

GOVERNMENT OF KARNATAKA

No.FD 08 TAR 2020

Karnataka Government Secretariat,
Vidhana Soudha,
Bangalore, dated:02.01.2021.

ADDENDUM to CIRCULAR

Sub:- Guidelines on Investment of Surplus Funds by Boards, Corporations Local bodies, Authorities and Autonomous Bodies etc.

Ref:-1. Circular NO:FD 8 TAR 2020, Dt:12.3.2020.

2. Canara Bank Letter NO: CM: MKTG: 53:2020-21 dt:11-9-2020.

3. Chairman Karnataka Vikas Grameena Bank Letter NO:
210/CS /2020, dt:4-9-2020.


Under Para 6 (II) (ii) (f)-Total Outstanding Investment,of circular referred at (1) above:

After sub para (1) **“Rs.1000 Crore in a year or 5% of the Net worth whichever is lower in respect of Public Sector Banks,”** the following shall be inserted:

Provided if any Public sector bank is merged with another Public sector bank, on or after 01.04.2020, the total outstanding investment limit is Rs.2000 Crore in a year or 5% of the net worth of merged entity whichever is lower.

After sub para (3) **“Rs.50 Crore in a year or 5% of the Net worth whichever is lower in respect of Regional Rural Banks,”** the following shall be inserted:

Provided, if two Regional Rural banks are merged together after 01.04.2019, the total outstanding investment limit is Rs.200 Crore in a year or 5% of the net worth of merged entity whichever is lower.


2.1.2021
(H.A. Shobha)

Deputy Secretary to Government
Finance Department (FR & BCC)

Copy to:

1. The Principal Accountant General, (A&E)/Principal Accountant General (G&SSA) and Principal Accountant General (E&RSA), Bengaluru.

2. Additional Chief Secretaries/Principal Secretaries/Secretaries to Government.
3. Secretary to Government, Department of Public Enterprises, Bengaluru-with request issue similar in respect of Public Ector Enterprises comes under DPE.
4. All Heads of Department.
5. All Heads of Boards, Corporations, Authorities, Local Bodies and Autonomous Bodies-through concerned Administrative Department.
6. PS to Chief Secretary to Govt. of Karnataka.
7. PS to Additional Chief Secretary to Govt. of Karnataka.
8. All Internal Financial Advisers.
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