

H.NO:3, 1st Floor, 1st Main, 1<sup>st</sup> Cross, Kodgehalli Main Road,  
Bhadrapa Layout, Nagashettihalli (On Hebbal Outer Ring Road)  
Bangalore -560094

## **AKMI Updates: February -2022**

### **About AKMI:**

AKMI (Association of Karnataka Microfinance Institutions) was established in 2007 to bring in better transparency and governance, client protection and ethical practices among the Microfinance Institutions (MFIs) in Karnataka. AKMI has 32 members. AKMI is registered under the Society Act 1960.

SL No	AKMI Members	Number
1	NBFC -MFIs	20
2	NBFCs	2
3	Society/Trusts	4
4	SFBs	6
	Total Members	32

AKMI is affiliated to Sa-Dhan and MFIN, which are national level network organisations and are self-regulatory organisations (SROs) for the microfinance industry. Recognised by RBI, which is monitoring the Microfinance industry very closely. AKMI Members are also conducting social events, conducting financial literacy programs, construction of toilets, financial assistance to Mid-Day meal program (Akshaya Patra foundation), etc as part of their CSR activities. Our members have also taken up a lot of initiatives to combat Covid Pandemic.

### **AKMI Outreach:**

Particulars	September 2021	June 2021	March 2021
MFI Members	32	32	32
No of Branches	2249	2220	2189
No of Staff	25131	25171	25258
Loan Borrowers accounts (in Lakhs)	98	98	96
Outstanding (Amt in Crs)	34922.89	33966.61	35025.16

### **AKMI Bi- Monthly District Meetings in Karnataka:**

AKMI is operating in all 30 Dist (now 31 Dist) of Karnataka and has 29 District AKMI units having the leadership of a Lead MFI and Co-Lead MFI to each district. The lead MFI who is having major exposure in the district is conducting district level AKMI meeting bimonthly on the fixed day. These meetings are attended by members of AKMI who are operating in the district by area representatives. AKMI district meetings are mainly concentrating on field issues and seeking remedies for the issues in the field and may discuss the recent developments in the microfinance sector and CB report. The lead MFI in the district is handling the MFI client's grievances in the field, where they established AKMI district grievance redressal cell and having liaison with AKMI HO. The AKMI district units are having the liaison with District Administration, LDM and DDM- NABARD. AKMI, at state level regularly attend the SLBC meeting, as special invitee. On receipt of lead bank notice, our leads MFI/s, in the dist. are attending the meeting.

Particulars	February-2022	December-2021	October 2021
No of District in Karnataka	31	31	31
No of AKMI dist. units	29	29	29
No of Meeting Conducted	29	29	29
Next bi-monthly meeting will be in April - 2022			

### **Contact AKMI Ombudsman:**

OMBUDSMAN,

AKMI, H.NO:3, 1<sup>st</sup> Floor 1st cross 1<sup>st</sup> Main

Kodehalli Main Road Bhadrappa Layout

Nagashettihalli Bangalore 94

Toll Free No: **1800-425-5654**

Particulars	
No of Grievances calls Received	
No of Grievances calls Solved	
Pending	i) Insurance ii) Loan not yet sanctioned iii) CB report Problems

Ombudsman at AKMI HO, Bangalore is having toll free helpline Number: 18004255654. The MFI customer/s may approach AKMI ombudsman if their grievance is not solved by concerned MFI regarding-

- Staff behaviour
- Charging of higher rate of Interest than stipulated by RBI
- Any unreasonable delay or denial of micro credit

**# Observations:** By and large disbursement of loan and Collection improved in all the districts.

## AKMI Activities/Meetings during February – 2022

Sl. No	Date	Particulars	Remarks
1	01.02.2022 to 10.02.2022	Street Play	AKMI arranged Street Play @ Davanagere
2	03.02.2022	Workshop (virtual)	AKMI Conducted Risk management & Audit workshop for MFIs- Mr. Chandrashekar yellur, Mr. Shashidhar Murthy from IDF, Mr. Siddappa from BSS, Mr. Deepak Suryavamshi from BFIL Mr. Prakash from Samasta Mr. Praveen from SKDRDP made presentations
3	07.02.2022	Sa-Dhan Meeting	AKMI Joined - Sa-Dhan - credit Assessment frame work for MFIs
4	09.02.2022	Sa-Dhan Meeting (Virtual)	AKMI attended Sa-Dhan's Complaints handling mechanism (Virtual)
5	11.02.2022 to 24.02.2022	Street Play AKMI TV Episode Shooting	AKMI - Street Play @ Haveri Arranged Tv Shooting of success stories of beneficiary from Bijapur, Belgaum, Haveri, Shivamogga, Udupi, Kolar & Ramanagara
6	15.02.2022	Webinar	AKMI Joined webinar - Climate change and its Impact on MFIs by FWWB, Ahamadabad
7	15.02.2022	AKMI Meeting (Virtual)	AKMI conducted Virtual meeting with Sri. Anand Rao & Sri Krishna. Regarding Social Event Programme
8	16.02.2022 to 23.02.2022	AKMI TV Episode Shooting	Arranged for recording from Dignitaries (Dr. Veerendra Heggade, Mr. Aloysius Fernandez, Mr. Gadiyappanavar, Mr. Kishore Kumar. K, Mr. Kishore Mangalvedhe.
9	24.02.2022	SIDBI	Attended SIDBI's 3 <sup>rd</sup> national microfinance congress micro enterprises



AKMI Conducted Street play @Turchagatta (Davangere Dist.) 01.02.2022







AKMI Street play @ Lokikere (Davangere Dist.) 01.02.2022



AKMI Street Play @ Belavanur (Davanagere Dist.) 01.02.2022







AKMI Street Play@ Hadadi (Davanagere Dist.) 02.02.2022



AKMI Street Play @ Kukkavada (Davanagere Dist.) 02.02.2022



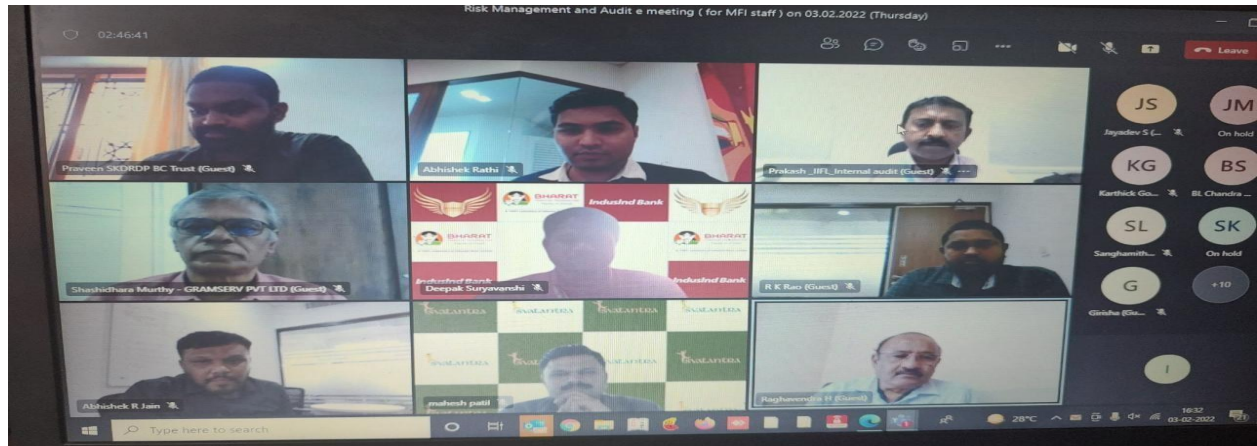


AKMI Street Play @ Shiramagondanahalli (Davanagere Dist.) 02.02.2022



Belstar Conducted Jackfruit paapad making workshop @ Hura Village





AKMI Conducted Risk management & Audit workshop For MFIs - @ 03.02.2022



AKMI Street Play @ Kadajji (Davanagere Dist.) 03.02.2022





AKMI Street play @ Shyagle (Davanagere Dist.) 03.02.2022



AKMI Street Play @ Gopanal (Davanagere Dist.) 03.02.2022





AKMI Street Play @ Kodaganur (Davanagere Dist.) 04.02.2022







AKMI Street Play @ Anaberu (Davanagere Dist.) 04.02.2022



AKMI Street Play @ Mayakonda (Davanagere Dist.) 04.02.2022





AKMI Street play @ Nerlige (Davanagere Dist.) 05.02.2022



AKMI Street Play @ Anagodu (Davanagere Dist.) 05.02.2022





AKMI Street play @ Honnebagi (Davanagere Dist.) 07.02.2022



AKMI Street Play @ Hodhigere (Davanagere Dist.) 07.02.2022





AKMI Street Play @ Kakanur (Davanagere Dist.) 08.02.2022







AKMI Street Play @ Santhe bennur (Davanagere Dist.) 08.02.2022





AKMI Street Play @Nallur (Davanagere Dist.) 09.02.2022



AKMI Street Play @ Chikkulikere (Davanagere Dist.) 09.02.2022





AKMI Street Play @ Rudrapura (Davanagere Dist.) 10.02.2022





AKMI Street Play @ Kerebilichi (Davanagere Dist.) 10.02.2022



AKMI Conducted Street Play @ Hosahalahalli (Haveri Dist.) 11.02.2022





AKMI Street Play @ Karur (Haveri Dist.) 11.02.2022







AKMI Street Play @ Ranebennur (Haveri Dist.) 12.02.2022



AKMI Street Play@ Aremallapura (Haveri Dist.) 12.02.2022





AKMI Street Play @ Morol (Haveri Dist.) 14.02.2022



AKMI Street Play @ Negalur (Haveri Dist.) 14.02.2022







AKMI Street Play @ Nukapur (Haveri Dist.) 15.02.2022



AKMI Street Play @ Havanur (Haveri Dist.) 15.02.2022





AKMI Street Play @ Devi hosuru (Haveri Dist.) 16.02.2022







AKMI Street Play @ Nagendramatti (Haveri Dist.) 16.02.2022



AKMI Street Play @ Naganuru (Haveri Dist.) 17.02.2022





Street Play @ Haveri Navachethana Office





AKMI Street Play @ yetehanalli (Haveri Dist.) 17.02.2022



AKMI Street Play @ Hurulikuppe (Haveri Dist.) 18.02.2022





AKMI Street Play @ Savanur (Haveri Dist.) 18.02.2022







AKMI Street Play @ Thalagatta (Haveri Dist.) 19.02.2022



AKMI Street Play @ Vanahalli (Haveri Dist.) 19.02.2022





AKMI Street Play @ Motebennur (Haveri Dist.) 21.02.2022







AKMI Street Play @ Budapanahalli (Haveri Dist.) 21.02.2022







AKMI Street Play @ Bisalahalli (Haveri Dist.) 22.02.2022



AKMI Street Play @ Mallur (Haveri dist.) 22.02.2022





AKMI Street Play @ Chikkerur (Haveri dist.) 23.02.2022



AKMI Street Play @ Dasanakoppa (Haveri Dist.) 23.02.2022





**AKMI Street Play @ Makari (Haveri Dist.) 24.02.2022**



**AKMI Street Play @ Aablur (Haveri Dist.) 24.02.2022**





SIDBI 3<sup>rd</sup> national microfinance congress micro enterprises 24.02.2022

## Vibrancy through a reformist approach

**BUDGET 2022 REINFORCES** the government's strong commitment to accelerate investments in reinvigorating the macroeconomic wheels of consumption and infrastructure. With the 'inclusive development' agenda, the capital expenditure push will be crucial for instilling confidence in the economic factors of production, aiding long-term employment opportunities for low-income households. Continued support to micro and small businesses along with rural livelihoods will further expand the scope for microfinance-backed income generation avenues.

The ₹7.5 trillion capital expenditure allocation will give a fillip through multiplier effect creating large-scale employment for youth. The Gati Shakti initiative, the national infrastructure plan, aims to drive growth and sustainable



**UDAYA KUMAR HEBBAR**  
MD & CEO,  
CREDITACCESS GRAMEEN

development across roads, railways, airports, ports, mass transport waterways, logistics, social infrastructure, and irrigation.

The Budget rightfully aims at strengthening the agriculture ecosystem, contributing nearly 18% of the GDP basket through modernisation & value-addition initiatives in farming. The Economic Survey reveals that 63% of the income of rural households came from non-farming sources in 2021, compared to 52% in 2014, as the households diversify across multiple livelihood supporting activities. The microfinance industry present across the hinterland and serving the same set of customers is a crucial link in promoting inclusiveness given the model resiliency has been testified time and again. To drive a meaningful impact, a host of measures have been taken, thereby creating better

prospects for the sector serving the bottom of the economic pyramid.

An extension of the ECLGS till FY23 with guarantee coverage increasing by another ₹0.5 trillion, earmarked exclusively for the hospitality and related enterprises, will help revive micro and small enterprises. The PM Awas Yojana, an affordable housing scheme with an allocation of ₹0.48 trillion, will significantly contribute to backward and forward linkages while the budgeted allocation for MNREGA, a safety net for rural wage earners remains firm at ₹0.73 trillion for FY23 compared to the previous year.

The Budget also takes cognisance of investing in quality education through its PM eVIDYA programme, wherein vocational courses will be offered with higher emphasis on digital learning in various languages through different

mediums focusing on rural children. To meet the expanding digital needs of the country, it is imperative to enhance digital connectivity across India. The government aims to facilitate the rollout of 5G mobile services during FY23, to build a strong ecosystem and enable affordable broadband and mobile services in rural and remote areas. Further, enabling 1.5 lakh post offices for digital transaction interoperability and supporting 75 district-level digital banking units will boost the rural digital economy.

All the benefits trickling to the bottom of the economic pyramid will touch the lives of families served by the microfinance industry. The sector guided by operational innovation and a consultative approach driven is steadily coming back with strong signs to contribute towards the next level or the capital creation story of Bharat.

## Media publications during February - 2022 (source Google alert)

- Online **Microfinance** Market Report by Growth Enablers, Geography, Restraints – WeBank ... 02.02.2022
- Reserve Bank of India likely to tweak norms to reduce MFI risk | Business Standard News 04.02.2022
- Online **Microfinance** Market 2022 Segmentation Analysis, Future Growth 2026 | Ant Group ... 05.02.2022
- Rating agency ICRA lowers MFI asset growth estimate to 12-14% for FY22 - Business Standard 08.02.2022
- MFIs' assets under management likely to grow at 18-22 pc in FY2023: Report - The Financial Express 08.02.2022



- Rising economic activity to boost NBFC-MFIs' AUM in FY2023 - Daijiworld.com 08.02.2022
- ICRA: MFIs' portfolio growth and profitability to revive in FY2023; impact of third wave ... - IndiaInfoline 08.02.2022
- Digital Transformation in the **Microfinance Sector** Market to witness an impressive growth ... 09.02.2022
- Profitability to be subdued for NBFC-MFIs, SFBs this fiscal as credit costs to stay elevated ... 09.02.2022
- NBFCs are now subject to prompt corrective action - Asia Business Law Journal 09.02.2022
- Borrowing cost for MFIs set to rise by 200-400 bps - The Economic Times 10-02-2022
- Digital Transformation in the **Microfinance Sector** Market Classified By Growing Popularity ... 11.02.2022
- **Microfinance Industry** Shows Faster Recovery Post Second Wave with Disbursements ... 14-02.2022
- **Microfinance industry** sees flat YoY growth in September 2021: Report - The Financial Express 15.02.2022
- **Microfinance** Market To Witness Growth Acceleration During 2022-2026 - Talking Democrat 15.02.2022
- **Microfinance** Market Overview with Qualitative Analysis, Top Companies 2022 - Talking Democrat 15.02.2022
- **Microfinance Industry's** Outstanding Portfolio Up 2 Percent To Rs 2,26,000 Crore In ... 16.02.2022
- **Microfinance institutions** all failed to meet US\$5 million capital requirement while all but one ... 16.02.2022
- Sa-Dhan introduces credit assessment framework for **microfinance** borrowers - Business Standard 18.02.2022
- **Microfinance** & NBFCs Exhibition cum Conference; March 11, 2022 - MicroCapital 18.02.2022
- **Microfinance** Market Comprehensive Insights of Growth Potential in the Future - Detail Herald 19.02.2022
- India Ratings revises **microfinance sector** outlook to 'neutral' for FY23 | Business Standard News 23.02.2022
- SIDBI to hold 3rd National **Microfinance** Congress themed 'Micro Enterprise Finance - KNN India 24.02.2022
- SIDBI's 3rd National **Microfinance** Congress to focus on Micro Enterprise Finance - APN News 24.02.2022
- Satin Creditcare Network wins Gold Award for Annual Report - IndiaInfoline 26.02.2022