



PRIORITY SECTOR CREDIT- 204/25

Session will resume at 3.55 pm

RBI - PRIORITY SECTOR GUIDELINES

RAVI KUMAR-PROMOTION NOTES

What is Priority Lending : Lending to those sectors of the economy which should receive timely and adequate credit.



GOI AND RBI consider as important for the development of basic needs of country.

PURPOSE : Better credit flow to credit deficient areas/required areas like **SF/MF/WEAKER SECTION** . Boost credit in important areas like **Renewable energy/Social infrastructure** .

Advantage of Priority Lending : Better credit penetration to credit deficient areas and increase loans to SF/MF/Weaker sections/ Renewable energy/Social infrastructure. (which enabled over all development of our country, exports, employment etc.,)

What is Non-priority : CAR loan



KNOWLEDGE CHECK (Let u see)

PRIORITY

- A service enterprise with **investment of Rs 1 Cr** in Equipments and **turnover of Rs 7.50 crs** will be classified as
 - 1) Small
 - 2) Micro
 - 3) Mudra
 - 4) Medium
 - 5) All options are wrong

- As per the revised definition of MSMEs as per latest Gazette Notification, If the Investment in **Plant & Machinery or Equipment does not exceed 50 Cr** and **turnover does not exceed 250 Cr**; the enterprise will be classified as _____

- 1) Small
- 2) Micro
- 3) Mudra
- 4) Medium
- 5) Tiny unit

As per the revised definition of MSMEs as per latest Gazette Notification S.O. 2119 (E) dated June 26, 2020, If the **Investment in Plant & Machinery or Equipment does not exceed 1 Cr** and **turnover does not exceed 5 Cr**; the enterprise will be classified as _____

- 1) Small
- 2) Micro
- 3) Mudra
- 4) Medium
- 5) Tiny unit

Under Social Infrastructure ,Bank loans up to a limit of ₹.....per borrower for setting up schools, drinking water facilities and sanitation facilities including construction/ refurbishment of household toilets and water improvements at household level, etc

- 1) 5 MILLION
- 2) 50 MILLION
- 3) 500 MILLION
- 4) 5 BILLION
- 5) 5 TRILLION

**LET US KNOW THE DIFFERENCE BETWEEN
MILLION/BILLION/TRILLION- TO ANSWER PERFECTLY**

PRIORITY (LOGICS)

6 9 12

PRIORITY (LOGICS)

6 zeros- Million

9 zeros- Billion

12 zeros- Trillion

Under Social Infrastructure ,Bank loans up to a limit of ₹.....per borrower for setting up schools, drinking water facilities and sanitation facilities including construction/ refurbishment of household toilets and water improvements at household level, etc

- 1) 5 MILLION
- 2) 50 MILLION
- 3) 500 MILLION
- 4) 5 BILLION
- 5) 5 TRILLION

HOW TO ANSWER : if Answer is 5 crores.

WRITE : 6/9/12 -mil/bil/tril

Now covert 5 crores -(5 + 00,00,000 zeros)-

NOW 50 (000,000-MILLION)

Answer : 50 million

BEFORE GETTING INTO PRIORITY TOPIC, LET US UNDERSTAND SOME TERMINOLOGIES

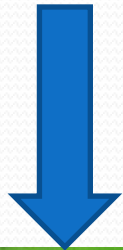
ANBC

CEOBE

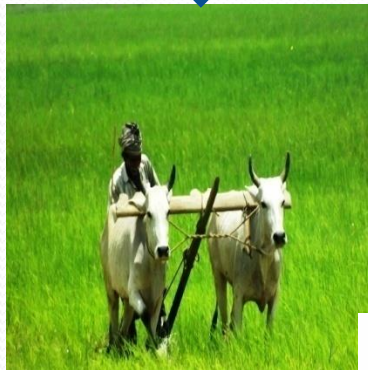
RETAIL

AGRICULTURE (ALLIED ACTIVITIES) &

MSME



LOANS TO
INDIVIDUAL
CUSTOMERS



AS PER RBI PRIORITY TARGET FOR COMMERCIAL BANKS :

40 % OF ANBC OR CEOBE (WHICH EVER IS HIGHER)



- WE CAN CONSRTRUED :40 % OF FB OR NFB (WHICH EVER IS HIGHER).

- WHAT IS ANBC (FUND BASED LOANS) - NEXT SLIDES

- WHAT IS CEOBE (NON FUND BASED LOANS)

- CEOBE STANDS FOR Credit Equivalent of Off-Balance Sheet Exposures

- Example : BANK BALANCE SHEET

LIABILITIES	ASSETS
DEPOSITS - 1400 CRORES	LOANS - 500 crores

FOOT NOTE : LC- 200 CR & BG - 400 CR.

- ANBC = 500 CR (40%) OR 600 CR (40%)



- Internal 200 CR OR 240 CR (HIGHER WILL BE TARGET)- 240 CR

NON CORPORATE FARMER



- Individual farmer includes SF AND MF
- Proprietorship firms of farmer (Doing Agri and allied activities)
- SGD/JLG (Group of Individual farmers)
- **Onlending** : Loans sanctioned by banks to **eligible intermediaries** for onward lending. **Such loans for creation of priority sector assets** and which remain deployed in such assets are eligible.

● Calculation of ANBC:

Bank Credit in India	1
Bills Rediscounted with RBI and other approved Financial Institution	2
Net Bank Credit (NBC)*	3 (1 -2)
Outstanding Deposits under RIDF and other eligible funds with NABARD, NHB, SIDBI and MUDRA Ltd in lieu of non-achievement of priority sector lending targets/sub-targets + outstanding PSLCs	4 +
Eligible amount for exemptions on issuance of long-term bonds for infrastructure and affordable housing	5 -
Advances extended in India against the incremental FCNR (B)/NRE deposits, qualifying for exemption from CRR/SLR requirements	6 -
Investments made by public sector banks in the Recapitalization Bonds floated by Government of India	7 -
Other investments eligible to be treated as priority sector (e.g. investments in securitised assets	8 +
Bonds/debentures in Non-SLR categories under HTM category	9 +
For UCBs: investments made after August 30, 2007 in permitted non SLR bonds held under 'Held to Maturity' (HTM) category)	10 +
ANBC (other than UCBs) :	III+IV- (V+VI+VII)+VIII+IX
ANBC for UCBs	III+IV-VI+X





-
- **REWRITE ANBC TO REMEMBER**

- **AS PER RBI PRIORITY TARGET IS 40 % OF ANBC OR CEOBE (WHICH EVER IS HIGHER)**

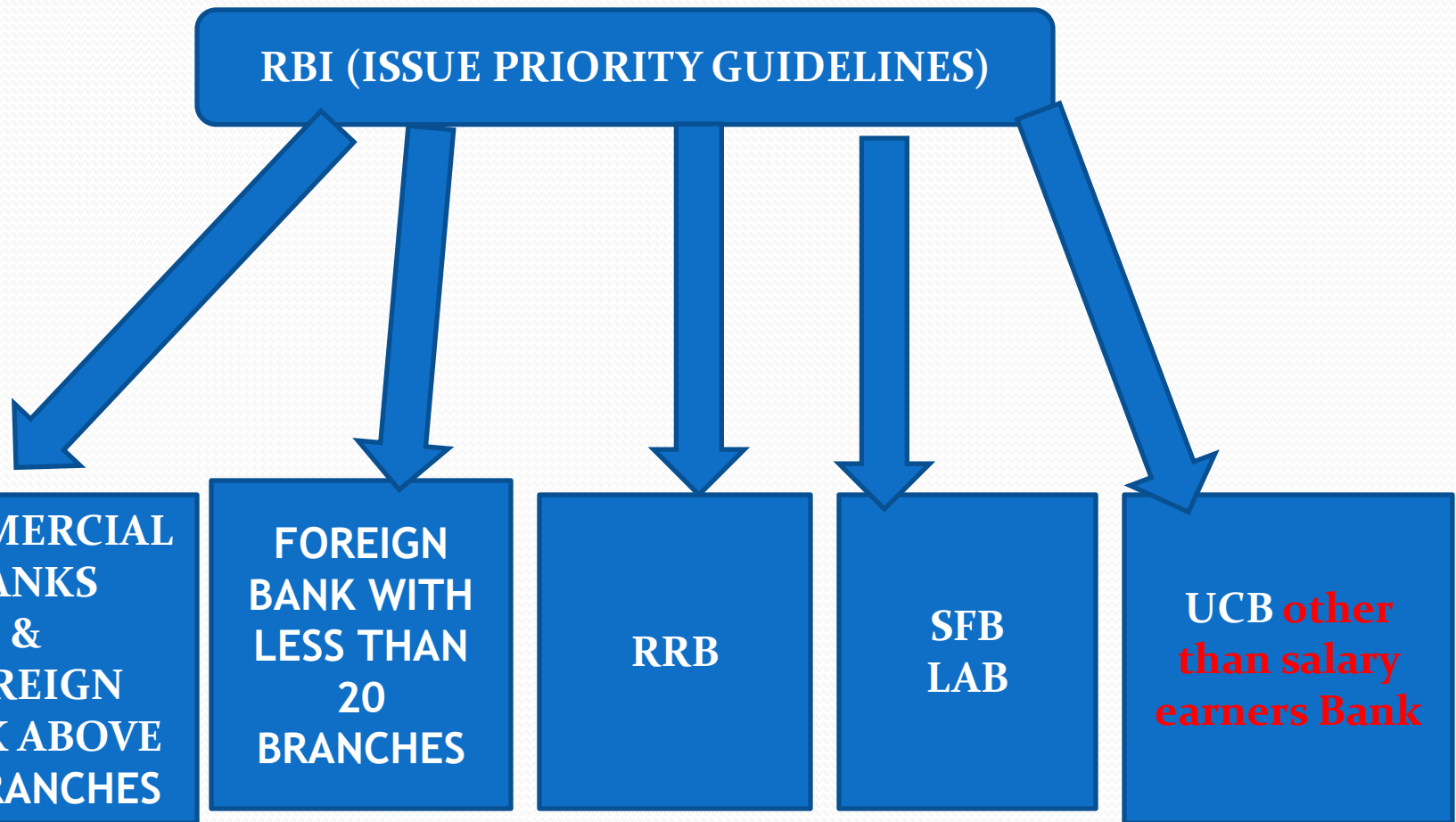
● Calculation of ANBC (AFTER REWRITE)

Bank Credit in India	1
Bills Rediscounted with RBI and other approved Financial Institution	2
Net Bank Credit (NBC)*	(1-2) = 3
Outstanding Deposits under RIDF and other eligible funds with NABARD, NHB, SIDBI and MUDRA Ltd in lieu of non-achievement of priority sector lending targets/sub-targets + outstanding PSLCs	ADD
Other investments eligible to be treated as priority sector (e.g. investments in securitised assets)	ADD
Bonds/debentures in Non-SLR categories under HTM category	ADD
Eligible amount for exemptions on issuance of long-term bonds for infrastructure and affordable housing	DEDUCT
Advances extended in India against the incremental FCNR (B)/NRE deposits, qualifying for exemption from CRR/SLR requirements	DEDUCT
Investments made by public sector banks in the Recapitalization Bonds floated by Government of India	DEDUCT
	ANBC

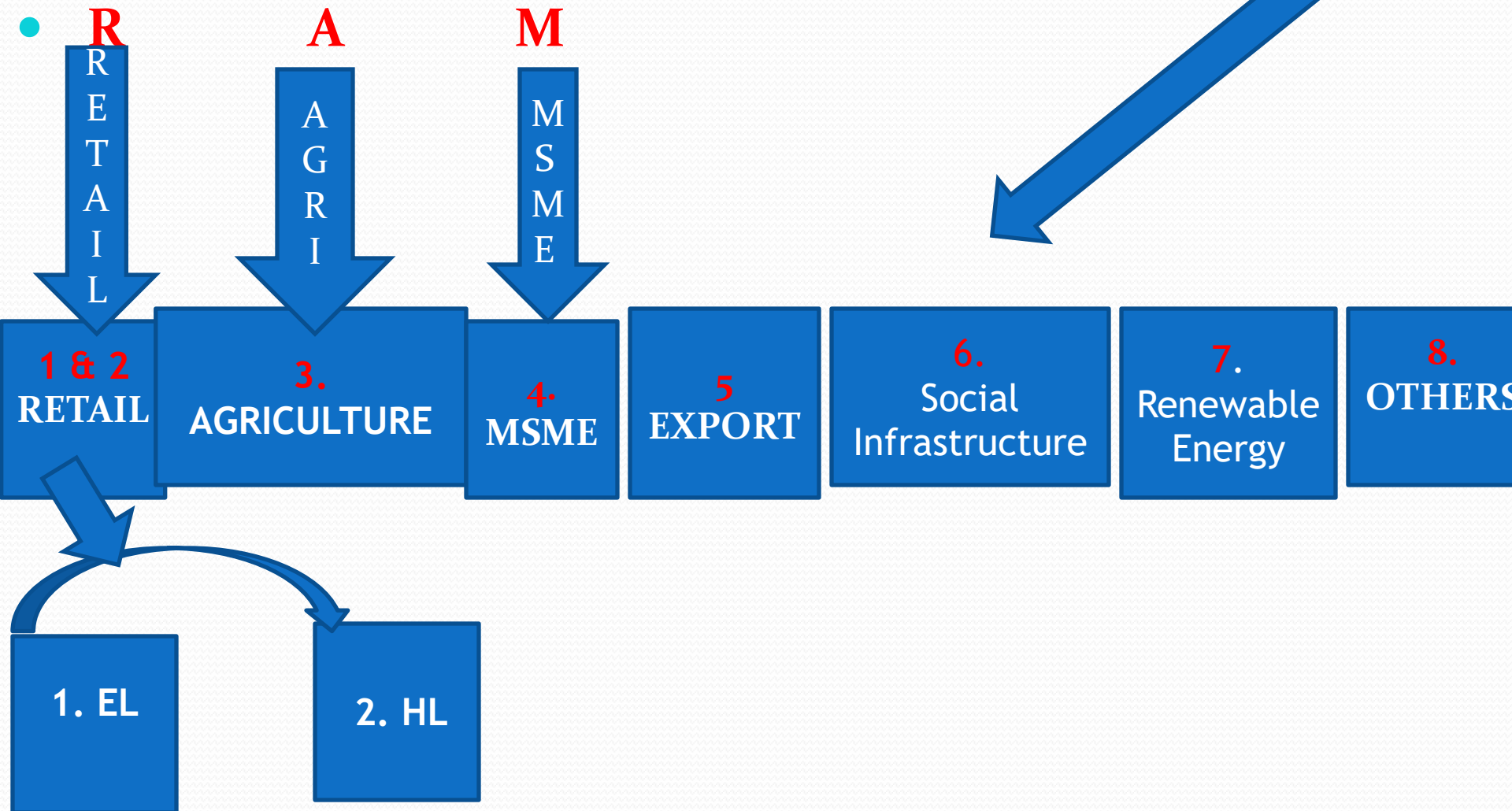
Internal

Internal

PRIORITY APPLICABLE TO WHICH BANKS :



CATEGORIES UNDER PRIORITY SECTOR : Total 8



TOTAL TARGER UNDER PRIORITY BANKS TO FINANCE

RBI (ISSUE PRIORITY GUIDELINES)

COMMERCIAL
BANKS
&
FOREIGN BANK
ABOVE 20
BRANCHES

40 % OF
ANBC OR
CEOBE
(HIGHER)

FOREIGN
BANK WITH
LESS THAN
20
BRANCHES

40 % OF
ANBC OR
CEOBE
(HIGHER)
32%-
EXPORT

RRB

75 % OF
ANBC OR
CEOBE
(HIGHER)

SFB

75 % OF
ANBC OR
CEOBE
(HIGHER)

UCB

60% OF
ANBC OR
CEOBE
(HIGHER)

Micro 7.5%
Weaker 12 %

MF/SF TARGET : 10 %

**MF- (1 HEC LAND)
SF (1-2 HEC)**

- LANDLESS/ORAL/TENANT
- SHG/JLG-AGRI/ALLIED
- **LOAN-2.5 LAC** FOR ALLIED ACT
- LOAN TO FPO/FPC- **LAND HOLDING NOT LESS THAN 75%**

**AGRICULTURE
NON-COR- 14%**

MSME-

RETAIL

HL/EL

**WEAKER
SECTION
12 %**

EXPORT

**INCREMENTAL 2 % ANBC
SANCTION LIM - 50CR**
Internal

PRIORITY SECTOR SUB TARGETS)

**COMM BANKS &
FB > 20 BR**

**40 % of ANBC OR
CEOE (HIGH)**

**AGRICULT
18 % of ANBC
(NCF-14 %)**

**MSME
PRIORITY**

EL -25 LACS

**WEAKER SEC
12 % of ANBC**

SUB TARGET

**MICRO
7.5% of ANBC**

- SF /MF
- SC/ST
- DIR
- SHG /JLG
- Persons with disabilities
- Govt Spon NRLM, NULM & SRMS
- Minorities /Transgenders
- Distressed farmers indebted to non-institutional lenders
- Distressed persons upto loan ₹1 lakh)
- Women beneficiaries upto 2 lac
- (2 Lac not applicable to UCB)
- Artisans, village and cottage industries upto ₹2 lakh

RBI (PRIORITY SECTOR SUB TARGETS)



AGRICULTURE (3 CATEGORIES)

- ❖ **FARM CREDIT (AGRI & ALLIED)**
- ❖ **Agriculture Infrastructure**
- ❖ **Ancillary activities**

➤ **LET US UNDERSTAND THESE
3 CATEGORIES**

FARM CREDIT (2 PARTS)

(PART A : INDIVIDUAL FARMERS)

- A) Loans to individual farmers
- B) including SHG or JLG
- C) Proprietorship firms of farmers



- (Directly engaged in Agriculture and Allied Activities, viz., Dairy, fishery, animal husbandry, poultry, bee-keeping and sericulture.



- CROP LOANS/ SF/MF/PLANTATION/HORTICULTURE
- Medium and Long-term loans to farmers for Agcl and allied activities
- Loans to farmers for pre and post-harvest activities
- Loans to distressed farmers indebted to NON institutional lenders
- Loans under the Kisan Credit Card Scheme
- Loans to SF/MF for purchase of land for Agriculture purpose
- Loans to farmers against pledge/ hypothecation of agricultural produce (including warehouse receipts) for a period not exceeding 12 months subject to a limit up to
Rs. 90 lakh against NWRs/eNWRs &
upto Rs 60 lakh against warehouse receipts other than NWRs/eNWRs
- Loans to farmers for installation of stand-alone Solar Agriculture Pumps and for solarisation of grid connected Agriculture Pumps
- Loans to farmers for installation of solar power plants on barren/fallow land or in stilt fashion on agriculture land owned by farmer.

(PART B)

- Loans to Partnership firms, Corporate farmers,
- FPO / FPC Companies of individual farmers and
- Co-operatives of farmers directly engaged in Agri and Allied Activities



- a) Loans for the following activities will be subject to an aggregate limit of **Rs. 4 crore per borrowing entity**
- i) Crop loans to farmers/Horticulture and loans for allied activities.
 - ii) Medium and Long-term loans to farmers for agriculture and allied activities (e.g. purchase of agricultural implements and machinery and developmental loans for allied activities).
 - iii) Loans to farmers for pre and post-harvest activities (Spraying/Grading/Transport)
- b) Loans to farmers against pledge/ hypothecation of agricultural produce (including warehouse receipts) for a period **not exceeding 12 months** subject to a limit up to **Rs. 4 Crore against NWRs/eNWRs & upto Rs 2.5 crore against warehouse receipts** other than NWRs/eNWRs
- C) Loans up to **Rs. 10 Cr per borrowing entity to FPOs/FPCs** undertaking farming with assured marketing of their produce at a pre-determined price.
- D) Loans upto **Rs 10 Cr** for purchase of the produce of members directly engaged in agriculture and allied activities
- **UCBs are not permitted to lend : CO-operative of farmers**

Agriculture Infrastructure



Aggregate sanctioned limit of **Rs.100 crore** per borrower from the banking system

- ❖ **Loans for construction of storage facilities** (Warehouses, market yards, godowns and silos including cold storage units/ cold storage chains designed to store agriculture produce/products) **irrespective of their location.**
- ❖ **Soil conservation and watershed development.**
- ❖ **Plant tissue culture and agri-biotechnology, Seed production, production of bio-pesticides, bio-fertilizer, and vermi composting.**
- ❖ Loans for construction of **oil extraction/ processing units** for production of bio-fuels, their storage and distribution infrastructure along with loans to entrepreneurs for **setting up Compressed Bio Gas (CBG) plants**

Ancillary activities :

Loans up to **Rs. 50 crore** to **Start-ups**, engaged in agriculture and allied services

Loans for **Food and Agro-processing** up to an aggregate sanctioned limit of **Rs.100 crore** per borrower from the banking system.

Export credit to the Agriculture sector including pre and post shipment credit

Outstanding deposits under RIDF and other eligible funds with NABARD

Loans for setting up of **Agriclinics and Agribusiness Centres**.

Loans to custom service units managed by Individuals, Institutions or organisations who maintain fleet of tractors, Bulldozers, Combiner etc., and undertake farm work of farmers on contract basis.

- Bank loans to **Primary Agricultural Credit Societies (PACS),**
- **Farmers' Service Societies (FSS) and**
- **Large-sized Adivasi Multi-Purpose Societies (LAMPS)**
- **for on-lending to agriculture**
- Loans sanctioned by banks to **MFIs for on-lending to agriculture sector**
- ^{Internal} Loans sanctioned by banks to registered NBFCs

KNOWLEDGE CHECK :

Loans upto Rs 10 Cr for purchase of the produce of members directly engaged in agriculture and allied activities

- A) Farm Credit
- B) Agriculture Infrastructure
- C) Ancillary activities
- D) Allied activities

MSME

Based on investment in

P & M



MFG (INVESTMETN IN P & M)

OR

Equipment



SERVICE (INVEST IN EQUIPMENT

Does not exceed

MULIPLY WITH
5

**T/O
DOES NOT
EXCEED**

2.5 CRORE

MICRO

10 CRORES

25 CRORES

SMALL

100 CRORES

125 CRORES

MEDIUM

Internal

500 CRORES

❖ Factoring Transactions (**not applicable to RRBs and UCBs**)



- ❖ **‘With Recourse’ Factoring** transactions by banks which carry out the business of factoring departmentally **wherever the ‘assignor’ is a MSME would be eligible for classification under MSME category** on the reporting dates
- ❖ **Factoring transactions pertaining to MSMEs taking place through the Trade Receivables Discounting System (TReDS) shall also be eligible for classification under priority sector.**

OTHER FINANCES TO MSMEs

All loans to units in the KVI sector which shall be categorised as lending to Micro Enterprises

- ❖ Loans up to Rs. 50 Crore to Start-ups, that confirm to the definition of MSME
- ❖ Micro & Small enterprises: On-lending by registered NBFC will be allowed up to ₹ 20 lakh per borrower
- ❖ PMJDY OUTSTANDING
- ❖ OUTSTANDING DEPOSIT WITH SIDBI/MUDRA

❖ EXPORT CREDIT:

Domestic banks : Incremental Export Credit : 2 % of ANBC or CEOBE (Higher)
subject to Sanctioned limit of Rs.50 crore per borrower

Foreign bank with 20 Branches & above : 2 % of ANBC or CEOBE Higher

Foreign bank with less than 20 Branches : Export credit upto 32 %



Internal

Internal

EDUCATION

- ❖ Loans to individuals for **educational purposes**, **including vocational courses**, **not exceeding Rs. 25 lakh..**



Internal

HOUSING LOAN : (Staff HL- NON-Priority)



CATEGORY	LOAN LIMIT	MAXIMUM COST OF DWELLING UNIT
Population 50 Lac & above	50	63
Population of 10 to 50 Lac	45	57
Population below 10 Lac	35	44



HOUSING REPAIRS :

CATEGORY	LOAN LIMIT	MAXIMUM COST OF DWELLING UNIT
Population 50 Lac & above	15	63
Population of 10 to 50 Lac	12	57
Population below 10 Lac	10	44



HOUSING LOAN (Employees-NP)



Bank loans to any governmental agency for construction of dwelling units or for slum clearance and rehabilitation of slum dwellers subject to dwelling units with **carpet area of not more than 60 sq.m**

Bank loans to **affordable Housing projects** using at least **50% of FAR/FSI** for dwelling units with **carpet area of not more than 60 SQ meter** (FLOOR AREA SPACE/INDEX)

❖ **Outstanding deposit with NHB** on account of priority short fall

❖ SOCIAL INFRASTRUCTURE

- ❖ Bank loans of **Rs. 8 crore** per borrower for setting up schools, drinking water facilities and sanitation facilities including construction/ refurbishment of household toilets and water improvements at household level, etc.
- ❖ **Rs. 12 crore per borrower** for building health care facilities including under ‘**Ayushman Bharat**’ in Tier 2 to Tier 6 centres.



Internal

❖ Renewable Energy

❖ **Renewable Energy** : Bank loans up to a limit of **Rs 35 Crore to borrowers** for purposes like

❖ Solar based power generators,



❖ Biomass-based power generators



7.5 MW Biomass based Power Plant at
Sipcot Industrial Complex,
Pudukottai Dist. Tamilnadu

❖ Wind mills,



❖ micro-hydel plants and for nonconventional energy based public utilities, viz., street lighting systems and remote village electrification etc., are eligible for Priority Sector Classification.

❖ For individual households, **the loan limit is Rs. 10 Lakh per borrower**

OTHER LOANS

➤ Loans upto Rs. 2 lac provided directly by banks to SHG/JLG



- for activities other than Agriculture or MSME,



- viz., loans for meeting social needs,
- construction or repair of house,
- construction of toilets
- or any viable common activity started by the SHGs
- Loans to distressed persons [other than distressed farmers indebted to non-institutional lenders] not exceeding Rs.1 lac per borrower to prepay their debt to non-institutional lenders.
- Loans sanctioned to State Sponsored Organisations for SC/ST s for the specific purpose of purchase and supply of inputs and/or the marketing of the outputs.
- Loans up to Rs.50 crore to Start-ups, that are engaged in activities other than Agriculture or MSME.

❖ LENDING BY BANKS TO NBFCs AND MFIs FOR ON-LENDING :



- ✓ **Agriculture:** 'Term lending' component under Agriculture will be allowed up to ₹ 10 lakh per borrower. (only for registered NBFC (other than MFIs))






(NOT APPLICABLE to RBI/UCB/SFB/LAB)

- ✓ **Micro & Small enterprises:** On-lending by NBFC will be allowed up to ₹ 20 lakh per borrower.

- ✓ **HFC :** 20 Lac per borrower.

CAP ON LENDING : Bank credit to NBFC (including HFCs) for onlending will be eligible for PSL classification upto an over limit of 5 % of individual bank's total PSL of the previous FY.

Regional disparities : (VALID TILL 2026-27)

- To address Regional disparities in the flow of priority sector credit at the district level
 - Based on per capita credit flow.
 - **Per capita credit flow meaning** : For example in a District 1 lac people are there. Total PSL loans given are Rs 50 crores.
 - Now 50 crores priority loans divided by 1 LAC POPULATION = Rs 5000
 - **le., per capita credit flow of this village is Rs 5000/-**
 - Now RBI SAYS : from FY 2024-25 onwards, a higher weight
- 
- **125%-** Incremental priority sector credit -Identified districts - **where credit flow is comparatively lower** (per capita PSL less than ₹9000)
- 
- **90 % lower weight** - identified districts -where credit flow is comparatively higher (per capita PSL greater than ₹42,000)
- 
- **OTHER DISTRICTS - 100 % WEIGHTAGE**

PRIORITY (MISCELLANEOUS)

Investments by banks in securitisation notes (**not applicable to RRBs and UCBs**) :



Investments by banks in 'securitisation notes', representing loans to various categories of priority sector, **except 'others' category**, are **eligible for classification under respective categories of priority sector** depending on the underlying assets provided:

- The assets are originated by banks and financial institutions and are eligible to be classified as priority sector advances prior to securitisation and fulfil the RBI guidelines on 'Securitisation of Standard Assets'
- Investment by banks in securitisation notes with **loans against gold jewellery originated by NBFCs as underlying**, **are not eligible for priority sector status**

PRIORITY SECTOR LOANS UP TO ₹50,000 : NO CHARGES

PRIORITY (MISCELLANEOUS)

• Inter Bank Participation Certificates (IBPCs) (**not applicable to UCBs**) :



IBPCs bought by banks, on a risk sharing basis, are eligible for classification under **priority sector**, provided the underlying assets are eligible to be categorized under the respective categories of priority sector

IBPCs bought by banks, on a risk sharing basis relating to **Export credit** shall be classified from **purchasing bank perspective** for priority sector categorization.

• **Bank loans to MFIs:** (Below are eligible to classify for priority categorization)



Banks are allowed to extend credit to **registered NBFC-MFIs and other MFIs (Societies, Trusts etc.) which are members of RBI recognised SRO for the sector**, for on-lending to individuals and also to members of SHGs / JLGs.

SFBs are allowed to extend fresh credit to registered NBFC-MFIs and other MFIs (Societies, Trusts) which are members of RBI recognised 'Self Regulatory Organisation' of the sector, and **which have a 'gross loan portfolio' (GLP) of up to ₹500 crore as on Mar 31 of the previous year**, for the purpose of on-lending to individuals. (Overall limit permitted is **10 % of bank total PSL of previous FY**)

PRIORITY

Priority Sector Lending Certificates (Ref: RBI NOTIFICATION 7.4.16)

- PSLC CERTIFICATES : NO Transfer of Risk or Loan
- CBS PORTAL- e-KUBER - Rs 25 lacs and Multiples of Rs 25 lacs
- 4 type of PSLC CERTIFICATES



- PSLC - GENERAL : (COUNTING FOR OVERALL)
- PSLC-AGRICULTURE (COUNTING FOR AGCL AND OVERALL)
- PSLC - SF/MF (COUNTING FOR SF/MF & OVERALL)
- PSLC-MICRO ENTERPRISES (COUNTING FOR MICRO & OVERALL)

- Sellers/Buyers : SCBs,(RRBs), Local Area Banks, SFB and Urban Co-operative Banks

Amount eligible for issue : 50% previous year's PSL achievement

Expiry date: All PSLCs will expire by March 31st and will not be valid beyond the reporting date

- COMPLIANCE - Monitored on 'Quarterly' Basis

- Priority data to be furnished to :

- FIDD, Central Office ,RBI @



- Quarterly (15 days from end of quarter) and



- Annual intervals (with in a month from annum)

- RRBsTO.....NABARD (QUARTERLY AND ANNUAL)

PRIORITY

NON ACHIEVEMENT

- RIDF (RURAL INFRASTRUCTURE DEVELOPMENT FUND) OF NABARD
 - OTHER-FUNDS AS DECIDED BY RBI
-
- ```
graph TD; RBI[OTHER-FUNDS AS DECIDED BY RBI] --> NABARD[NABARD]; NABARD --> AGCL[AGCL]; NHB[NHB] --> HOUSING[HOUSING]; SIDBI[SIDBI] --> MSME1[MSME]; MUDRA LTD[MUDRA LTD] --> MSME2[MSME];
```
- NABARD (AGCL)
  - NHB (HOUSING)
  - SIDBI (MSME)
  - MUDRA LTD (MSME)
- ROI & TENURE OF WILL BE DECIDED BY RBI

# PRIORITY

## NON ACHIEVEMENT

- ROI & TENURE OF WILL BE DECIDED BY RBI



| SI | Shortfall in overall priority sector lending target | Deposit Rates         |
|----|-----------------------------------------------------|-----------------------|
| 1  | Less than 5 % points                                | Bank rate -2 % points |
| 2  | 5 to 10 % points                                    | Bank rate -3% points  |
| 3  | 10 % percentage points and above                    | Bank rate -4% points  |

# Terminal Questions

What is the total Priority sector target to be achieved by Domestic Commercial banks

- 1) 40% 2) 32% 3) 10% 4) 75% 5) 18%

Answer is 40%

# Terminal Questions

In the total Priority sector target how much is to be achieved towards Agriculture by Domestic Commercial banks

- 1) 40% 2) 32% 3) 10% 4) 75% 5) 18%

Answer is 18%

# Terminal Questions

In the total Priority sector target how much is to be achieved towards Advances to weaker section by Domestic Commercial Banks

1) 40% 2) 12% 3) 10% 4) 75% 5) 18%

Answer is 12%

# Terminal Questions

What is maximum loans against pledge/hypothecation of Agricultural produce (including warehouse receipts) for a period not exceeding 12 months subject to a limit up to ₹..... lakh against warehouse receipts other than NWRs/eNWRs

1) 25 2) 45 3) 75 4) 50 5) 30

Answer is 50 lakhs

# Terminal Questions

What is the maximum amount under education loan to be classified under priority sector (Rs. In lakhs)?

1) 25 2) 20 3) 75 4) 50 5) 30

Answer is 20 lakhs

# Terminal Questions

Lending to startups up to ₹\_\_\_\_\_ Cr per borrower can be classified under Priority sector

1) 25 2) 20 3) 75 4) 50 5) 30

Answer is 50 Crores

# Terminal Questions

Lending to Distressed farmers up to ₹\_\_\_\_\_ lakh per borrower can be classified under Priority sector

- 1) 4
- 2) 3
- 3) 6
- 4) NO LIMIT
- 5) 1

Answer is NO LIMIT

# Terminal Questions

Loans for Food and Agro-processing up to an aggregate sanctioned limit of Rs.100 crore per borrower can be classified under

- 1) Farm credit
- 2) Ancillary activity
- 3) AGRICULTURE INFRASTRUCTURE
- 4) MSME
- 5) Others

Answer is Ancillary activity

# Terminal Questions

Monitoring of priority lending compliance of banks by RBI is done on \_\_\_\_\_ basis

- 1) Monthly
- 2) Quarterly
- 3) Half yearly
- 4) Daily

Answer is Quarterly

# Terminal Questions

Loans for Food and Agro-processing up to an aggregate sanctioned limit of Rs. ----- Cr per borrower can be classified under Priority sector

- 1) 25
- 2) 50
- 3) 75
- 4) 100

Answer is 100

# Terminal Questions

\_\_\_\_\_per borrower for building health care facilities including under 'Ayushman Bharat' in Tier 2 to Tier 6 centres

- 1) 1 Crore
- 2) 2 Crores
- 3) 5 Crores
- 4) 10 crores

Answer is 10 Crores

# Terminal Questions

No processing charges to be collected for priority sector loans upto Rs. \_\_\_\_\_

- 1) 10,000
- 2) 25,000
- 3) 50,000
- 4) 1 lakh

Answer is 25,000

# Terminal Questions

- Bank loans to any governmental agency for construction of dwelling units or for slum clearance and rehabilitation of slum dwellers subject to dwelling units with **carpet area of not more than \_\_\_\_ sq.m**

- 1) 40
- 2) 50
- 3) 60
- 4) 75

Answer is 60

# Terminal Questions

- If Banks does not ACHIEVE Priority sector target, The deficit amount is not to be invested in \_\_\_\_\_

- 1) RIDF of NABARD
- 2) NHB
- 3) SIDBI
- 4) MUDRA LTD
- 5) HFC

Answer is HFC

# Terminal Questions

- Loans to farmers against pledge/ hypothecation of agricultural produce (including warehouse receipts) for a period not exceeding \_\_ months will be classified under priority sector target

- 1) 18 months
- 2) 12 months
- 3) 6 months
- 4) 24 months

Answer is 12 months

# Terminal Questions

- Incremental Export Credit : 2 % of ANBC or CEOBE (Higher) subject to Sanctioned limit of \_\_\_\_\_ per borrower will be classified under priority sector target

- 1) Rs.10 crore
- 2) Rs.20 crore
- 3) Rs.30 crore
- 4) Rs.40 crore

Answer is Rs.40 crore

# Terminal Questions

- Loans up to Rs. \_\_\_\_ Cr per borrowing entity to FPOs/FPCs undertaking farming with assured marketing of their produce at a pre-determined price under FARM CREDIT

- 1) Rs.1 crore
- 2) Rs.2 crore
- 3) Rs.5 crore
- 4) Rs.10 crore

Answer is Rs.5 crore

# Terminal Questions

❖ Bank loans up to a limit of **Rs \_\_\_\_\_to borrowers** for purposes like Solar based power generators, Biomass-based power generators Wind mills etc comes under renewable energy category of Priority sector.

- 1) **Rs.10 crore**
- 2) **Rs.20 crore**
- 3) **Rs.30 crore**
- 4) **Rs.40 crore**

Answer is **30 Crore**



Internal

Internal