest rates. Initial corpus of INR 500 crores will be sponsored by IIFCL (India Infrastructure Finance Company).
  1. IIFCL will hold 22.5% stake in NBFC, while Asian Infrastructure Investment Bank (AIIB) has been offered by Government to pick up 10% stake.
  2. At present, only \$110 billion is being invested in infrastructure in India, against requirement of \$200 billion, classifying India as a infrastructure deficit country.
25. ▶ Home Minister Rajnath Singh launched an Online Analytical Tool to facilitate closer monitoring of utilisation of foreign contributions, allowing to take evidence-based decisions regarding compliance of provisions of FCRA, 2010. Its dashboard will be integrated with the bank accounts of FCRA-registered entities through the Public Financial Management System for updation of transactional data on a real-time basis.
26. ▶ ICICI Venture sold its 30% stake in hospital chain Krishna Institute of Medical Sciences (KIMS) to General Atlantic for INR 850 crores.
27. ▶ IDFC Bank received RBI's approval for merger of Capital First, Capital First Home Finance and Capital First Securities with Itself.
28. ▶ Income Tax Department launched New Benami Transactions Informants Reward Scheme, to get people's participation in Department's efforts to unearth black money and reduce tax evasion.
  1. Under this, a person can get reward up to 1 crores for giving specific information in prescribed manner to Income Tax Department about benami transactions and properties, which are actionable under Benami Property Transactions Act 1988, as amended by Benami Transactions (Prohibition) Amendment Act 2016. Identity of persons giving information will not be disclosed.
  2. Giving details about undisclosed black money stashed abroad could fetch the informer up to INR 5 crores.
29. ▶ India GDP Growth Forecasts (June 2018) -
  1. World Bank forecasted growth rate of 7.3 % for India in 2017-18 and 7.5 % for next two years, making it fastest growing country.
  2. Fitch predicted India's growth forecast to 7.3% for FY'18, 7.4% for FY'19 & 7.5% for FY'20.
30. ▶ Indian IT Firm HCL Technologies acquired German IT services provider H&D International Group, one of largest IT service providers in German automotive industry.
31. ▶ Indian rupee (INR) breached 69-level against US dollar for the first time, touching a record low of 69.09 on higher crude oil prices and concerns of a US-China trade war.
32. ▶ Indians' Money in Swiss banks rose over 50% to Swiss Francs (CHF) 1.01 billion (Rs. 7,000 crore) in 2017, reversing a three-year downward trend.
33. ▶ India's IT major Tata Consultancy Services (TCS) became first listed company in India to close day's trade with market capitalisation (m cap) of over INR 7 lakh crores (over \$103 billion), as its board approved share buyback of 76,190,476 equity shares at INR 2100 per share for about 16000 crores. Buyback size was 1.99% of total paid-up equity share capital.
34. ▶ India's fiscal deficit in FY 2017-18 stood at 3.53% of GDP (in line with revised estimates). India revised its fiscal deficit target in February 2018 to 3.5% of GDP from 3.2% projected earlier. In FY 2018-19, aim is to trim deficit to 3.3% of GDP. Shortfall for 2017-18 was 5.9 trillion (6 Lakh Crores INR).
35. ▶ India's oldest public sector financial institution IFCI (Previously *Industrial Finance Corporation of India*) will raise INR 3000 crores from debt, during current fiscal. IFCI aims to sanction 6000 crore worth of loans in 2018-19.
36. ▶ Insurance Regulatory and Development Authority of India (IRDAI) approved Life Insurance Corporation (LIC) to acquire a majority stake in IDBI bank, taking LIC's stake in IDBI bank to 51%, injecting 10,000-13,000 crores.

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37. ▶ Karnataka Bank launched KBL-Deposit Only Card' that enables hassle-free cash deposit transactions at bank's 24X7 e-lobby services, specially meant for the bank's current/overdraft customers.
38. ▶ Karur Vysya Bank signed bancassurance tie up with Aditya Birla Health and Birla Sunlife Insurance To provide insurance services to its customers.
39. ▶ Kerala Government launched microfinance programme in co-operative sector, named *Muttathe Mulla*, to help ordinary people being exploited by private financiers charging exorbitant interest rates for loans. It is a joint initiative of cooperative banks and women neighbourhood network *Kudumbashree*. Under this, Cooperative banks would give micro-finance loans to 'Kudumbashree' at an interest rate of 7 %, which members of neighbourhood network can avail at an interest rate of 12 % instead of 37-72% interest that private lenders charge.
40. ▶ Maharashtra government will provide financial grant of 1,000 rupees per quintal to farmers whose tur and gram could not be purchased by administration before May 31 deadline. State government had set up tur procurement target of 44.6 lakh quintals.
41. ▶ Ministry of Corporate Affairs released draft on cross-border insolvency in order to strengthen Insolvency and Bankruptcy Code (IBC). It will help banks access overseas assets of company undergoing resolution.
  1. Existing IBC provides for two Sections related to cross border insolvency (Section 234 and 235), which are inadequate to effectively deal with default cases of domestic corporate debtor having assets and operations outside India.
  2. Existing provisions only allow Central government to enter into agreement with foreign country for enforcing provisions of Code.
  3. Draft norms have been issued to plug these loopholes and have any effective resolution mechanism in place for cross-border insolvency.
42. ▶ Ministry of Electronics and Information Technology (MeitY) will launch credit rating model a new system to assist banks in assessing credit risk and probability of fraud using big data analysis.
  1. This will help banks, particularly rural and cooperative banks, tackle issue of rising non performing assets (NPAs). Currently, rural and cooperative banks depend on judgement of bank manager, resulting in high NPAs and frauds.
  2. It will also help in predicting different types of frauds in banking sector based on RBI guidelines. Besides, a web-enabled software is also being tested to assist banks to easily adopt models for credit rating, NPAs and fraud. Validation of these models has been done using data from several banks.
43. ▶ Ministry of Housing & Urban Affairs approved 33 % increase in carpet area of houses eligible for interest subsidy under the Credit Linked Subsidy Scheme (CLSS) for Middle-Income Group (MIG) under Pradhan Mantri Awas Yojana (Urban) (PMAY-U).
  1. With revision, carpet area of a house for Middle Income Group-I (MIG-I) has been increased from 120 sqm to 160 sqm and for MIG II, area has been increased from 150 sqm to 200 sqm.
  2. New rules will be effective from January 1, 2017, date on which scheme became operational.
44. ▶ Mukesh Ambani-led Reliance Industries acquired Radisys Corporation, a US-based open telecom platform solutions provider for \$75 million (Rs 510 crores).
45. ▶ Mukesh Ambani-led Reliance Jio overtook Vodafone India to become 2nd largest carrier by revenue in India, with adjusted gross revenue (AGR) of 6,217 crore in March quarter compared to Vodafone's 4,937 crores. Bharti Airtel is at top with AGR INR 7087 crores.
46. ▶ National Stock Exchange (NSE) launched a 'Tri-party Repo Market Platform' for repurchase of corporate debt security. It is a repo contract where a tri-party agent acts as an intermediary to facilitate services like collateral selection, payment and settlement, custody and management during life of transaction.
  1. This would increase demand for corporate bonds and may provide a boost to much needed liquidity in corporate bond market.
  2. Under corporate bond repo a firm / bank pledges corporate bonds with another company or lender to garner funds. The entity, who pledges, agrees to repurchase bonds at a specified price.

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3. National Stock Exchange (NSE) will offer basket repo for 1 day to 7 days. NSE would act as tri-party agent and offer an online web based, anonymous, order matching and multilateral trading platform. Settlement of repo transactions shall be guaranteed by NSCCL.
47. ▶ Power distribution company BYPL signed MoU of 3 years with Business Finland, a Finnish government agency, for collaborative activities in different areas, including energy efficiency and electric vehicles.
48. ▶ President Ram Nath Kovind approved promulgation of Insolvency and Bankruptcy Code (Amendment) Ordinance 2018, bringing changes in Insolvency and Bankruptcy Code 2016, affecting mainly real estate and financial sectors. Notable changes are -
  1. Homebuyers will be Recognized as Financial Creditors, giving them due representation in Committee of Creditors (CoC).
  2. Promoters of MSMEs will be allowed to bid for their companies as long as they are not wilful defaulters. This corrects anomaly in section 29A of existing act that barred promoters of defaulting assets from bidding for their assets.
  3. Withdrawal of Insolvency Application will be permitted only if it is approved by 90% vote share of CoC. CoC voting threshold has been brought down to 66 % from 75 % for all major decisions.
  4. Other provisions -
    1. Addresses some issues such as non-entertainment of late bids, no negotiation with the late bidders and a well laid down procedure for maximizing value of assets.
    2. Exempts pure play financial entities from being disqualified on account of NPA and NPA acquired under Insolvency Code shall not disqualify an entity for the next three years.
    3. Successful resolution applicants will get a minimum one-year grace period to fulfill various statutory obligations.
    4. It also addresses much litigated issue of enforcement of guarantees.
49. ▶ RBI changed eligibility conditions of priority sector lending -
  1. Previous eligibility Changed eligibility From 28 lakh (for metropolitan cities) To 35 lakh AND From 20 lakh ( for other centres) To 25 lakh. These changes are valid till overall cost does not exceed 45 lakh for metropolitan and 30 lakh for other centres.
  2. Existing limit of family income of 2 lakh per annum has been changed to to 3 lakh per annum for economically weaker group and 6 lakh for low income groups.
50. ▶ RBI conducted Financial Literacy Week from June 4 on theme 'Customer Protection'. Last year's theme of the week was, 'Know Your Customer'.
51. ▶ RBI eased bad loan classification norms for micro, small and medium enterprises (MSMEs), to formalize economy further and create more jobs. loans to all MSMEs having credit facility of up to 25 crore will now be classified as non-performing assets (NPAs) as per 180-days due criterion, rather than 90-days due criterion. This is done as a result of effect of GST on the small and medium enterprises. After January 2019, rules will fall back to normal 90 day regime for GST registered MSMEs.
52. ▶ RBI eased investment norms for foreign portfolio investors (FPIs) in debt, to attract more overseas flows and arrest recent fall in rupee on one hand and also lift recent fall in demand for corporate bonds.
  1. Corporate bond segment - FPIs are permitted to invest in corporate bonds with minimum residual maturity of above 1 year. The short-term investments in corporate bonds by an FPI shall not exceed 20% of total investment of that FPI in corporate bonds. residual maturity up to 1 year.
  2. Government securities (G-secs) - FPIs cap on investment in Government securities (G-secs) has been increased to 30% of outstanding stock of that security, from 20% earlier. FPIs were allowed to invest in government bonds with minimum residual maturity of three years.
  3. FPIs are permitted to invest in G-secs, including treasury bills (T-bills), and SDLs without any minimum residual maturity requirement. However, it will be subject to condition that short-term investments (*residual maturity up to 1 year*) by FPI under either

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category shall not exceed 20% of total investment of that FPI in that category. Short-term investments by an FPI may exceed 20% of total investments, only if investments are entirely made on or before April 2018, and not made after it.

53. ▶ RBI made PAN mandatory for remitting money abroad under Liberalised Remittance Scheme (LRS). Earlier PAN was not insisted upon for putting current account transactions of up to \$25,000. Under LRS, foreign remittances of upto USD 2,50,000 annually are allowed by resident individuals.
54. ▶ RBI made changes in Gold Monetisation Scheme (GMS) to make it more attractive -
  1. RBI allowed customers to deposit the gold in a broken time period where short term period of 1-3 years can be broken to 1 year 3 months , 2 years 3 months 15 days etc. Medium Term Period (5-7 years) and Long Term Period (12-15 years) can be broken as well. Interest rate is calculated as per number of years and remaining days.
  2. For pre-mature retrieval of Medium and Long term the amount would be in INR while 0.2% in INR would be deducted as administrative charges upon redemption in gold form.
  3. Interest for Medium and Long term can be calculated as per amount of gold in terms of rupees during at time of deposit.
  4. Interest rate vary from 2.25% to 2.5%.
55. ▶ RBI narrowed definition of relatives under the 'maintenance of close relative' category of Liberalised Remittance Scheme (LRS) to check outflow of funds and prevent misuse of facility. Henceforth, funds under LRS can be sent only to immediate relatives such as parents, spouses, children and their spouses.
  1. Earlier in June 2018, RBI had made PAN mandatory for anyone using LRS for remitting money outside the country. Earlier PAN was not insisted upon for putting current account transactions of up to \$25,000.
  2. Under LRS, foreign remittances of upto USD 2,50,000 annually are allowed by resident individuals.
56. ▶ RBI released draft guidelines to make rules stricter for larger borrowers to borrow working capital from banks. It specifies a minimum level of loan component in fund based working capital finance and a mandatory Credit Conversion Factor (CCF) for undrawn portion of cash credit availed by large borrowers.
  1. Cash Credit is a facility by banks in which, a company can withdraw an amount more than what it holds to its credit against security. It poses regulatory challenges such as rollovers, diffusion of liquidity management from borrowers to banks, and hindering of smooth transmission of monetary policy.
  2. Minimum level of 'loan component' - Borrowers having aggregate fund based working capital limit of 150 crore and above, need to withdraw a minimum of 40 % of limit as loan component and remaining as cash credit, from October 1, 2018.
  3. Ground rules for sharing of cash credit and loan components will be laid down by consortium, subject to guidelines on bifurcation.
  4. Amount of Working Capital Demand Loan (WC DL) will be fixed by banks, and tenure of shall not be less than seven days.
  5. Banks will have discretion to demand repayment of 'loan component' in instalments or by way of a 'bullet' repayment.
  6. Undrawn portion of cash credit / overdraft limits sanctioned will attract a credit conversion factor of 20 % from April 1, 2019.
  7. Current 40 % loan component will be revised to 60 % from April 1, 2019.
57. ▶ RBI stated that interest subsidy scheme on short-term crop loans of up to 3 lakh rupees will be implemented through Direct Benefit Transfer (DBT) mode from current FY. Centre earmarked 15000 crore rupees for 2018-19 towards interest subvention for short-term crop loans.
58. ▶ RBL Bank raised its stake in Swadhaar Finserve Pvt. Ltd to 100% from 60.48%, buying stake from US-based non-profit Accion.
59. ▶ Reliance Industries (RIL) and JM Financial Asset Reconstruction Company (JMF ARC) submitted proposal to acquire bankrupt textile company Alok Industries, for INR 5000 Crores, of which lenders will receive 4000 Crores, out of total 29500 Crores that Aloi Industries owes to its creditors.
60. ▶ Reserve Bank of India (RBI) announced chnages in Monetary Policy Rates. New Rates are -

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1. New Rates -
  1. Repo Rate - 6.25 % (Increased from 6 %)
  2. Reverse Repo - 6.00 %
  3. Bank Rate - 6.50 %
  4. Marginal Standing Facility (MSF) Rate - 6.50 %
2. Unchanged Rates -
  1. CRR (Cash Reserve Ratio) - 4 %
  2. SLR(Statutory Liquidity ratio) - 19.5 %
3. 6 member monetary policy committee (MPC) of RBI is headed by RBI Governor Urjit Patel. In this meeting, RBI also decided to allow voluntary transition of Urban Co-Operative Banks (UCB) into Small Finance Banks (SFB). It is an outcome of recommendations made by Committee on Urban Cooperative Banks in August 2015 headed by Former RBI Deputy Governor R Gandhi. Panel recommended converting UCBs with business size of 20000 crores into regular banks in a bid to propel their growth.
  1. RBI proposed setting up of Board of Management (BoM) in all Urban Co-operative Banks (UCBs) having deposits of over 100 crores within one year, to strengthen governance.
61. ▶ Reserve Bank of India (RBI) will set up a Public Credit Registry (PCR) as a repository of information regarding loan information of individuals and corporate borrowers, as per recommendations of Y.M. Deosthalee committee. Committee Recommendations -
  1. RBI should set up a Public Credit Registry and this should be backed by a legal framework. PCR will work as a repository of all loan contracts, duly verified by reporting institutions for all / any lending in India, regardless of amount of loan.
  2. PCR should also capture data such as external commercial borrowings, market borrowings and should provide an holistic picture about borrower's indebtedness. Borrowers should also be able to access their own history.
  3. PCR data will be available to all stakeholders such as banks on a need-to-know basis. The database should also be linked to defaulter databases such as those maintained by Export Credit Guarantee Corp, GST network etc.
62. ▶ Securities and Exchange Board (SEBI) approved amendments to buyback and takeover regulations and changed time for announcing price band of initial public offering (IPO) from 5 to 2 days, based on suggestions made by regulator's Primary Market Advisory Committee (PMAC).
63. ▶ Securities and Exchange Board of India (SEBI) constituted expert Group to look into existing Institutional Trading Platform (ITP) framework and suggest measures to facilitate listing of startups. Group will look into existing ITP framework and suggest measures to facilitate listing of startups.
  1. ITP framework is window on stock exchanges where e-commerce, data analytics, bio-technology and other startups can list and trade on their shares. It allows companies to list without necessarily doing an Initial Public Offer (IPO) of equity. SEBI introduced it in 2013 to facilitate listing of new age companies, but it failed to gain any traction.
  2. ITP facilitates capital raising by start-up companies which are in their early stages of growth. It provides easier entry and exit options for investors like angel investors, Venture Capital Funds (VCFs) and Private Equities (PVs) etc.
  3. It also provide better visibility and wider investor base.
64. ▶ Securities and Exchange Board of India (Sebi) constituted an expert committee to recommend suitable framework to allow direct listing of Indian companies on overseas exchanges while allowing overseas companies to list directly on Indian exchanges.
  1. Currently, Indian companies can only use depository receipts route – Global Depository Receipts (GDR) or American Depository Receipts (ADR) – to list on overseas exchanges.
  2. Similarly, foreign companies can access Indian capital markets only through Indian Depository Receipts (IDRP) for listing of equities.
  3. Sujit Prasad is convenor of the committee.
65. ▶ Swedish caller ID service Truecaller acquired Kerala-based payments startup Chillr, marking its first acquisition in India. Founded in 2014, Chillr lets users send money directly between bank accounts using mobile numbers.

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66. ▶ Task Force on Shell Companies was set up in February 2017 to check the menace of companies indulging in illegal activities including facilitation of tax evasion and commonly referred to as 'Shell Companies'.
1. Task Force has most notably compiled a database of shell companies by SFIO. This database comprises of 3 lists - Confirmed List (16537 entries), Derived List (16739 entries) and Suspect List (80670 entries).
  2. During FY 2017-18, Registrars of Companies (ROCs) removed names of 226166 companies (under Section 248 of Companies Act 2013), which had not filed their Financial Statements for continuous 2 years. Also, 309619 directors were disqualified.
  3. To help genuine corporates in regularizing their pending returns, Condonation of Delay Scheme 2018 was brought. It was effective from 1-01-2018 to 1-05-2018. Total 13,993 companies benefitted from the scheme.
  4. For 2nd drive to be launched during FY 2018-19, total 225910 companies have been identified for being struck-off, along with 7191 LLPs for action under section 75 of LLP Act 2008, due to non-filing of financial statements for 2015-16 and 2016-17.
67. ▶ US government arm Overseas Private Investment Corporation (OPIC) has given USD 5 million loan to Grameen Impact Investments to support domestic small and medium enterprises. The financing to *Grameen Impact*, a non-banking financial company, comes through IndusInd Bank in the form of a loan guarantee agreement.
68. ▶ World Bank approved Ministry of Water Resources, River Development and Ganga Rejuvenation's *Atal Bhujal Yojana (ABHY)*, with INR 6000 crores Expenditure. It is to be implemented from 2018-19 to 2022-23, with World Bank assistance. It aims to address criticality of ground water resources in a major part of country. Priority areas are Gujarat, Haryana, Karnataka, Madhya Pradesh, Maharashtra, Rajasthan and Uttar Pradesh. Scheme is expected to benefit nearly 8350 Gram Panchayats in 78 districts in these states.
1. Funds will be provided to states for strengthening ground water governance and encourage community involvement for improving ground water management.
  2. Scheme will have several positive outcomes like better understanding of ground water regime, focused community based approach for addressing issues related to ground water depletion, adoption of efficient water use practices to reduce ground water use for irrigation.
69. ▶ Yes Bank launched a new deposit scheme as first of many green retail products to be launched by bank. Bank aims to fetch INR 1000 crores through the scheme, called 'Green Future : Deposit'. It supports *Green Good Deeds* campaign recently launched by Government. This would provide a peak interest of 7.5% and has a tenure of 18 months and 8 to 18 days. For senior citizens it would provide 8% interest. Bank also launched a pilot project for recycled dry waste generated at facilities.
70. ▶ Yes Bank received SEBI approval for acting as custodian of securities, enabling it to play a larger role in channelising domestic and foreign investments into Indian financial market and would enhance bank's current capital market offerings.