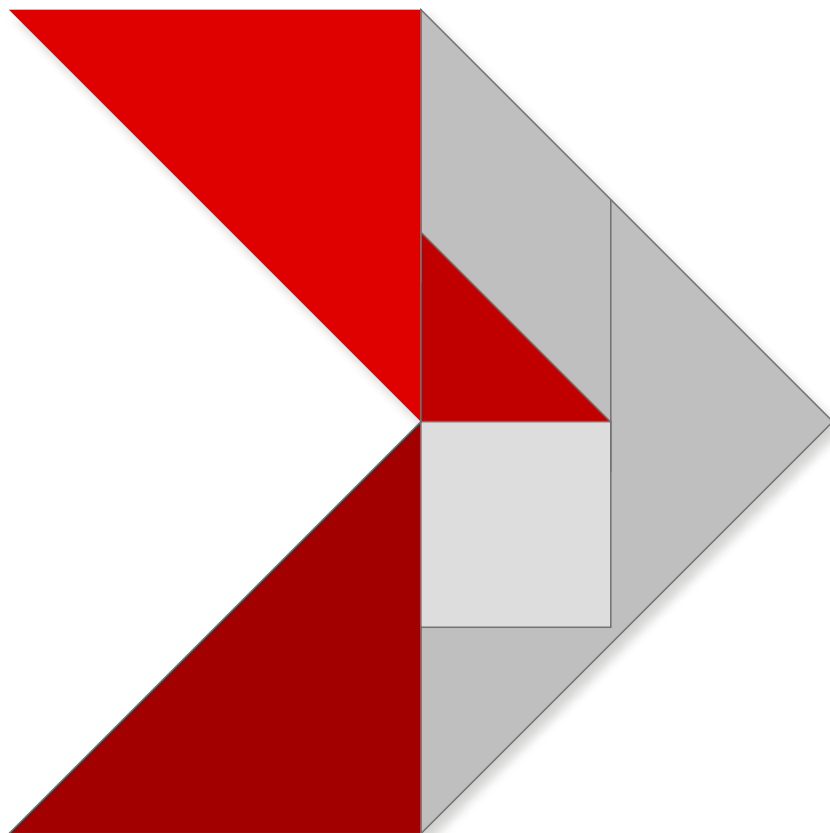


CHARTING
THE COURSE,
FULL STEAM
AHEAD...

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104th ANNUAL REPORT 2020-2021



SINCE 1917

**NKGSB Co-operative
Bank Ltd.** (Multi-State Scheduled Bank)

Trusted over a Century

Our Reach.....

Headquartered in Mumbai, NKGSB Co-operative Bank Ltd, is one of the leading Multi-State Scheduled Co-operative Banks, with an excellent banking legacy of over 100 years, having Branch Network of more than 100 branches across five states viz. Maharashtra, Karnataka, Gujarat, Goa and Madhya Pradesh.

Bank provides full range of services in Corporate, SME, Consumer and Wholesale Banking. Our endeavour to give the best of banking services will continue...



Community

We supported hard-hit communities by way of donation to Brihanmumbai Municipal Corporation to extend a helping hand in fighting against Coronavirus. Precautions were taken by providing Sanitizers, Digital Thermometer Gun & Plastic Shield at the Branches so as to prevent the spread of Covid-19.



Customers

Many of our customers were hard-hit during the pandemic. Bank provided funding to the liquidity strapped, extended loan moratoriums to those needing reprieve and expedited the rollout of number of digital solutions so that businesses and individuals could bank with us seamlessly from the safety of their homes.

Employees

Cognizant that banking is an essential service, our people adapted quickly to the different circuit breaker and lockdown situations, as well as work from home arrangements. This ensured that our customers remained well-served during the pandemic. On our part, we made sure to take care of our employees' physical and mental well-being, and to equip them with skills of the future. Not only did the bank pledge to keep all jobs, we also created new ones to bolster employment in a difficult year.





Sheth Shri Shantaram Mangesh Kulkarni
(Founder Chairman)

BOARD OF DIRECTORS

Chairman

KISHORE KULKARNI, B.Com. (Hons.), LL.B., ACMA

Vice-Chairman

SUNIL GAITONDE, B.Com., LL.B, FCA

Directors

RAJAN BHAT, M.Com.

NAGESH FOVKAR, Civil Engineer

RAMESH KASBEKAR, B.Com., LL.B. (Gen), ACA

SHREEDHAR KAMAT, B.A. (Hons.), LL.B.

KAUSHAL MUZUMDAR, B.Com., FCA, PGDM (IIMB)

ANIL NADKARNI, B.Sc., PGDCM

LAXMIKANT PRABHU, B.E. (Civil), PG-HRM

SUJATA RANGNEKAR, B.Com., LL.B., FCA

Managing Director

UDAY SHETYE, B.Sc.,DFM, DIRM, CAIIB-I

Statutory Auditors

A.P.SANZGIRI & CO., Chartered Accountants

COMMITTEES OF THE BOARD

EXECUTIVE

ADVANCES,
CREDIT
MONITORING &
RECOVERY

ACCOUNTS, AUDIT
AND INVESTMENT

SPECIAL
COMMITTEE OF
THE BOARD FOR
MONITORING OF
LARGE VALUE FRAUDS

NOTICE

Notice is hereby given that the **104th Annual General Meeting** of the Members of NKGsb Co-operative Bank Ltd., Mumbai, will be held on **WEDNESDAY, THE 29th SEPTEMBER, 2021, AT 4.30 P.M.** AT INDIAN EDUCATION SOCIETY'S PRACHARYA B. N. VAIDYA SABHAGRAHA, HINDU COLONY, DADAR (E), MUMBAI- 400 014 to transact the following business.

1. To grant leave of absence to those members of the Bank who have not attended this Annual General Meeting.
2. To receive and adopt the Audited Profit and Loss Account for the year ended 31st March, 2021 and Audited Balance Sheet as on that date and the reports of the Board of Directors and the Statutory Auditors thereon.
3. To approve appropriation of Net Profit and to declare dividend for the year ended 31st March, 2021, subject to approval of the Reserve Bank of India.
4. To appoint M/s. M P Chitale & Co., Chartered Accountants, (FRN 101851W) as the Statutory Auditors upto the date of the 105th Annual General Meeting and to authorize the Board to approve their remuneration.
5. Any other business that may be brought forward with the permission of the Chair.

Date –31st August, 2021

Regd. Office : Laxmi Sadan,
361, V.P. Road,
Girgaum 400 004.

By order of the Board,
UDAY SHETYE
Managing Director

NOTE :-

- If there is no quorum at the appointed time, the meeting shall stand adjourned and will be held after half an hour on the same day at the same venue, at which time the members present shall constitute the quorum in terms of Bye-Law No. 32 (iii) and the agenda of the meeting shall then be transacted.
- As per Rule No. 18 of the Multi-State Co-op. Societies Rules, 2002, the Minutes of the 103rd Annual General Meeting held on 25th November, 2020, were duly approved by the Board of Directors in its meeting held on 29th December, 2020 and copies thereof were made available at the branches and at the Registered Office.
- Copies of the Annual Report are available at the Registered Office and also at all the branches of the Bank, and on its website (<https://www.nkgsb-bank.com/annual-reports.php>)
- If any member desires to have any information in connection with the Agenda items, he is requested to intimate to the Managing Director at the Registered Office, **AT LEAST SIX DAYS** in advance of the AGM during business hours, so that the necessary explanation or information can be easily made available.

APPEAL TO MEMBERS

- Members are requested to notify the change of address (alongwith address proof), e-mail address, telephone/mobile numbers, Permanent Account Number (PAN), bank details such as branch and/or account number, if any, to the respective branch. Those members who do not have account with our Bank are requested to contact the nearest branch.
- All members are required to comply with KYC requirements as advised by RBI. Members are requested to contact their concerned branch in this regard, if not complied till date.
- Members are requested to avail nomination facility by submitting Nomination form duly completed, to the Shares Department.
- Members may please note that in terms of Bye-Law No. 54(iv), 'any dividend remaining undrawn for three years after having been declared shall be forfeited and shall be carried to the Reserve Fund of the Bank.' Members are therefore requested to collect the unclaimed dividend for the financial year 2018-19 on or before 30.06.2022, failing which the same will be forfeited and credited to Statutory Reserve Fund.

Chairman's Statement

“Our broad – based franchise and focus on being a purpose driven bank, position us well to ride during this pandemic. With the grit and gumption of our people and the support of our shareholders and customers, we are confident of emerging from this storm as one of the winners.”



KISHORE KULKARNI
CHAIRMAN

Dear Shareholders,

I Welcome you all to the NKGSB Bank's 104th Annual General Meeting.

F.Y.2020-21 was challenging, disruptive year and affected all of us by surprise surpassing all the boundaries of imagination and forecasts due to unprecedented pandemic COVID-19 and which has already made inroads in the F.Y. 21-22 also.

RESTRUCTURING OF LOAN

The RBI has issued various guidelines, especially on restructuring, to enable COVID impacted borrowers to come over the crisis. The Bank, in spirit of these guidelines framed the restructuring process.

Additional Provision for Restructured Advances of ₹ 7.87 Cr. has been made in Books of Accounts for F.Y. 2020-21 as per the RBI norms. The Bank has restructured wholesale advances of ₹ 112.41 Cr. and Retail advances of ₹ 16.27 Cr. These Restructured accounts have been maintained as Performing Assets. The provision can be reversed in future.

NON-PERFORMING ASSETS

Despite the adverse impact of the pandemic, the gross NPAs have marginally increased by ₹ 3.48 Cr. and placed at the level of ₹ 364.55 Cr., during F.Y.2020-21. Gross NPA percentage increased from 7.36% to 8.54% and Net NPA percentage increased from 5.09% to 5.37%.

Post recovery of ₹ 33.12 Cr. in PMC Bank exposure upto F.Y. 2020-21 and ₹ 23.23 Cr. transferred from Bad and Doubtful Reserve fund, the required BDDR provision of ₹ 35.20 Cr. was made in P & L Account as per RBI guidelines.

Provision Coverage Ratio improved to 39.15% as against 32.48% for last financial year.

The Bank is making all out efforts to contain NPA through various methods including Legal route. The Bank has strengthened the review and monitoring system to improve the credit quality thereby bringing down slippages and to improve recovery.

COVID-19 AND ITS IMPACT

As stated earlier, the year 2020-21 was unpredicted and extra-ordinary year due to COVID-19 pandemic and affected the performance of F.Y.2020-21. Despite the ill effects brought by the pandemic on the Bank's business, the profitability was resilient.

PMC BANK EXPOSURE

PMC Bank exposure decreased by ₹ 33.12 Cr. and is placed at ₹ 43.74 Cr. as against ₹ 76.86 Cr. last year. The provision of 20% required over a period of 5 years as per RBI direction, was therefore reduced to some extent for F.Y. 2020-21.

BUSINESS MIX

Advances decreased by ₹ 633 Cr. over March, 2020 in F.Y. 2020-21. Deposits decreased by ₹ 882 Cr. over March, 2020 in F.Y. 2020-21. As a result, the Business Mix decreased by ₹ 1,515 Cr. over March, 2020 and is placed at ₹ 11,264 Cr. at the end of March, 2021.

PROFITABILITY

As the F.Y. 2020-21, as stated in my statement above, was challenging year of our times and due to other reasons explained above, there is banking profit of ₹ 70.00 Cr. at the end of March, 2021 inclusive of shifting profit on sale of securities of ₹ 39.76 Cr.

As required by the RBI circular, provision for Bad and Doubtful Debts of ₹ 35.20 Cr. and provision for Restructured Assets amounting to ₹ 7.87 Cr. was made during the year. Post the tax provisions, the Bank has achieved a moderate profit of ₹ 14.79 Cr. at the end of March, 2021 as against ₹ 3.07 Cr. for the previous year.

DIVIDEND

The Bank has proposed a dividend of 7% on Equity Shares of ₹ 6.05 Cr. and 7% on Preference Shares of ₹ 1.00 Cr.

As prior RBI approval is necessary for declaring the dividends, the Bank has applied to RBI for permission to declare the dividend. Till the approval is obtained, the amount of ₹ 7.05 Cr. is held in General Reserve.

In the previous year, the Bank has not declared any dividend as per the RBI directives in this regard.

Our employees in-spite of all odds during pandemic conditions, worked efficiently to the satisfaction of customers. I, on behalf of the Board, express our gratitude for their support and co-operation during the difficult times.

This is my last AGM as a Chairman, as the tenure of this Board ends in early 2022 and there will be election to constitute a new Board. This Bank has a legacy of 104 years in the service to all its stake holders. I am sure that the newly constituted Board together with robust, efficient and progressive management team, will lead this Bank to the path of growth from year to year.

I, on behalf of the Board and myself, express gratitude for the continuous support and cooperation of all the members, customers, employees of all the ranks, regulators and other partners.

I am also grateful to my colleagues on the Board for their valuable time, contribution and support during my tenure as a Chairman of the Bank.

I request you all to approve the Directors' Report, Audited Profit and Loss Account and Balance Sheet, which are placed before you.

Mumbai
5th July, 2021

Kishore Kulkarni
Chairman

BOARD OF DIRECTORS



Chairman
KISHORE KULKARNI



Vice Chairman
SUNIL GAITONDE



Director
RAJAN BHAT



Director
NAGESH FOVKAR



Director
RAMESH KASBEKAR



Director
SHREEDHAR KAMAT



Director
KAUSHAL MUZUMDAR



Director
ANIL NADKARNI



Director
LAXMIKANT PRABHU



Director
SUJATA RANGNEKAR

MANAGEMENT TEAM



DIWAKAR KAMATH
Senior General Manager



UDAY SHETYE
Managing Director



RAJESH KAMAT
General Manager



AMIT JAOKAR
Chief Information Security Officer



VISHAL RATHOD
Chief Information Officer



SANTOSH BORKAR
Deputy General Manager



UPENDRA KINI
Deputy General Manager



VANITA SATAM
Deputy General Manager

FUNCTIONAL HEADS

Laxmikant Desai - Operations & Compliance

Sameer Rege - Audit & Inspection

Jyoti Nageshkar - Risk Based Internal Audit

Gunakar Anwekar - Human Resources

Vinay Rao - Facilities & Marketing

Nikita Rane - Finance

Deepali Kandade - Secretarial

Bhushan Patil - Agro Based & Gold Advances

Sunil Gadgil - Legal

Anil Muley - Credit Risk

CLUSTER HEADS

Vilas Palande - Cluster I

Umesh Dhawale - Cluster II

Rohidas Raikar - Cluster III

Nitin Khanolkar - Cluster IV

Yogesh Shenvi - Cluster V

Ansar Shaikh - Cluster VI

Deepak Rao - Cluster VII

Prasad Varpe - Cluster VIII

Mohan Guddad - Cluster IX

Kiran Pai - Cluster X

Pravin Rao - Cluster XI

Care & Connection



NKGSB Bank always emphasis to connect with the Customers in person as well as digitally. Keeping in mind Covid-19 precautions, Bank tried to connect with the Customers through various activities viz. Industrial, Customer, Doctor & CA meets. On Branch Anniversary Haldi Kumkum, Drawing Competition, Eye Check-up Camp, etc. were organised.

Bank aims to serve, creating value for its Customers and Shareholders.



**NKGSB Co-operative
Bank Ltd.** (Multi-State Scheduled Bank)

Trusted Over a Century

Mobile Banking App **QUICK MOBIL**

**ACCOUNT DETAILS
& BALANCE ENQUIRY**

**CHEQUEBOOK
REQUEST**

**INTRA BANK
TRANSFER**

**ATM & BRANCH
LOCATOR**

**FUNDS TRANSFER - NEFT,
RTGS & IMPS**

**SCHEDULE
TRANSACTION**

**A/C STATEMENTS
ON Email**

STATUS OF CHEQUE

STOP CHEQUE FACILITY

RD / FIXED DEPOSIT

RECHARGE - BILL PAY

DEBIT CARD LIMIT SETTING

ENABLE / DISABLE DEBIT CARD INTERNATIONAL USAGE

TEMPORARY / PERMANENT BLOCKING OF DEBIT CARD



**For Android users
Scan QR Code**

AVAILABLE ON



**PLAYSTORE
(Android)**



**APPSTORE
(iPhone)**



**For iOS users
Scan QR Code**

DIRECTORS' REPORT

Your Directors present the 104th Annual Report along with the audited accounts for the financial year ended March 31, 2021.

Global Economic Scenario:

The year 2020 has been one of the most challenging periods in living memory. The Covid-19 pandemic led to significant loss of both lives and livelihood. As such Global economy contracted to 3.3% in 2020 against the growth of 2.8% in 2019. Economic momentum picked up only in the latter half after removal of restrictions and unleashing of pent-up demand. Central Banks across the globe took prompt measures to prevent much deeper global recession by spending as much as they can to protect long-lasting impact on the economies.

India's Economic Scenario:

Covid-19 pandemic wreaked havoc locally as well as globally. Indian economy contracted by 7.3% during FY 2021 (as against 4.0% growth in FY 2020 and 6.5% growth in FY 2019) owing to nation-wide lockdown imposed in Apr-May of 2020 and its after-effects in the subsequent months.

- Industrial sector GVA, driven by the manufacturing sector for the whole fiscal declined by 7.0% as compared to the contraction of 1.2% in FY 2020.
- The services sector declined by 8.4% in FY 2021 as against 7.2% growth in FY 2020.
- Despite gaining some traction, the contact-intensive services sector may take some time to reach pre-Covid-19 levels.
- The growth in agriculture and allied activities is the only silver-lining in such a gloomy year as Agri GVA expanded by 3.6% in FY 2021.
- The increase in petrol and diesel prices is showing up in trade and transport costs; could push-up the prices of goods and services further in a broad-based manner. Owing to this, the annual average CPI inflation was 6.2% for FY 2021 as against 4.8% in FY 2020.
- Merchandise exports (y-o-y) declined by 7.3% in FY 2021 vis-à-vis a decline of 5.1% in FY 2020 while imports declined by a whopping 18.0% in FY 2021 compared to 7.7% contraction in FY 2020.
- This has resulted into a current account surplus of 1.7% of GDP in April-December of FY 2021 as against a deficit of 1.2% in April-December of FY 2020.

The Reserve Bank of India (RBI) has been consistently responsive to the needs of the economy. The overall support by the RBI since February, 2020, stood at ₹15.7 trillion, which is equivalent to 8% of GDP. RBI has to balance the need for growth, facilitate the government's borrowing programme, rein in inflation, continue with stimulus measures and support sectors deeply impacted by COVID-19. The Reserve Bank of India (RBI) projects real GDP growth of 10.5% for FY 2022 on the back of buoyant rural demand, strengthening of urban demand, strong investment demand and exports. The fiscal stimulus under Aatma Nirbhar 2.0 and 3.0, coupled with increased allocation for capital expenditure under the Union Budget 2021-22, will definitely accelerate public investment and crowd in private investment.

Banking Environment:

The overall impact of Covid-19 resulted in lower credit offtake in H1FY 2021, however, momentum picked up only after October, 2020 in the H2. As per the provisional data released by RBI for FY 2021, the overall credit declined to a 59-year low of 5.6%, compared to 6.1% growth in FY 2020. However, deposit growth remained robust and grew by 11.4% in FY 2021, compared to 7.9% growth in FY 2020, reflecting precautionary saving in the face of high uncertainty.

The RBI played a key role during the pandemic to support the market and economy. Several liquidity measures and reduction in the key policy repo rate by 115 bps to 4.0% and CRR by 100 bps to 3.0% resulted in further, downward interest rate scenario in lending as well as deposit rates. The above measures taken by the regulator added large surplus liquidity thus lowering the yields on investment portfolio of banks.

The only silver lining in current pandemic was robust growth in transactions on digital banking platform. The trend for mobile banking is encouraging. The mobile banking payments have increased due to COVID panic led lockdown. Similarly, transactions in UPI have increased. The rapid rise of UPI was mainly on account of its in-built features such as clock availability, single application for accessing different bank accounts, as it is more secure and requires no credential sharing. Going forward, banks will continue to focus on providing safe, secure, and easy to use digital applications for the expansion of their businesses and better customer service.

KEY RBI DIRECTIVES AS APPLICABLE TO UCBs:-

- RBI has in August, 2020 and May, 2021 provided the “Resolution Framework for COVID-19-related Stress” (“Resolution Framework – 1.0”) and Resolution Framework-2 respectively, with the objective of alleviating the potential stress to individual borrowers and small businesses from the resurgence of Covid-19 pandemic, and has provided a window to enable lenders to implement a resolution plan.

The Bank has given benefits to such eligible borrowers and provided resolutions within the overall framework of RBI. The details of such restructuring is provided in the disclosures.

- RBI has in August, 2020 directed large Urban Co-operative Banks (UCBs) to undertake the system-based asset classification to improve efficiency and transparency. UCBs having total assets of over ₹ 2,000 Cr. as on March 31, 2020, will be required to implement the system-based asset classification from June 30, 2021.

The Bank has already complied with the directions of the regulator.

- In October, 2020, RBI directed all lending institutions mandating ex-gratia payment to certain categories of borrowers by way of crediting the difference between simple interest and compound interest for the period between March 1, 2020 to August 31, 2020.

The Bank has complied with the said directions and eligible borrowers have been credited with such differential interest.

- Co-operative Banks were considered as Eligible Lending Institutions effective from March 3, 2020, for implementation of the Interest Subvention Scheme for MSMEs. The scheme provided for an interest relief of 2% p.a. to eligible MSMEs on their outstanding fresh/incremental term loan/working capital during the period of its validity. The validity of the scheme was extended till March 31, 2021. The coverage of the Scheme was limited to all term loans / working capital to the extent of ₹100 lakh.

The Bank has implemented the said scheme.

- RBI constituted an eight-member expert Committee on Primary (Urban) Co-operative Banks (UCBs) to examine issues and suggest a road map for strengthening the sector. The Committee was chaired by the former RBI Deputy Governor, Shri N.S.Vishwanathan.

All UCBs are awaiting for the suggestions of the Committee.

- In order to further strengthen the banks' balance sheets, while at the same time support lending to the real economy, RBI vide circular dated December 4, 2020 directed that banks shall not make any dividend payment on equity shares from the profits pertaining to the financial year ended March 31, 2020.
- RBI will implement the “Technology Vision for Cyber Security” for Urban Co-operative Banks (2020-2023) to enhance the IT security system of Urban Co-operative banking to prevent, detect, respond to and recover from cyber-attacks. The Technology Vision Document aims at enhancing the cyber security posture of the Urban Co-operative banking sector against evolving IT and cyber threat environment.

The Bank is committed to spend on infrastructure required for implementing and enhancing the cyber security features.

- In February, 2021, RBI mandated the RBIA (Risk Based Internal Audit) framework for all UCBs having asset size of ₹500 crore and above and all deposit-taking Non-Banking Financial Companies, irrespective of their size and all Non-deposit taking NBFCs (including Core Investment Companies) with asset size of ₹ 5,000 crore and above.

The Bank has already taken required steps to implement the RBIA framework.

- In March, 2021, RBI issued the ‘Amalgamation of Urban Cooperative Banks, Directions, 2020.’ RBI may consider

proposals for merger and amalgamation, when (i) the net worth of the amalgamated bank is positive and the amalgamating bank assures to protect entire deposits of all the depositors of the amalgamated bank or (ii) the net worth of amalgamated bank is negative and the amalgamating bank on its own, assures to protect deposits of all the depositors of the amalgamated bank.

The Bank is in the process of exploring such opportunities.

- The RBI in April, 2021 has issued guidelines for Appointment of Statutory Central Auditors (SCAs) /Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBs and NBFCs (including HFCs).

The Bank had shortlisted two audit firms for consideration of RBI for appointment of Statutory Auditors for FY 2021-22, and has received the RBI approval for appointment of one of these firms as the Statutory Auditor. Separate resolution is placed before the honourable members for voting.

- RBI, in January, 2021, extended the timeline for constitution of Board of Management (BoM) by Urban Co-operative Banks (UCBs) by six months till June 30, 2021.

In view of the challenges faced by UCBs in timely conduct of AGM on account of Covid-19 pandemic, some UCBs and Federations had represented RBI to extend the deadline for constitution of BoM. After considering the same, RBI has decided to extend the time period for constitution of BoM by a further period of six months i.e. till December 31, 2021. However, this extension of time will not be applicable to those UCBs who have been able to conduct their AGM for the financial year ended on March 31, 2020 but did not amend their bye laws for incorporating provisions of constituting a BoM.

KEY PERFORMANCE HIGHLIGHTS:

The performance of the Bank at a glance is as follows :

(₹ in Cr.)

Particulars	2018-19	2019-20	2020-21
Deposits	7,601	7,876	6,994
Advances	5,251	4,904	4,270
Business-mix	12,852	12,780	11,264
Operating Profit	92.53	47.67	70.00
Net Profit	40.26	3.07	14.79
Gross NPA	200.80	361.07	364.55
% of Advances	3.82	7.36	8.54
Net NPA	88.58	243.78	221.84
% of Net Advances	1.72	5.09	5.37

In-spite of the adverse economic scenario and Covid impact, your Bank has taken several measures including exercising of call option for LTDs-84 months after 5 years as per RBI norms to reduce the cost of borrowings. Some of the other key indicators are as under:-

- Owned funds improved from ₹ 781.24 Cr. to ₹ 821.51 Cr.
- Operating Profit for F.Y. 2020-21 improved to ₹ 70.00 Cr. as compared to ₹ 47.67 Cr. last year.
- Operating profit per employee has increased from ₹ 4.20 lacs to ₹ 6.38 lacs during F.Y. 2020-21.
- Net Profit after tax and provisions for F.Y. 2020-21 has improved to ₹ 14.79 Cr. as compared to ₹ 3.07 Cr. for the previous year.
- The Bank has controlled the average Cost of Deposit and is able to reduce it to 5.92%.
- Net Interest Income (NII) improved from 2.07% last year to 2.26% as at end of March, 2021.
- Provision Coverage Ratio (PCR) improved from 32% and stood at 39%.

8. Bank's CRAR has improved and stood at 13.43% well above the stipulated norms of 12%. The core capital (Tier I) of the Bank has increased to a good level above 9%.
9. The Bank was able to curtail its Gross NPAs at ₹ 364.55 Cr. as against ₹ 361.07 Cr. in the last year.
10. Net NPAs were reduced from ₹ 243.78 Cr. as at March 31, 2020 to ₹ 221.84 Cr. as at March 31, 2021.

Deployment of Funds and Liquidity Management:-

Your Bank has made best of its efforts to ensure that adequate liquidity is maintained all the time and all the statutory obligations are adhered to. The available funds are either lent or invested in most profitable manner to improve the profitability and yields at longer period. The management has taken decisions to improve the overall profitability. In spite of drop in resources namely deposits, your Bank has met all its commitments towards depositors.

The composition of deposits is detailed hereunder:

(₹ in Cr.)

Type	As on 31.03.2020	%	As on 31.03.2021	%
Savings	1,426	18.11	1,525	21.80
Current	300	3.80	302	4.32
Fixed	6,150	78.09	5,167	73.88
Total	7,876	100.00	6,994	100.00

The Bank took a conscious call to revise the rate of interest on deposits, thereby reducing the cost of deposits and improving the Net Interest Income (NII). However, the Bank continues to offer higher rate on deposits placed for above two years to five years period. The Bank will continue its efforts to increase its CASA component.

The composition of Credit portfolio is detailed hereunder:

(₹ in Cr.)

Sector	2019-20	%	2020-21	%
Retail	1,662	33.89	1,557	36.46
Wholesale	2,313	47.17	2,087	48.88
Others	929	18.94	626	14.66
Total	4,904	100.00	4,270	100.00

The growth in Credit was affected due to the general economic setback on account of the covid pandemic as also the lower demand for credit from the Corporate Sector.

The Credit Deposit (CD) ratio stood at 61.05% as at end of March, 2021.

With several steps taken for improving profitability, the Net Interest Income (NII) of the Bank improved to 2.26% as at the end of March, 2021 as compared to 2.07% as at the end of March, 2020.

With a view to diversify the risk, the Bank is now focused on increasing Retail Loan Portfolio. The rate of interest on Retail Credit products is made more attractive. The Bank has launched various new Retail products thus offering a bouquet of products.

The Bank has also become a member of the Credit Guarantee Fund Trust for Small and Micro Enterprises (CGTMSE) to offer collateral free/less collateral credit facilities to Micro and Small Enterprises (MSEs).

The Bank will focus on improving the Retail Credit portfolio to meet the Priority Sector Lending and Small Value Loan targets set by the RBI for Co-operative Banks. Towards this end, the Bank has developed its existing Retail Credit products viz; Sharefina, Gold loans, Housing loans, Mortgage loans, etc. and also launched new products viz; Covifina (Loan to Doctors for purchase of medical equipment related to Covid-19 and purchase of vaccines), Covid-P (unsecured loan for expenses related to treatment of Covid-19). The Bank has also launched various products to promote the Agri Credit business under the Retail portfolio.

APPROPRIATIONS

The following appropriations are recommended for the financial year 2020-21, for your approval under item No. 3 of the Notice:

(₹ in Lacs)

A)	Statutory Appropriations :-	2019-20	2020-21
1	Statutory Reserve Fund	77	370
2	Contingency Reserve Fund	31	148
3	Education Fund	4	15
B)	Other Appropriations :-		
1	General Reserve	-	723
2	Ex-Gratia to Staff	-	460
3	Special Reserve v/s 36 (1) (viii) of I.T. Act, 1961	70	213
4	Staff Welfare Fund	54	93
5	Members' Welfare Fund	20	20
6	Donation Fund	2	6
7	Bad and Doubtful Debt Fund	707	-
	NET PROFIT CARRIED TO BALANCE SHEET	2	2
	TOTAL	967	2,050

Note: The Bank has applied to RBI for permission to declare dividend of ₹ 6.05 Cr. @ 7.00% on Equity Shares and ₹ 1.00 Cr. @ 7.00% on Perpetual Non-Cumulative Preference Shares (PNCPS). This is in accordance with the RBI Directive No.DOR.ACC.REC.7/21.02.067/2021-22 dated April 22, 2021. The amount of dividend of ₹ 7.05 Cr. is currently a part of General Reserve.

CAPITAL TO RISK ASSET RATIO (CRAR)

The Bank's Capital to Risk Asset Ratio (CRAR) stood at 13.43% as at the end of March 31, 2021 which is above the minimum required benchmark of 12% for a Foreign Exchange Authorized Dealer Category I license.

The Bank's Risk Weighted Assets at the end of March, 2021 amounted to ₹ 4,232.60 Cr. against which the Capital Funds stood at ₹ 568.56 Cr.

The Bank has issued four series of Long Term Subordinated Deposits (LTDs) since 2014 and raised ₹ 175.26 Cr. under these series till March 31, 2021. As a result of redemption and exercise of Call option on these LTDs, with a view to reduce the cost of borrowings, the outstanding balance as on March 31, 2021 is ₹ 111.34 Cr.

DIVIDEND

RBI has vide circular dated April 22, 2021 reviewed the dividend declaration norms for the year ended March 31, 2021 for Commercial and Co-operative banks. Co-operative banks have been permitted to pay dividend on equity shares from the profits of the financial year ended March 31, 2021 as per the extant instructions. In terms of these instructions as provided in the RBI Circular dated July 5, 2012, regarding 'Declaration of dividend by UCBs,' the Bank has applied to RBI for its permission for declaring the dividend.

Subject to the RBI approval, the Board of Directors has recommended a dividend @ 7.00% p.a. (pro-rata) on equity shares for the year ended March 31, 2021 of ₹ 6.05 Cr. and on Perpetual Non-Cumulative Preference Shares (PNCPS) of ₹ 1.00 Cr.

The dividend amount payable subject to approval of RBI, is parked in the General Reserve at present from where it would be specifically appropriated as and when the dividend is declared and approved.

SHARE CAPITAL

The paid up capital of the Bank as on March 31, 2021 stood at ₹ 83.13 Cr. as compared to ₹ 86.76 Cr. in the previous year. The number of shareholders stood at 57,552 members as compared to 56,601 members in the previous year.

With the amendment to the Banking Regulation Act, 1949 effective from June 26, 2020, refund of shares and reduction of share capital in a Co-operative bank was prohibited except to the extent and subject to such conditions as the Reserve Bank of India (RBI) would specify. The Bank had accordingly restricted refund of shares during the period June to December, 2020. Prior to this amendment, the Bank made a refund of ₹ 0.17 Cr. of share capital in May, 2020.

The RBI vide Circular dated January 13, 2021 permitted UCBs which maintain CRAR of 9% or above to refund the value of share capital to their members or nominees/heirs of deceased members on demand. In line with this circular, the Bank has made a refund of ₹ 4.02 Cr. during the period January to March, 2021. The total refund of share capital made during F.Y. 2020-21 is ₹ 4.19 Cr.

Members may please note that Bye-law 16 (i) of the Bank's Bye-laws provides that 'During any Co-operative year, the aggregate withdrawals of share capital shall not exceed 10% of the total paid-up capital as at 31st March of the preceding year.'

CREDIT RISK MANAGEMENT

To ensure that the Credit proposals are thoroughly assessed to minimize the risk associated, the Bank has adopted the CRISIL RAM Model, a globally used credit rating tool for the Credit Risk Assessment. Wholesale credit proposals of ₹ 3 Cr. and above are subjected to Credit Risk Assessment under the CRISIL RAM Model. The RAM standardizes credit assessment, facilitates maintaining the credit risk at an acceptable level, ensures quality of assets by minimizing non-performing assets and covers many additional parameters to provide an overall comprehensive score for the borrower which ensures that proper care and assessment is done while sanctioning the loan.

The Bank endeavors to improve the Credit Risk Appraisal by adopting new methods and techniques to assess the industry specific, sectoral and product specific risks through various studies conducted by the Centralised Advances Department (CAD) & Credit Monitoring Department (CMD).

The Bank is taking continuous efforts towards improving and building more standardized and robust CRISIL RAM rating model, in line with the industry.

ASSET QUALITY

The Bank's Gross NPA and Net NPA stood at ₹ 364.55 Cr. i.e. 8.54% of the Advances and ₹ 221.84 Cr. i.e. 5.37% of the Net Advances respectively, as at the end of March, 2021.

During the year under review, robust efforts were made for recovery of NPAs. The Senior Management of the Bank focused aggressively on NPA recovery through continuous and rigorous follow up with the borrowers, and facilitating restructuring of accounts wherever possible under the COVID Relief package.

The recovery efforts were hampered to a certain extent during the first half of the F.Y.2020-21 due to outbreak of COVID-19. However, as the covid situation improved during the second half, further slippages were controlled to a great extent and recovery efforts were enhanced which enabled the Bank to efficiently control the rise in NPAs.

In line with the RBI Circular on Restructuring of Accounts, the Bank has restructured an aggregate amount of ₹12,868.44 Lacs comprising of ₹ 11,241.59 Lacs for Wholesale Advances and ₹ 1,626.85 Lacs for Retail Advances on which the Bank has provided for ₹ 836.80 Lacs in total.

The Bank has an exposure with the PMC Bank in form of discounted bills drawn under LCs which has become a non-performing exposure. The Bank was able to recover a sum of ₹ 33.12 Cr. out of total ₹ 76.86 Cr. during F.Y.2020-21.

The stressed Advances of the Bank are secured with more than 100% of collateral properties and appropriate legal steps for recovery including one time settlements are taken wherever required, on an ongoing basis.

During F.Y.2018-19, the Bank has assigned rights of Stressed Credit Exposure amounting to ₹ 128.31 Cr. to Asset Reconstruction Companies (ARC). ARC made gross recovery of ₹ 20.46 Cr. during F.Y. 2019-20 and ₹ 16.32 Cr. during F.Y.2020-21. Security Receipts (SRs) (Net) to the tune of ₹ 21.81 Cr. stand redeemed in last two years and outstanding SRs as on March 31, 2021 are ₹ 76.98 Cr.

INVESTMENTS

The Treasury Department of the Bank comprises of the Domestic and Forex Treasury and looks after the investment of funds in various SLR and Non-SLR instruments viz; Government Securities, Mutual Funds, Non-Convertible Debentures, Inter-Bank deposits, foreign exchange and cash instruments, and at the same time ensures availability of funds for deployment in advances. The Treasury Department also manages the liquidity and interest rate risks on the balance sheet and is responsible for meeting the reserve requirements.

With new economic factors at play under the strain of the Covid-19 pandemic, monetary policy had to adapt and deliver various measures to stabilise the economy. After two rounds of rate cuts in March and May, 2020, RBI did not cut rates further but focused on revival, relief measures and liquidity using multiple tools to contain shocks and headwinds. RBI announced special OMO and on-tap TLTRO to push lending and liquidity in the system.

Market during the year

- The average return YTM on the benchmark 10-year bond yield traded at around 6.14% from March, 2020 which rose to a high of 6.18% in March, 2021.
- Rupee moved from ₹ 75.66 as at the end of March, 2020 to ₹ 73.11 as at the end of March, 2021, an appreciation of 3.38%.

Treasury Performance during the year

- Profit from treasury-related activities (including forex treasury) increased from ₹ 30.18 Cr. in 2019-20 to ₹ 42.39 Cr. in 2020-21. The treasury profit grew by 40% mainly due to higher realized gains in government securities.
- The Bank also earned an interest income from investments of ₹ 192.04 Cr. in 2020-21 as against ₹ 189.74 Cr. in 2019-20.

The Bank shall continue to improve the yield on investment for overall increase in profitability.

TECHNOLOGY

The Bank, under the guidance and support of the Board and the Senior Management, received the award of “Best Co-operative Bank, Excellence in IT” - January, 2021 by Banking Frontiers.

During the year under review, the major focus was to improve and strengthen the foundational elements of the Bank's technology architecture. The major initiatives taken are as under:-

1. Upgradation of Non-core hardware infrastructure (3 tier architecture) with Hyper-converged Infrastructure, which is the latest and cutting edge technology in the world which will help the Bank utilizing maximum storage space, auto scaling as per increase or decrease in utilization and reduction in cost.
2. Implementation of project - SD-WAN (Software Defined Wide Area Network) which enabled the Bank to select any combination of network services such as MPLS, ILL and broadband. This has resulted in better security, connectivity, uptime, network management and ultimately cost reduction.
3. The Bank has launched many new features in the Internet and Mobile banking platforms. Few of the major features are Scratch Card functionality, Customer Loyalty Program and delivering RTGS services on holidays.

4. The Bank has implemented many Cyber security initiatives during the year which include the Aadhar Masking Project (to secure customer Aadhar data), Two-Factor Authentication, upgraded to stronger Firewalls and upgraded to latest Anti-Virus.

The Bank will continue its endeavor to be the best technology driven Bank in the coming years. While providing banking facilities on the digital platforms for benefit of the customers and to enhance the use of digital channels of banking, the Bank has introduced the reward points structure. The Bank appeals its customers to make maximum use of the various e-channel products offered by the Bank, particularly during the current covid pandemic situation.

INITIATIVES OF THE ANCILLARY BUSINESS DEPARTMENT

The Bank offers various ancillary products viz; Insurance, Mutual Funds and Demat, to its customers.

Under the Open Architecture, as approved by IRDA, the Bank has tied-up as a Corporate agent with five Insurance Companies viz; Max Life Insurance Co. Ltd. & Bajaj Allianz Insurance Co. Ltd. for Life Insurance, ICICI Lombard General Insurance Co. Ltd. & Bajaj Allianz General Insurance Co. Ltd. for General Insurance and Care Health Insurance Co. Ltd. for Health Insurance products.

To offer investment opportunities to its customers, the Bank is registered with AMFI as a Mutual Fund distributor for the Asset Management Companies (AMCs) of various mutual fund companies. The Bank has initiated efforts for referral tie-up with leading brokers for providing online trading platform to its customers having demat account with the Bank. The Bank has tied up with IDBI as a channel partner for issuance of FASTag.

The Bank also offers the digital payment solution viz; 'Quick Pay' to various institutions like schools, colleges, co-op. housing societies to enable online collection of fees and maintenance charges. The Bank will endeavor to introduce more CASA products with attractive offers for better customer service.

INTERNATIONAL BUSINESS

The Bank's International Banking Division (IBD) has Forex AD Category 1 License since 2015 and has set up its 'B' category Branch at the Bank's Head Office. The Bank offers a wide range of foreign exchange services in USD, EUR and GBP currencies. The Bank also offers credit facilities to its Exporter clients including Pre & Post shipment finance (in rupee and foreign currency) and to its Importer clients including Import LC & Buyers Credit.

The Bank in tie up with IndusInd Bank offers Travel Cards in 15 currencies, to its customers visiting various overseas tourist destinations. The Bank has tied up with various leading Authorised Money changers for offering foreign currencies at competitive rates to the customers visiting overseas through the Branch network.

RECOGNITION

The Bank was awarded the 'Best Co-operative Bank for excellence in IT' award in January, 2021 by Banking Frontiers.

CORPORATE GOVERNANCE

The business of the Bank is conducted on the principle of best corporate governance practices in a transparent and ethical manner to protect the interests of the stakeholders. The Bank ensures compliances with regulatory requirement and is responsive to the growing customer needs.

The Bank's Board comprises of a team of qualified and experienced Directors who contribute to the various initiatives of the Bank and guide the Management on various proposals through their valuable experience and expertise in their areas of operation. The Board ensures that sound corporate governance mechanism is followed in the Bank in the best interest of the stakeholders and the organization.

Details of various meetings of the Board and the Committees, held during the year are given below:

	No. of Meetings	No. of Directors in the Board/ Committee	Average Attendance
Board	20	10*	9
Advances, Credit Monitoring & Recovery Committee			
Advances	25	7	5
Credit Review	3	7	6
Recovery	12	7	5
Wilful Defaulters	1	7	3
Accounts, Audit & Investment Committee			
Audit	10	6	5
Investment	9	7	5
Executive Committee			
Execution	6	5	4
Development & HR	9	6	5
Digitisation	9	6	5
Special Committee of the Board for Monitoring of Large Value Frauds	4	5	5

* Ms. Alka Diwadkar resigned w.e.f. 10.06.2020.

Shri Nagesh Pingre resigned w.e.f. 22.06.2020.

AUDIT & INSPECTION

The Bank has in place a system for Internal and Concurrent Audit. The Bank branches are subjected to Internal Audit on a regular basis. Some of the selected branches are also subjected to Concurrent Audit (monthly/quarterly) as per the laid down policy. The Accounts, Audit & Investment Committee of the Board gives directions, oversees the total audit function of the Bank, follows-up on the Statutory/Concurrent Audit of the Bank and the inspection carried out by regulators. The Committee comprises of Directors with professional qualification and expertise in Finance, Audit, and Accounting fields.

The Information System Audit of the Bank was conducted by M/s. Kochar Consultants for the F.Y. 2020-21 and the same will be continued to be done on an annual basis by qualified external agencies.

RBI has vide circular dated February 3, 2021, mandated the implementation of Risk Based Internal Audit (RBIA) framework for UCBs having asset size of ₹ 500 Cr. and above by March 31, 2022 in accordance with the Guidelines on RBIA issued by RBI. The Bank has engaged the services of a Consultant for implementation of the RBIA during the current financial year.

During the year, RBI carried out its on-sight inspection of the Bank with respect to the financial position as on March 31, 2020.

VIGILANCE

The Vigilance Department of the Bank assists the Top Management in carrying out investigations in case of any suspicious transactions, frauds, misappropriation of funds, and examination of staff accountability in case of advances turning bad and in case of quick mortality.

While the cases of irregularities brought to the notice of the department are examined expeditiously, efforts are also made to educate the staff about preventive vigilance through sending guidelines on mail and by holding small meetings during the branch visits. Special sessions on vigilance are conducted during the training programs arranged by the Bank.

The Vigilance Department also conducts Suo Moto investigations. These investigations are carried out on the basis on certain parameters and have an element of surprise in it and are quite effective in educating the staff for preventing the possible losses from vigilance point of view.

APPOINTMENT OF STATUTORY AUDITORS

In the 103rd Annual General Meeting held on November 25, 2020 and through the e-voting process held on November 28 and 29, 2020, M/s. A. P. Sanzgiri & Co., Chartered Accountants were re-appointed as Statutory Auditors of the Bank upto the date of the 104th Annual General Meeting. RBI approved their re-appointment as Statutory Auditors vide letter dated November 27, 2020.

The RBI vide circular dated April 27, 2021 has issued guidelines for Appointment of Statutory Central Auditors (SCAs) /Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBs and NBFCs (including HFCs). The Bank had to shortlist minimum of 2 audit firms for the vacancy of SAs, so that even if firm at first preference is found to be ineligible/refuses appointment, the firm at second preference can be appointed and the process of appointment of SAs does not get delayed.

As per the aforesaid guidelines, M/s. A. P. Sanzgiri & Co. have completed their mandated term, hence the Bank has to appoint a new firm of Statutory Auditors to conduct the Statutory Audit for F.Y. 2021-22.

As per the RBI directive, the Board of Directors had shortlisted 2 audit firms viz; M/s. M. P. Chitale & Co. and M/s. Mukund M. Chitale & Co., in the order of preference for the vacancy of SAs after verifying their compliance with the eligibility norms prescribed by RBI. The Bank had sought RBI's approval for the appointment of Statutory Auditor.

RBI vide letter dated July 29, 2021 has approved the appointment of M/s. M. P. Chitale & Co., Chartered Accountants, (FRN 101851W) as the Statutory Auditor of the Bank for the financial year 2021-22.

The Board seeks approval of the shareholders to the appointment of M/s. M. P. Chitale & Co. as the Statutory Auditor of the Bank upto the date of the next Annual General Meeting, and to authorise the Board to fix its remuneration.

CONSOLIDATION OF BRANCHES

Keeping in mind the present economic scenario, the Bank is evaluating the option to consolidate its existing network of 109 Branches. The Bank has taken a conscious call for merger of certain branches for optimal utilization of its existing resources and to improve the operational efficiency.

HUMAN RESOURCE

The Bank offers opportunity to develop a fulfilling career within a supportive and inclusive environment and aims to be a place where the employees can achieve their full potential, regardless of their background. The Bank looks for people who are ambitious about making a strong contribution to the Bank's long-term sustainable growth – whether dealing directly with clients or working in a role supporting the business, technology, legal or communications.

The Bank aims to improve the competency and skills of its employees and provide opportunities to train and acquire new skills, ranging from formal training and qualifications, to on-the-job experience and mentoring to achieve their career goals. Towards this end, trainings were conducted during the year on subjects like on Credit Risk, Customer Engagement, Communication Skills, Cyber Security Awareness, Forex Services, Insurance and Marketing of Ancillary Business.

The Learning Management strategy (LMS) tool introduced for the employees is an e-learning module to enable the employees to learn on-line on the varied subjects of banking and keeps them updated on the recent developments in banking and with the Bank's guidelines and circulars on varied subjects.

For refreshing the workforce, various activities were conducted during the year, viz;



- i) Workshop on 'HEALTH & HAPPINESS' in collaboration with The Art of Living - an international, non-profit, educational and humanitarian organization founded in 1981 by Gurudev Sri Sri Ravi Shankar.
- ii) Webinar on 'Power of Acceptance & Power of 'Now' for Job Effectiveness' by a Visiting Guest Faculty, Shri Devraj Chaudhari.
- iii) Webinar on 'Embrace Knowledge and Prosperity: Mindfulness and Business after COVID-19' by Dr. Nirmala Rao and Shri Satish Utekar.
- iv) Webinar on 'Cyber Security' by Shri Rahul Kamble.
- v) Webinar on 'Importance of Powerful appearance and work life balance' by Ms. Aarti Dharmadhikari, 'Guidance on Good Health of Women' by Dr. Lata Ghansamnani and a 'Singing performance' by Ms. Pallavi Kelkar on the occasion of Women's day.

A Drawing competition was held for the children of employees in the age group of 3 to 17 years and the winners and participants were felicitated.

The Bank recognizes that the talent and diversity of the employees is the foundation of success and is therefore committed to help employees develop their personal and professional skills in order to bring out their strengths. During the year under review, 17 employees took initiative in upgrading their academic qualifications. 7 employees attained their post graduation / professional qualification and as many as 10 employees completed various courses conducted by the Indian Institute of Bankers.

The Board places on record its appreciation for the commitment of the employees for the uninterrupted service to the customers during the Covid-19 pandemic and extends deepest sympathy to the employees and their families affected by Covid-19. The Board appreciates each and every employee, making strenuous efforts every day and striving to support economic activities to keep the Bank's facilities and businesses operating.

The Bank's Employees' Union had organized a free Covid-19 vaccination drive for its employees in the Mumbai, Navi Mumbai, Thane, Panvel, Palghar and Pune Region.

Following awards/recognition were received by the Senior Executives of the Bank :

- I) Shri Amit Jaokar, the Bank's Chief Information Security & Digitisation Officer received the following awards:
 - CIO Powerlist Banking Icon Award – July, 2020 by CORE Media
 - Innovative CIO Award - August, 2020 by CIO Axis
 - Digital Transformation Leader – October, 2020 by TekQ Forum
 - Superhero CIO Award – June, 2020 by Enterprise IT World
 - Cyber Security Leadership Award, Global Recognition – March, 2021 by Techplus Media
- II) Shri Vishal Rathod, the Bank's Chief Information Officer received the Best IT Head award in January, 2021 from Banking Frontiers.

BRAND BUILDING

The Bank has made consistent efforts to promote and sustain its brand through various initiatives and has been reaching out to the customers in the form of newspapers, bus shelter advertisements, radio, television, internet, and other marketing media.

The Bank promotes itself through both, the conventional commercials and digital promotions and provides an entirely fresh digital experience and follows the best industry practices in terms of banking and technology.

The Bank has recently revamped the Quick Mobil application to add new features to cater to the needs of the tech-savvy customers and is active in posting ad contents to promote its products.

The Bank in its dynamic website clearly canvasses the products and services that it offers and has done more digital and virtual engagement with customers in the past 3 years. The Bank has been able to generate leads through these effective marketing techniques.

The Bank will strive to be a stronger brand for its customers, to foster creativity, and deepen the customer relationships.

SHRI SHETH SHANTARAM MANGESH KULKARNI MEMORIAL LECTURE

The Sheth Shantaram Mangesh Kulkarni Memorial Lecture Series, which started in 1997, has witnessed presence of various eminent speakers with expertise in their fields.

The Bank however could not organize the Sheth Shantaram Mangesh Kulkarni Memorial lecture during the year 2020-21 due to the Covid lockdown restrictions.

The Bank, as a mark of respect to its Founder member, Sheth Shantaram Mangesh Kulkarni and to celebrate the legacy in the Co-operative Banking sector, shall continue to conduct the series of “Sheth Shantaram Mangesh Kulkarni Memorial Lecture” whenever holding of such lecture is permissible under the Covid lockdown guidelines.

DEPOSIT INSURANCE

The Bank has been regularly paying premium to Deposit Insurance and Credit Guarantee Corporation (DICGC) covering Bank's deposits. The Bank paid a premium of ₹1,067 Lacs during the year.

The DICGC, a wholly owned subsidiary of the RBI, has raised the limit of insurance cover for depositors in insured banks from the present level of ₹ 1 lakh to ₹ 5 lakh per depositor effective from February 4, 2020. The Premium at revised rate is payable from the F.Y. 2020-21.

GRIEVANCE REDRESSAL UNIT

For an efficient and prompt redressal of customer grievances and for effective customer service, the Bank has in place a Grievance Redressal Unit (GRU) headed by the Principal Nodal Officer of the Bank, presently, Shri Laxmikant Desai. The GRU addresses the complaints received through various sources including Banking Ombudsman and resolves them promptly. The Bank has a Customer Care Unit which runs 24X7 to resolve the customer queries over the phone by providing instant solution for better customer service.

MEMBERS' WELFARE

Under the Members' Welfare Scheme, the Bank provides reimbursement of hospital & medical expenses incurred by members for self and spouse and also provides reimbursement of expenses incurred on Medical Checkup as per the eligibility prescribed. The Bank also felicitates the meritorious wards of the members by recognizing their achievements in academics and sports. The details of benefits available to the members under the Welfare Fund Scheme are available on the link <https://www.nkgsb-bank.com/welfare-fund-scheme.php>

The Board is pleased to inform that the limit for Reimbursement of hospital & medical expenses for Shareholders holding 500 or more shares of the Bank and the felicitation amount for meritorious wards of the shareholders has been increased w.e.f. 1st June, 2021.

BYE-LAW AMENDMENT

The Bank has received approval of the Central Registrar of Co-operative Societies, New Delhi, to the amendment to bye-laws as proposed in the AGM for F.Y. 2019-20, held during the period November 25, 2020 to November 28, 2020, vide Certificate of registration of amendment dated May 27, 2021.

The Elections of the Board of Directors will be held early next year. As per the RBI circular on Board of Management (BoM) dated December 31, 2019, the tenure of the BoM is co-terminus with the term of the Board. The Bank has therefore applied to RBI seeking extension of time for constitution of the BoM, after formation of the new Board which will be elected early next year, so that the term of the BoM is co-terminus with the tenure of the new Board. Reply of the RBI is awaited.

OBITUARY

The Board of Directors express their profound grief at the sad demise of the following:

- i) Shri P. N. Shanbhag, Former Director (1995-2006) and Former Chairman (2000-2006)
- ii) Shri A. Y. Pinge, Former Director (1961-1973) and Former Vice Chairman (1967-1970)
- iii) Shri Ram Moonje, Former Chief Executive Officer of the Bank (2008 to 2010).
- iv) Shri Amar Shinde, Shri Arun Adhangale, Shri Dilip Velonde, Ms. Ankita Shrotri, and Shri Santosh Gaonkar, staff members.

The Board pays homage to the departed souls of shareholders who have passed away during the year.

ACKNOWLEDGEMENT

The Bank expresses deep gratitude to our members, customers, staff members, well wishers, patrons and various institutions, officials and dignitaries for their co-operation and support, (particularly during the Covid-19 pandemic), guidance and advice from time to time. To mention specially,

- Chief General Managers, General Managers and other Officials of Reserve Bank of India
- Central Registrar of Co-operative Societies, New Delhi
- Commissioner of Co-operation of Maharashtra State, Divisional Jt. Registrar & other officials of Co-op. Department at Pune & Mumbai
- President of Co-op. Bank's Employees Union
- M/s. A. P. Sanzgiri & Co., Chartered Accountants, Statutory Auditors
- Internal Auditors, Concurrent Auditors and Stock Auditors
- College of Agricultural Banking, Pune
- National Institute of Bank Management, Pune
- Indian Banks' Association, Mumbai
- National Federation of Urban Banks & Credit Societies Ltd., New Delhi
- Maharashtra State Co-op. Banks' Federation
- Maharashtra State Co-op. Banks' Association, Mumbai
- Brihan Mumbai Co-op. Banks' Association, Mumbai
- Legal Advisors, Consulting Architects, Engineers and Contractors
- Press, T.V. and other Media, Artists and Printers
- All those inadvertently missed, who helped us directly or indirectly.

For and on behalf of the Board,

PLACE: MUMBAI
DATE: July 31, 2021

KISHORE KULKARNI
CHAIRMAN

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
NKGSB Co-op. Bank Ltd.,
Mumbai.

Report on Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of **NKGSB Co-Op. Bank Ltd. (hereinafter referred to as 'the Bank')** as at 31st March 2021, which comprise the Balance Sheet as at 31st March 2021, the statement of Profit and Loss Account, and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. The returns of Head Office and its departments audited by us and returns of all 109 branches certified by the Concurrent Auditors/Internal Auditors are consolidated in these Financial Statements. Of the total number of branches, 109 are under monthly/quarterly Concurrent Audit. No branches have been newly opened in the current financial year 2020-2021. As informed by the Management, the Bank has not received any specific guidelines from the Central Registrar of Co-operative Societies with respect to selection of branches to be covered under audit. Key operations of the Bank are automated. With the key applications largely integrated to the core banking systems it does not require its branches to submit any financial returns. Accordingly, our audit is carried out centrally at the Head Office and Central Processing Units, based on the necessary records and data required for the purposes of the audit being made available to us and further the matter of percentages of advances, deposits, interest income and of interest expenses is not applicable to the Bank.
2. In our opinion and to the best of our information and according to the explanations given to us, the said accounts read together with the Notes, give the information required thereon by the Banking Regulation Act, 1949 as well as Multi State Co-operative Societies Act, 2002 and rules made thereunder, in the manner so required, for the Urban Co-operative Banks, guidelines issued by Reserve Bank of India and the Central Registrar of Co-operative Societies, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - a. In the case of the **Balance Sheet**, of state of affairs of the Bank as at **31st March 2021**;
 - b. In the case of the **Profit and Loss Account**, of the profit for the year ended on that date; and
 - c. In the case of the **Cash Flow Statement**, of the cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (ICAI). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the Financial Statements under the provision of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw attention to Note 29 of Schedule 16 to the Financial Statements which describes the extent to which the high uncertainty caused by the COVID-19 pandemic will have an impact on the Bank's future financial

performance.

Our opinion on the financial results for the current year is not modified in respect of the above matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

5. The Bank's Board of Directors is responsible with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of the Banking Regulations Act, 1949, the circulars and guidelines issued by the Reserve Bank of India and the guidelines issued by the Central Registrar of Co-operative Societies, the Multi State Co-operative Societies Act, 2002, the Multi State Co-operative Societies Rules, 2002 from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Acts for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the Financial Statements, Management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

6. Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that

achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

7. In view of the State Government imposed lockdown and travel restrictions as a result of the second wave of COVID across India, we were unable to physically visit some branches and certain aspects of the year-end statutory audit have been carried out based on remote access of certain data which has been represented, for our audit purposes, as correct, complete, reliable and directly generated by the accounting system of the bank without any manual modifications.

Under the aforesaid circumstances, our audit has duly considered the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit of Bank under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We, have also relied on alternative audit procedures as per the SAs to obtain reasonable assurance whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error. We have also obtained year end closing certificates from 109 Branches of which 84 branches are under quarterly reporting and 25 branches are under monthly reporting audit cycle.

Report on Other Legal & Regulatory Requirements

8. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949 and the Multi State Co-operative Societies Act, 2002, the Multi State Co-operative Societies Rules, 2002.
9. As required by Section 73(4) of the Multi State Co-operative Societies Act, 2002, we report that:
 - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and have found to be satisfactory;
 - b. In our opinion, proper books of accounts as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches/offices;
 - c. As required by section 30(3) of the Banking Regulation Act 1949, we further report that the transactions of the Bank which came to our notice have been within the powers of the Bank;
 - d. The Balance Sheet and the Profit and Loss Account dealt with by this report, are in the agreement with the books of account and the returns;
 - e. The reports on the accounts of the branches/offices certified by the branch auditors have been forwarded to us and have been properly dealt with by us in preparing this Report;
 - f. The accounting standards adopted by the Bank are consistent with those laid down by accounting principles generally accepted in India so far as applicable to Banks;
 - g. In our opinion and according to information and explanations given to us, we have not noticed any material impropriety or irregularity in the expenditure or in the realization of money due to the bank.

10. As required by the Rule 27 (3) of the Multi-State Co-operative Societies Rules, 2002, we report on the matters specified in clauses (a) to (f) of the said Rule to the extent applicable to the Bank.
- During the course of our audit, we have generally not come across transactions which appear to be contrary to the provisions of the Act, the Rules or the Bye-Laws of the Bank.
 - During the course of our audit, we have not come across material and significant transactions which appear to be contrary to the guidelines issued by RBI. Since the Bank has neither accepted deposits nor received subsidy from National Bank for Agriculture and Rural Development, our comments regarding transactions contrary to the guidelines issued by the said Bank are not called for.
 - Following monies due to the Bank appear to be doubtful of recovery against which a provision of Rs. 13,137 Lacs is made in the accounts. Advances categorized as doubtful and loss assets as per Prudential Norms are considered as doubtful of recovery:-

Category	Outstanding on 31.03.2021 (₹ In Lacs)
Doubtful Assets	26,645.08
Loss Assets	293.84

- As per the information provided to us and to the best of our knowledge, following credit facilities have been sanctioned by the Bank to the members of the Board or their relatives:

Particulars	Amount outstanding (₹ In Lacs)	Security Value if any (₹ In Lacs)	Overdues if any (₹ In Lacs)
Fund Based	Nil	Nil	Nil
Non Fund Based	Nil	Nil	Nil

- We have generally not come across any violations of guidelines, instructions etc. issued by the RBI. Since the Bank has neither accepted deposits nor received subsidy from National Bank for Agriculture and Rural Development, our comments regarding violations of guidelines issued by the said Bank are not called for.
- To the best of our knowledge, no other matters have been specified by the Central Registrar, which require reporting under this Rule.

For and on behalf of
A.P. Sanzgiri & Co.
Chartered Accountants
Firm Regn. No.:116293W

Abhijit P. Sanzgiri
Partner
Membership No.: 43230
 Place: Mumbai
 Date: 5th July 2021
 UDIN: 21043230AAAADI1939

Balance Sheet

(₹ in Lacs)

CAPITAL AND LIABILITIES	Schedule	As at 31-Mar-21	As at 31-Mar-20
I. SHARE CAPITAL	1	9,677	10,040
II. RESERVE FUND AND OTHER RESERVES	2	72,472	68,082
III. PRINCIPAL/SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNTS		-	-
IV. DEPOSITS AND OTHER ACCOUNTS	3	6,99,407	7,87,625
V. BORROWINGS	4	21,434	25,592
VI. BILLS FOR COLLECTION BEING BILLS RECEIVABLE (As per Contra)		6,899	7,150
VII. OVERDUE INTEREST RESERVE ON LOANS AND ADVANCES (As per Contra)		10,510	13,072
VIII. INTEREST PAYABLE		1,312	1,394
IX. OTHER LIABILITIES	5	3,675	3,440
X. SETTLEMENT CREDIT ACCOUNT (As per contra) (Refer Schedule 16, Note no. 4)		98	99
XI. PROFIT & LOSS ACCOUNT		2	2
GRAND TOTAL		8,25,486	9,16,496
CONTINGENT LIABILITIES	14	50,648	30,617
Significant Accounting Policies	15		
Notes to Accounts	16		

Schedules referred to above form an integral part of Balance Sheet

As per our report of even date attached
For and on behalf of
A. P. SANZGIRI & CO.
Chartered Accountants,
Firm Regn. No.: 116293W
sd/-
ABHIJIT P. SANZGIRI
PARTNER (MEMBERSHIP NO.: 43230)

Mumbai, 5th July, 2021

as at 31st March, 2021

(₹ in Lacs)

PROPERTY AND ASSETS	Schedule	As at 31-Mar-21	As at 31-Mar-20
I. CASH	6	35,098	37,899
II. BALANCES WITH OTHER BANKS	7	1,05,794	23,322
III. INVESTMENTS OUT OF THE PRINCIPAL/SUB. STATE PARTNERSHIP FUND		-	-
IV. MONEY AT CALL & SHORT NOTICE (LAF, REVERSE REPO & TREPS)	8	3,500	80,785
V. INVESTMENTS	9	1,92,369	2,20,207
VI. ADVANCES	10	4,27,023	4,90,352
VII. BILLS RECEIVABLE BEING BILLS FOR COLLECTION (As per Contra)		6,899	7,150
VIII. INTEREST RECEIVABLE			
a) On Investments & Earmarked Funds	11	5,793	4,295
b) On Staff Loans		1,170	1,081
c) On Loans and Advances (As per Contra)		10,510	13,072
IX. FIXED ASSETS	12	25,805	26,183
X. OTHER ASSETS	13	9,736	10,545
XI. DEFERRED TAX ASSET (NET) (Refer Schedule 16, Note no. 15)		1,691	1,506
XII. SETTLEMENT DEBIT ACCOUNT (As per contra) (Refer Schedule 16, Note no. 4)		98	99
GRAND TOTAL		8,25,486	9,16,496

KISHORE KULKARNI
Chairman
SUNIL GAITONDE
Vice - Chairman
UDAY SHETYE
Managing Director
SAMIR REGE
Asst. General Manager (Finance)

NAGESH FOVKAR
Director
SHREEDHAR KAMAT
Director
RAMESH KASBEKAR
Director
KAUSHAL MUZUMDAR
Director

ANIL NADKARNI
Director
SUJATA RANGNEKAR
Director

Mumbai, 5th July, 2021

Profit and Loss Account

(₹ in Lacs)

EXPENDITURE	Year Ended 31-Mar-21	Year Ended 31-Mar-20
Interest on Deposits	43,559	52,489
Interest on Borrowings	1,904	1,567
Staff Salaries, Allowances and Benefits	8,704	8,669
Rent, Rates, Taxes, Service Charges, Insurance and Electricity	2,870	2,789
Legal and Professional Charges	191	196
Postage, Telegrams and Telephone Charges	348	295
Travelling, Lodging and Conveyance	42	65
Audit Fees	123	125
Repairs and Maintenance	935	861
Depreciation on Fixed Assets	1,357	1,420
Loss on Sale of Assets	4	-
Amortisation on HTM Securities	640	540
Printing and Stationery	56	79
Advertisement	54	239
Bad Debts Written Off	1,070	3,544
Amortisation of Software	244	212
Sundry Expenses	1,995	1,769
OPERATING PROFIT (c/f)	7,000	4,767
	71,096	79,626
Provisions and Contingencies:		
A) Bad and Doubtful Debts Reserve	3,520	3,905
B) Contingent Reserve against Standard Assets	-	-
C) Provision on Moratorium Advances	47	46
D) Provision for Restructured Assets	787	-
E) Interest Transferred to Leave Encashment Fund	109	97
F) Provision for IDR	-	58
G) Provision for Election Fund	8	8
Profit Before Tax (c/f)	2,529	653
	7,000	4,767
Provision for Taxes:		
Income Tax	1,235	427
Deferred Tax	(185)	(81)
Net Profit for the year	1,479	307
Total	2,529	653

As per our report of even date attached
For and on behalf of
A. P. SANZGIRI & CO.
Chartered Accountants,
Firm Regn. No.: 116293W
sd/-
ABHIJIT P. SANZGIRI
PARTNER (MEMBERSHIP NO.: 43230)

Mumbai, 5th July, 2021

for the year ended 31st March, 2021

(₹ in Lacs)

INCOME	Year Ended 31-Mar-21	Year Ended 31-Mar-20
Interest and Discount		
a) Interest on Advances	43,734	50,638
b) Income from Investments	15,901	17,596
c) Interest on Deposits with Banks	3,303	1,378
Commission, Exchange & Brokerage	2,363	3,094
Bad Debts Provision Reversed	1,070	3,544
Bad Debts of Earlier year Written off now recovered	32	42
Profit on Sale of Investments (including Mutual Funds)	4,104	2,925
Profit on Forex Transactions	135	93
Profit on Sale of Fixed Assets	-	8
Rent on Safe Deposit Lockers	291	274
Miscellaneous Income	163	34
	71,096	79,626
OPERATING PROFIT (b/f)	7,000	4,767
	7,000	4,767
Profit Before Tax (b/f)	2,529	653
Total	2,529	653

KISHORE KULKARNI

Chairman

SUNIL GAITONDE

Vice - Chairman

UDAY SHETYE

Managing Director

SAMIR REGE

Asst. General Manager (Finance)

NAGESH FOVKAR

Director

SHREEDHAR KAMAT

Director

RAMESH KASBEKAR

Director

KAUSHAL MUZUMDAR

Director

ANIL NADKARNI

Director

SUJATA RANGNEKAR

Director

Mumbai, 5th July, 2021

Profit and Loss Appropriation Account

(₹ in Lacs)

EXPENDITURE	Year Ended 31-Mar-21	Year Ended 31-Mar-20
Appropriations subject to Approval in AGM		
A) Statutory Appropriations :-		
1 Statutory Reserve Fund (25% of Net Profit)	370	77
2 Contingency Reserve Fund (10% of Net Profit)	148	31
3 Education Fund (1 % of Net Profit)	15	4
B) Other Appropriations :-		
1 General Reserve	723	-
2 Ex-Gratia to Staff	460	-
3 Special Reserve U/s 36 (1) (viii) of I.T. Act 1961	213	70
4 Staff Welfare fund	93	54
5 Members' Welfare Fund	20	20
6 Donation Fund	6	2
7 Bad & Doubtful Debts Fund	-	707
	2,048	965
PROFIT CARRIED TO BALANCE SHEET	2	2
TOTAL	2,050	967

As per our report of even date attached
For and on behalf of

A. P. SANZGIRI & CO.
Chartered Accountants,
Firm Regn. No.: 116293W

sd/-
ABHIJIT P. SANZGIRI
PARTNER (MEMBERSHIP NO.: 43230)

Mumbai, 5th July, 2021

(₹ in Lacs)

KISHORE KULKARNI
Chairman

SUNIL GAITONDE
Vice - Chairman

UDAY SHETYE
Managing Director

SAMIR REGE
Asst. General Manager (Finance)

ANIL NADKARNI
Director
SUJATA RANGNEKAR
Director

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Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
Schedule - 1		
Share Capital		
Authorised Equity Share Capital	20,000	20,000
20,00,00,000 shares of Rs. 10/- each		
I Issued Subscribed and Paid up Equity Capital		
8,31,28,647 shares of Rs. 10/- each		
(P.Y. 8,67,63,371 shares) of which :-		
Individuals	6,308	6,658
Co-op Institutions	-	-
Others	2,005	2,018
TOTAL	8,313	8,676
II Perpetual Non Cumulative Preference Share (PNCPS) Capital		
(5 Cr. Shares of Rs. 10 each Sanctioned)		
Issued Subscribed and Paid up Preference Share Capital		
1,36,44,000 Shares of Rs. 10/- each (P. Y. 1,36,41,000 shares)	1,364	1,364
TOTAL CAPITAL (I+II)	9,677	10,040
Schedule - 2		
RESERVE FUND AND OTHER RESERVES		
I Reserves as per Multi-State Co-op. Soc. Act		
(i) Statutory Reserve Fund	14,509	14,097
(ii) Contingency Reserve Fund	5,255	5,107
(iii) Building Fund	8,702	8,702
(iv) Donation Fund	11	15
	28,477	27,921
II Reserves as per RBI guidelines		
(i) Investment Fluctuation Reserve	1,233	1,233
(ii) Contingent Reserve against Standard Assets	2,189	2,189
(iii) Provision on Moratorium Advances	-	46
(iv) Bad and Doubtful Debts Reserve	14,271	9,405
(v) Provision for Restructured Advances	837	50
(vi) General Reserve	768	35
	19,298	12,958
III Other Funds as per Bye-Laws		
(i) Election Fund	39	31
(ii) Members' Welfare Fund	273	254
	312	285

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
IV Others		
(i) Special Reserve U/s 36 (1) (viii) of I.T. Act, 1961	2,724	2,511
(ii) Capital Reserve	68	68
(iii) Revaluation Reserve	17,339	17,907
(iv) Deferred Tax Reserve	292	292
(v) Bad and Doubtful Debts Fund	-	2,323
(vi) ARC Reserve Account	2,047	2,047
	22,470	25,148
V Funds for the benefit of staff		
(i) Staff Welfare Fund	371	379
(ii) Staff Leave Encashment Fund	1,544	1,391
	1,915	1,770
TOTAL RESERVES (I+II+III+IV+V)	72,472	68,082

Schedule - 3

Deposits

I Term Deposits		
(i) Individuals & Others	4,54,107	5,25,321
(ii) Societies	62,545	89,734
II Saving Deposits		
(i) Individuals & Others	1,43,498	1,34,375
(ii) Societies	9,015	8,230
III Current Deposits		
(i) Individuals & Others	28,504	28,116
(ii) Societies	535	694
IV Matured Deposits	1,203	1,155
Total (I+II+III+IV)	6,99,407	7,87,625
(Includes amount of Rs. 8,827.42 lacs (P.Y. Rs. 8,714.79 lacs) collateralised towards LCs / Guarantees. Also an amount of Rs. 35,561.86 lacs (P.Y. Rs.58,536.11 lacs) is lien marked against overdraft / loan against FDs.)		

Schedule-4

Borrowings

I Long Term Subordinated Deposits	
Series I	

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
Tenure of 5 years @ 10.00% p.a.	-	49
Tenure of 7 years @ 10.25% p.a.	-	2,717
II Long Term Subordinated Deposits		
Series II		
Tenure of 5 years @ 9.00% p.a.	-	1,392
Tenure of 7 years @ 9.25% p.a.	4,178	4,178
III Long Term Subordinated Deposits		
Series III		
Tenure of 5 years @ 8.50% p.a.	2,854	2,854
Tenure of 7 years @ 8.75% p.a.	2,546	2,546
IV Long Term Subordinated Deposits		
Series IV		
Tenure of 5 years @ 8.75% p.a.	1,556	1,556
V REPO	10,300	10,300
Total (I+II+III+IV+V)	21,434	25,592

Schedule-5

Other Liabilities

(i) Payorder Issued / Draft Payable	1,489	590
(ii) Proposed Dividend (Equity + PNCPS)	-	-
(iii) Ex-gratia for Staff	460	-
(iv) T.D.S. on F.D.R. Interest	65	522
(v) Interest received in Advance on Bill Discounting	143	360
(vi) Unclaimed Dividend	130	174
(vii) Sundry Deposits	35	249
(viii) Others	1,353	1,545
Total (i+ii+iii+iv+v+vi+vii+viii)	3,675	3,440

Schedule -6

Cash

(i) Cash in Hand	4,152	6,913
(ii) Balances with Reserve Bank of India	30,919	30,944
(iii) Balances with State Bank of India, State Co-operative Banks & District Co-operative Banks	27	42
Total	35,098	37,899

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
Schedule -7		
Balances with other Banks		
I Current Deposits with Banks	4,800	1,573
II Fixed Deposits with Banks :-		
(a) Reserve Fund Investment	2,933	2,650
(b) Investment against Earmarked Funds	631	639
(c) Other Fixed Deposit Receipts	97,430	18,460
Total (a+b+c)	1,00,994	21,749
(Other Fixed Deposit Receipts includes Rs. 3,596.04 Lacs placed with other Banks as margin for Credit Line (P.Y. Rs.2,260.80 Lacs))		
Total (I+II)	1,05,794	23,322
Schedule-8		
MONEY AT CALL & SHORT NOTICE (LAF, REVERSE REPO & TREPS)		
(i) Money at Call & Short Notice	-	-
(ii) Reverse REPO	3,500	68,800
(iii) TREPS	-	11,985
Total (i+ii+iii)	3,500	80,785
Schedule-9		
Investments		
(i) Government Securities	1,64,128	1,87,321
(ii) Government Securities (earmarked for Reserve Fund Investment)	16,756	16,445
(iii) Other Approved Securities	-	-
Other Trustee Securities approved for SLR (IDBI Bonds)		
(iv) Shares in Co-op. Institutions (Rs. 23,000/- P.Y. Rs.23,000/-)	-	-
(v) P.S.U. Bonds & Bonds of all India Financial Institutions	-	-
(vi) Bonds & NCDs	3,762	7,763
(vii) Other Investments	25	25
(viii) Security Receipts (ARC)	7,698	8,653
Total (i+ii+iii+iv+v+vi+vii+viii)	1,92,369	2,20,207
Schedule-10		
Advances		
I Short Term Loans, Cash Credit, Bills Discounted and Purchased	1,44,634	1,84,752
Of which secured against:		
(i) Govt. and Other Approved Securities	72	78
(ii) Other Tangible Securities	1,44,382	1,84,458

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
(iii) Unsecured - Personal /Surety Loans (Amount due from individuals - Rs. 19,371.04 Lacs (P.Y. Rs.22,471.86 Lacs), amount overdue Rs. 24,596.15 Lacs (P.Y. Rs. 31,971.54 Lacs), considered Bad & Doubtful of recovery Rs. 11,218.61 Lacs (P.Y. Rs.4,264.87 Lacs) fully provided as per RBI Norms)	180	216
II Medium Term Loans :	12,612	7,492
Of which secured against:		
(i) Govt. and Other Approved Securities	-	-
(ii) Other Tangible Securities	11,883	7,288
(iii) Unsecured - Personal /Surety Loans (Amount due from individuals - Rs. 5,059.83 Lacs (P.Y. 1,198.96 Lacs), amount overdue Rs. 1,980.39 Lacs (P.Y. Rs. 724.48 Lacs), considered Bad & Doubtful of recovery Rs. 1,705.04 Lacs (P.Y. Rs. 675.50 Lacs) fully provided as per RBI Norms)	729	204
III Long Term Loans :	2,69,777	2,98,108
Of which secured against:		
(i) Govt. and Other Approved Securities	34	-
(ii) Other Tangible Securities	2,65,899	2,93,370
(iii) Unsecured - Personal /Surety Loans (Amount due from individuals - Rs.1,82,007.80 Lacs (P.Y. Rs.2,00,289.81 Lacs) , amount overdue Rs.11,506.62 Lacs (P.Y. Rs.11,494.73 Lacs) , considered Bad & Doubtful of recovery Rs. 14,015.27 Lacs (P.Y. Rs.10,436.15 Lacs) fully provided as per RBI Norms)	3,844	4,738
Total (I+II+III)	4,27,023	4,90,352

Schedule-11

Interest Receivable

(i) On Investments	5,757	4,275
(ii) On Investments against Earmarked Funds	36	20
Total (i+ii)	5,793	4,295

Schedule-12

Fixed Assets

I Premises (Including Land)

Opening Balance as on April, 1	32,180	32,144
Add : Additions during the year (Includes Leasehold Improvements)	19	36
Less : Sales during the year	(8)	-
	32,191	32,180
Less : Depreciation upto last year	7,406	6,577

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
Depreciation for the current year	799	829
Depreciation on assets sold	(7)	-
	8,198	7,406
Sub-Total (I)	23,993	24,774
II Furniture and Fixtures		
Original Cost as on April, 1	3,268	3,274
Add : Additions during the year	28	7
Less : Sales during the year	(31)	(13)
	3,265	3,268
Less : Depreciation upto last year	2,395	2,154
Depreciation for the current year	232	254
Depreciation on assets sold	(15)	(13)
	2,612	2,395
Sub-Total (II)	653	873
III Other Fixed Assets		
Original Cost as on April, 1	4,125	3,985
Add : Additions during the year	963	273
Less : Sales during the year	(524)	(133)
	4,564	4,125
Less : Depreciation upto last year	3,589	3,371
Depreciation for the current year	326	337
Depreciation on assets sold	(510)	(119)
	3,405	3,589
Sub-Total (III)	1,159	536
Total Fixed Assets (I+II+III)	25,805	26,183

Schedule-13

Other Assets

(i) Premium paid on Investment (Net of Amortisation)	2,701	4,021
(ii) Earmarked fund against Staff Leave Encashment Fund	1,765	1,391
(iii) Lease & Security Deposits	881	889
(iv) Intangible Assets (Software)	559	592
(v) CCIL & CBLO Segment Cash Margins	315	215
(vi) Advance Income Tax (Net)	2,083	2,419
(vii) Prepaid Expenses	81	61

Schedules

(₹ in Lacs)

	As at 31-Mar-21	As at 31-Mar-20
(viii) Others	1,351	957
Total (i+ii+iii+iv+v+vi+vii+viii)	9,736	10,545

Schedule -14

Contingent Liabilities

(i) Forward Contracts Purchase	11,411	609
(ii) Forward Contract Sale	11,863	482
(iii) Guarantees *	16,485	19,841
(iv) Letter of Credit **	7,207	6,264
(v) DEAF Account	1,377	1,159
(vi) Income Tax Demand	2,046	2,033
(vii) Service Tax/GST Demand	68	38
(viii) Others	191	191
Total (i+ii+iii+iv+v+vi+vii+viii)	50,648	30,617

* These amounts are collateralised by Fixed Deposits, Counter Guarantees and Secured Charges of Rs.8,827.42 Lacs (P.Y. Rs.8,714.79 Lacs)

** These amounts includes Expired LCs of Rs. 459.11 Lacs (P.Y. Rs.363.59 Lacs)/ Guarantees of Rs.1,324.88 Lacs, (P.Y. 883.89 Lacs) which have not been cancelled being Original LCs / Govt Guarantees / BGs not being received back.

ANNEXURE 'I'

NAME OF BANK	:	NKGSB CO-OPERATIVE BANK LTD.
REGISTERED OFFICE ADDRESS	:	'LAXMI SADAN', 361, V. P. ROAD, GIRGAUM, MUMBAI 400 004.
DATE OF REGISTRATION	:	SEPTEMBER 26, 1917
NO. & DATE OF RBI LICENSE	:	UBD MH 493 P, DT. JULY 26, 1986
AREA OF OPERATION	:	STATES OF MAHARASHTRA, KARNATAKA, GUJARAT, GOA, MADHYA PRADESH AND UNION TERRITORY OF DAMAN, DIU, DADRA & NAGAR HAVELI.

(₹ in Cr.)

ITEMS	AS ON MARCH 31, 2021
No. of Branches (including Head Office)	110
Membership	
No of Regular Members	57,552
No of Nominal Members	12,881
Paid up Share Capital	₹ 96.77
Total Reserves and Funds	₹ 821.51
Deposits :	
Current	₹ 302.41
Savings	₹ 1,525.14
Term	₹ 5,166.52
Total	₹ 6,994.07
Advances:	
Secured	₹ 4,222.70
Unsecured	₹ 47.53
Total	₹ 4,270.23
Total % of Priority Sector	50.94%
Total % of Weaker Section	7.11%
Overdues	₹ 380.83
Overdue Percentage	8.92%
Borrowings	₹ 214.34
Investments	₹ 2,968.63
Audit Classification	B
Profit for the year	₹ 14.79
Working Capital	₹ 8,079.79
Total Staff	1098

Cash Flow For The Year Ended 31st March, 2021

(₹ in Lacs)

Particulars	2020-21	2019-20
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit as per Profit and Loss Account	1,479	307
Add: Previous year excess provision written back	569	659
Add: Opening balance as per Profit & Loss Account	2	1
Add:- Investment Fluctuation Reserve Reversal	-	-
Profit Available for Appropriations	2,050	967
Less : Appropriations	2,048	965
Net Profit as per Balance Sheet	2	2
Add:		
Depreciation On Assets	790	852
Deferred Tax	(185)	(81)
Current Tax	1,235	427
Bad Debts Written Off	1,070	3,544
Premium on Securities Amortised	640	540
Amortisation of Software	244	212
	3,794	5,494
Add:		
Loss / (Profit) on Sale of Assets	4	(8)
	4	(8)
Less :		
BDDR written back	(1,070)	(3,544)
	(1,070)	(3,544)
Adjustments for:		
(Increase)/ Decrease in Investments	28,149	(11,146)
(Increase)/ Decrease in Other Investments	(63,074)	(7,772)
(Increase)/ Decrease in Advances	63,329	34,700
(Increase)/ Decrease in Interest receivable and OIR	973	(3,499)
(Increase)/ Decrease in Other Assets	(1,099)	(2,552)
Increase/(Decrease)in Funds	4,914	848
Increase/(Decrease)in Deposits	(88,218)	27,537
Increase/ (Decrease) in Interest Payable	(82)	(145)
Increase /(Decrease) in Other Liabilities	(2,294)	(819)
	(57,402)	37,152
Net Cash Generated from Operating Activities (A)	(54,672)	39,096

Cash Flow For The Year Ended 31st March, 2021

(₹ in Lacs)

Particulars	2020-21	2019-20
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(1,010)	(315)
Payment for Software	(212)	(110)
Sale Proceeds of Fixed Assets	26	22
Net Cash Generated from Investing Activities (B)	(1,196)	(403)
CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Equity Share Capital	(353)	198
Increase in Preference Share Capital	-	(12)
Increase in Borrowings (including Repo)	(4,157)	9,621
Dividend Paid	(2)	(906)
Net Cash generated from Financing Activities (C)	(4,512)	8,901
Net increase in Cash & Cash Equivalents (A+B+C)	(60,380)	47,594
Cash & Cash Equivalents at the beginning of the year	1,20,864	73,270
Cash & Cash Equivalents at the end of the year	60,484	1,20,864
	(60,380)	47,594
Cash & Cash Equivalents		
Cash in hand & Balances with Notified Banks	35,098	37,900
Balances with Other Banks	21,886	2,178
Money at Call, Short Notice (LAF, Reverse REPO & TREPS)	3,500	80,786
	60,484	1,20,864

As per our report of even date attached
For and on behalf of

A. P. SANZGIRI & CO.
Chartered Accountants,
Firm Regn. No.: 116293W
sd/-
ABHIJIT P. SANZGIRI
PARTNER
(MEMBERSHIP NO.: 43230)
Mumbai, 5th July, 2021

KISHORE KULKARNI
Chairman
SUNIL GAITONDE
Vice - Chairman
UDAY SHETYE
Managing Director
SAMIR REGE
Asst. General Manager (Finance)

NAGESH FOVKAR
Director
SHREEDHAR KAMAT
Director
RAMESH KASBEKAR
Director
KAUSHAL MUZUMDAR
Director

ANIL NADKARNI
Director
SUJATA RANGNEKAR
Director

Mumbai, 5th July, 2021

Schedule 15:-**SIGNIFICANT ACCOUNTING POLICIES: -****1) ACCOUNTING CONVENTION :**

The Financial Statements are drawn up keeping in mind the historical cost and going concern concept and in accordance with generally accepted accounting principles and practices prevailing in the co-operative banks in India unless otherwise stated.

2) MONEY AT CALL & SHORT NOTICE :

Amount invested in Tri-party Repo (Dealing) System (TREPS) /

Liquidity Adjustment Facility (LAF) / CALL and Reverse Repo are disclosed under the head 'Money at call and Short Notice'.

3) INVESTMENTS :

For presentation in the Balance Sheet, Investments are classified under the following heads as required under RBI guidelines – Government Securities, Bonds / NCDs, Shares in Co-operative Institutions/Other Institutions, Security Receipts (ARC), Mutual Funds and other Investments.

3.1 Classification

In accordance with guidelines issued by RBI, the Bank classifies its investment portfolio into the following three categories:

- i) 'Held to Maturity' – Securities acquired by the Bank with the intention to hold till maturity.
- ii) 'Held for Trading' – Securities acquired by the Bank with the intention to trade.
- iii) 'Available for Sale' – Securities which do not fall within the above two categories are classified as 'Available for Sale'.

3.2 Valuation and Accounting of Investments

- a) Investments in HTM category are valued at acquisition cost unless it is more than the face value in which case the premium (if any) paid on the investments under this category is shown under "Other Assets" and is amortized over the period remaining to maturity. For any security acquired at discount to the face value, the discount earned on maturity/sale is recognized only at the time of redemption/sale.
- b) Investments under AFS and HFT categories are valued scrip-wise at lower of Book Value and Market Value and depreciation/appreciation is aggregated for each classification. Net Depreciation, if any, is provided for, while net appreciation, if any, is ignored. Net Depreciation if any, for the year under these categories is charged to the Profit and Loss Account and shown under Other Liabilities as "Contingent Provisions against Depreciation in Investment".
- c) Treasury Bills under all categories/classifications are valued at carrying cost.
- d) Units of Mutual Fund are valued at lower of Cost or Net Asset Value.
- e) Shares of Co-operative Institutions/Other Institutions are valued at cost unless there is a diminution in the value thereof in which case the diminution is fully provided for.
- f) Market Value of Debt Securities, Debentures & Bonds are determined in terms of Yield To Maturity (YTM) method indicated by Fixed Income Money Market and Derivatives Association of India (FIMMDA).
- g) Profit on redemption of Investments under "HTM" category is included in profit on sale of Investments and the said amount is transferred to Investment Fluctuation Reserve by way of appropriation.
- h) Bank follows the settlement date method of accounting for Government of India and State Government securities in accordance with RBI guidelines.
- i) Broken period Interest, Brokerage, Commission paid if any, in respect of investments purchased is treated as an item of expenditure under the Profit and Loss Account.
- j) Investments in Security Receipts (SR) initially issued by Asset Reconstruction Companies (ARCs) are valued at cost till expiry of 6 months from acquisition date. Subsequently, these are valued at NAV declared by the ARCs from time to time but not later than 6 months from the Balance Sheet Date. Depreciation if any, arising from the valuation thereon is recognized in the Profit and Loss Account. Appreciation, if any is ignored.

k) Accounting for Repo/Reverse Repo transactions [Including transactions under the Liquidity Adjustment Facility (LAF) with the RBI]

The securities sold and purchased under Repo/Reverse Repo are accounted as collateralized Borrowings and Lending transactions. Securities are transferred as in the case of normal outright sale/purchase transactions and such movements of securities are reflected using Repo/Reverse Repo Accounts and contra entries. The above entries are reversed on the maturity date.

- Costs and revenue are accounted as interest expenditure/income, as the case may be.
- Balance in REPO account is classified under Borrowing and balance in reverse REPO account is classified under Money at Call & Short Notice.
- The accounting and disclosure of LAF is in accordance with the norms stipulated by RBI vide its Circular No. FMRD.DIRD. 10/14.03.002/2015-16 dated 19th May, 2016 and FMOD.MAOG. No.116/01.01.001/2016-17 dated 10th November, 2016.

3.3 Transfer between categories

Reclassification of investments from one category to another, is done in accordance with RBI guidelines and any such transfer is accounted for at the acquisition cost/book value/market value, whichever is lower, as at the date of transfer. Depreciation, if any, on such transfer is fully provided for.

4) ADVANCES:

- a) The classification of Advances into Standard, Sub Standard, Doubtful and Loss Assets as well as provisioning on Standard Advances, Restructured Advances and Non Performing Advances is arrived at in accordance with the Income Recognition, Assets Classification and Provisioning Norms prescribed by the RBI for Primary UCBs.
- b) The Bank also makes provision for diminution in fair value of Restructured Advances as per norms issued by RBI.
- c) Advances against security of Bank's own Fixed Deposits, National Saving Certificates, Life Insurance Corporation Policies, Indira Vikas Patra, Kisan Vikas Patra are considered as Performing Assets in accordance with the guidelines issued by the Reserve Bank of India.
- d) In arriving at the provisioning, for determining the value of securities, the fair market value as per the latest valuation reports, wherever obtained, of the assets mortgaged is considered. For valuations over 3 years, the ready reckoner value rate increase/decrease over the corresponding period of previous valuation is considered. For accounts under auction, the reserve price is considered. In case of stock the value as per latest stock statement submitted by the borrowers and in case of fixed assets, the depreciated value of the assets as per latest Audited Financials is considered.
- e) Amount recovered against debts write off in earlier years are recognised in Profit and Loss account.

5) FIXED ASSETS AND DEPRECIATION:

- a) Fixed Assets, other than those that have been revalued, are carried at historical cost less depreciation accumulated thereon. Cost includes incidental stamp duty, registration charges and civil work in case of ownership premises, and in case of other fixed assets, amounts incurred to put the asset in a working condition.
- b) Depreciation is provided on a straight line basis over the estimated useful life of the asset at the following rates:

Assets	Rate of Depreciation	Period of Depreciation
Land and Building (Including Tenancy Rights)	2.50%	480 months
Furniture and Fixture	10.00%	120 months
Office Machinery (including Air Conditioner)	15.00%	80 months
Fire Extinguisher, Glow Sign Board & Vehicles	20.00%	60 months
Computer Hardware & Software and UPS/ Batteries (*Finacle Software is depreciated over its estimated useful life of 84 months. Related upgrades to this software / hardware is depreciated over its useful life)	33.33%	36 months
Leasehold Improvements		Equally over the primary period of lease

- c) Assets purchased during the year are depreciated from the completed month of it being put to use.
- d) Assets disposed off during the year are depreciated up to the quarter before the date of disposal.
- e) Books are capitalised and depreciated to Re. 1/- per book in the year of purchase.
- f) Depreciation on the revalued portion of assets is included in Depreciation expenses and the same amount is directly reversed from revaluation reserves through the Profit and Loss Appropriation Account. The same is in conformity with revised AS-10 issued by the ICAI and applicable to non-corporate assesses from 01.04.2017.
- g) Fixed Assets which have been fully depreciated but are still in use, are carried in the books at Re. 1/-.
- h) Assets individually costing less than Rs. 5,000/- is charged to Profit and Loss Account in the year of purchase.
- i) Replacement of UPS/Batteries are also capitalized in the books. AMC & Recharges are expensed off to Profit and Loss Account.
- j) Chairs / Tables are capitalized under "Furniture & Fixtures" irrespective of value of individual Chair thereof.
- k) Fire Extinguisher is depreciated @ 20% p.a.

6) RESERVE FUND AND OTHER RESERVES :

- I) As per the requirement of Multi-State Co-op. Soc. Act, 2002,
 - a) The Statutory Reserve Fund is bifurcated into 2 Categories viz.:
 - i) Statutory Reserve Fund (Comprising 25% of Net Profit).
 - ii) Contingency Reserve Fund (Comprising 10% of Net Profit)
 - b) Co-operative Education Fund maintained by National Co-operative Union of India (Comprising 1% of Net Profit).
- II) Membership entrance fees & Dividend payable remaining unclaimed for over 3 years are taken directly to the Statutory Reserve Fund.
- III) In accordance with the approved Bye – Laws of the Bank, Interest accruing on investments against certain earmarked funds viz. Members Welfare Fund and Staff Welfare Fund is credited initially to Profit and Loss Account and thereafter transferred to the respective funds through Appropriation of Profits for the year.

7) CASH FLOW STATEMENT (AS-3):

The Cash flows are reported using the indirect method whereby profit before tax is adjusted for effects of transactions of non-cash nature, deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the bank are segregated based on available information.

8) REVENUE RECOGNITION (AS-9):

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Bank and the revenue can be reliably measured. Items of income and expenditure are accounted for on accrual basis except the following items:-

- a) Interest income on Non Performing Advances is accounted as per policy as specified in para 11 below.
- b) Commission, Exchange, Brokerage and Locker Rent are recognized as income upfront on receipt.
- c) Income from investments is accounted for on accrual basis except dividend on shares of Corporates and Mutual Funds, if any, which is accounted for on cash basis.
- d) Income from distribution of Insurance Products is accrued on the basis of business booked.
- e) Interest Income from Investments through TREPS / REPO is shown net.
- f) Interest on Income Tax Refunds is accounted based on receipt of favourable tax assessment orders.
- g) Interest income on certain standard advances which are not accrued on a specific case to case basis out of prudence are specifically disclosed in the notes to accounts.

9 OTHER EXPENSES:

Expenses are accounted for on accrual basis except as stated below:

- a) Interest on Matured Fixed Deposits (MFD) where no renewal instructions are obtained from customers is provided at prevailing Savings Bank Deposit Rate.
- b) Ex-gratia given, if any, is accounted as an appropriation at the rates decided by the Management in accordance with provisions of Multi State Co-operative Societies Act, 2002.
- c) Arrears of Salaries are accounted for in the year of the Agreement being executed.

10) OVERDUE INTEREST RESERVE:

Overdue Interest Reserve (OIR) represents unrecovered interest on Non Performing Advances, which is correspondingly shown under Interest Receivable as per RBI directives.

11) RECOVERY FROM NPAs:

Recovery from Non Performing Advances is firstly appropriated as under:-

- a) In case of Loss Assets towards Principal.
- b) In case of Substandard Assets towards Interest.
- c) In case of Doubtful Assets, where there are chances of recovery, appropriation is firstly towards Interest, in other cases towards Principal on a case to case basis with the approval of the Board.

12) STAMP DUTY AND REGISTRATION CHARGES OF LEASED PREMISES:

Stamp Duty and Registration Charges in respect of Leased Premises is charged to the Profit and Loss Account.

13) FOREIGN EXCHANGE TRANSACTIONS (AS-11):

- a) Transactions denominated in foreign currency are accounted for at the rates prevailing on the date of the transaction. Monetary foreign currency Assets and Liabilities reflected in the Balance Sheet on the date are translated at the rates notified by Foreign Exchange Dealers Association of India (FEDAI). The Profit / Loss due to revaluation are recognized in the Profit and Loss Account.
- b) The outstanding spot and forward contracts are revalued at the applicable rates notified by FEDAI. The resulting Profit / Loss is accounted in Profit and Loss Account as per FEDAI / RBI guidelines.
- c) Premium/discount in respect of foreign exchange hedge contracts is amortized over the period of contract.
- d) Contingent Liabilities on account of foreign exchange contracts, guarantees, acceptances, endorsements and other obligations denominated in foreign currencies are disclosed at closing rates of exchange notified by FEDAI.

14) ACCOUNTING FOR AMALGAMATION (AS-14):

Accounting for Amalgamation in case of Amalgamated Banks with the Bank is carried out as per the amalgamation orders passed by RBI and Other Appropriate Statutory Authorities.

15) EMPLOYEE BENEFITS (AS-15):**a) Gratuity**

Retirement Benefit in the form of Gratuity is a Defined Benefit Plan. The Bank has a Gratuity Trust for its Employee under the Group Gratuity cum Life Assurance Scheme managed by Life Insurance Corporation of India (LIC). The Bank also invest additional amount with other Insurance Companies wherever appropriate. Gratuity is provided for on the basis of Actuarial Valuation done by an Independent Actuary as at the year end, using the Projected Unit Credit Method in accordance with AS-15 on Employee Benefit as issued by ICAI.

b) Compensated Absences (Leave Encashment)

Employee Leave Benefits in the nature of Privilege Leave is a defined benefit plan. Employees are not entitled to encashment of Sick Leave. Casual Leave is en-cashed at the Calendar year end and not carried forward. Privilege Leave which is en-cashable is provided for on the basis of Actuarial Valuation done by an Independent Actuary as at the year-end using the Projected Unit Credit Method in accordance with the guidelines issued under AS-15 on Employee Benefits as issued by ICAI.

c) Provident Fund Contribution

Retirement Benefit in the form of Provident Fund is a Defined Contribution Plan and contributions made to the Commissioner of Provident Fund at rates prescribed in the Employees Provident Fund and Misc. Provisions Act, 1952 are accounted for on accrual basis.

d) Superannuation Contribution

Contribution towards superannuation scheme of LIC is accounted for on accrual basis as a Defined Contribution Plan.

16) SEGMENT REPORTING (AS-17):

The Business Segments is considered as primary reporting format and the Bank does not have any geographical segment. In accordance with the guidelines issued by RBI, Bank has adopted following Business Segments:

- a) Treasury includes all Investment Portfolio, Profit/Loss on sale of investments (Bonds and Government Securities) money market operations and foreign exchange transactions including commission based Trade Finance transactions. The expenses of this segment consist of interest expenses on funds borrowed from external / internal sources and depreciation/ amortization of premium on Held To Maturity investments. Bank has Internal Parameters in place which are reviewed at half yearly intervals to calculate the internal fund transfer pricing.
- b) Other Banking operations include funded Trade Finance transactions and all other operations not covered under Treasury Operations. It primarily comprises of Loans and Advances to wholesale and retail customers and other Banking services to such customers. The revenue consists of interest earned on loans and advances, fee income on various services and foreign exchange products to customers. Funded Trade Finance transactions are classified under Other Banking operations.

17) OPERATING LEASES (AS-19):

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as Operating Leases. Operating Lease payments are recognized as an expense in the Profit and Loss Account during the year as per lease agreement.

18) EARNING PER SHARE (EPS (AS-20)):

Basic Earning per Share is calculated by dividing the Net Profit for the period by the weighted average number of equity shares outstanding during the year. The weighted average numbers of equity shares are calculated on monthly basis.

19) CONSOLIDATED FINANCIAL STATEMENTS (AS-21):

Since Bank does not have any subsidiary companies/ Co- Operative Societies, the Accounting Standard 21 (AS-21) regarding consolidated Financial Statements is not applicable to the Bank.

20) DEPOSITS FOR SERVICES:

Security Deposits for Electricity and Telephone services are written off equally over a period of 5 financial years.

21) INCOME TAX (AS-22):

- a) Income Tax expense comprises of Current Tax and Deferred Tax. Current Tax is provided for and Deferred Tax is accounted for in accordance with the applicable provisions of the Income Tax Act, 1961 and Rules framed there under.
- b) Provision for Current Tax is made on the basis of estimated taxable income for the year arrived at as per the provision of Income Tax Law and applicable Income Computation and Disclosure Standards (ICDS) issued by Central Board of Direct Tax (CBDT).
- c) Deferred Tax is recognised on account of timing differences between the book profits and the taxable profits. The tax effect of timing differences between the book profits and taxable profits measured using the tax rates and tax laws that have been enacted or substantially enacted at the Balance Sheet date are reflected through Deferred Tax Asset (DTA)/Deferred Tax Liability (DTL). DTA is recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such DTA can be realised.

22) DISCONTINUING OPERATIONS (AS-24):

Principles of recognition and measurements as set out in the Accounting Standards are considered for the purpose of deciding as to when and how to recognise and measure the changes in assets and liabilities and the revenue, expenses, gain, losses and cash flow relating to a discontinuing operations. There were no discontinuing operations as defined in the standard which need to be separately disclosed.



23) INTANGIBLE ASSETS (AS-26):

Amortisation of Software is calculated on Cost of Purchase as per agreement value plus all incidental & connected expenses related to the implementation and is depreciated from date of commercial usage over a period of 36 months except for Finacle Software where the amortisation is done as per estimated useful life of the software.

24) IMPAIRMENT OF ASSETS (AS-28):

The Bank assesses at each Balance Sheet date whether there is any indication that an assets may be impaired and provides for impairment loss, if any, in the Profit and Loss Account.

25) PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS (AS-29):

- a) The Bank makes provisions when it has a present obligation as a result of past event(s), where it is probable that an outflow of resources embodying economic benefit to settle the obligation will be required and a reliable estimate can be made of such an obligation.
The Bank also obtains legal opinions wherever appropriate to substantiate their position.
- b) Contingent Assets are not recognized in the Financial Statements.
- c) Contingent liabilities of the Bank are in respect of guarantees, acceptances and letters of credit with customers under approved limits and the liability thereon is dependent upon terms of contractual obligations, devolvement and raising of demand by the concerned parties. These amounts are partly collateralised by margins/guarantees/secured charges. A disclosure of contingent liability is made when there is a possible obligation, arising from a past event(s), the existence of which will be confirmed by occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank or any present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation cannot be made.

26) CLAIMS RECEIVABLES:

Claims Receivables and not recoverable are provided over a period of 3 years.

27) CASH & CASH EQUIVALENTS:

This includes Cash in hand, Current Account Balances with Banks, Money at Call and Short Notice, LAF, Reverse REPO & TREPS and highly liquid deposits maturing within 90 days.

Schedule No. 16:-**NOTES FORMING PART OF THE ACCOUNTS:****1. Appropriation of Profits:**

The Bank has made the following appropriations of profits for the year ended March 31, 2021 which are subject to shareholders approval in the proposed Annual General Meeting.

Particulars	Amount (₹. in Lacs)
Net Profit for F.Y. 2020-21	1,479
Add: Opening Balance in Profit and Loss Account	2
Add: Transfer from Revaluation Reserve, excess appropriation from Education Fund	569
Total Profit available for appropriation	2,050
Appropriations :-	
Statutory Reserve Fund @25% of Net Profit	370
Contingency Reserve Fund @10% of Net Profit	148
Education Fund @1% of Net Profit	15
General Reserve	723
Ex-Gratia to Staff	460
Special Reserve U/s 36 (1) (viii) of I.T. Act, 1961	213
Staff Welfare Fund	93
Members' Welfare Fund	20
Donation Fund	6
Balance carried forward	2
Total	2,050

* Bank has applied to RBI for permission to declare a dividend of Rs.6.05 Cr. @ 7.00% on Equity Shares & Rs.1.00 Cr. @ 7.00% for PNCPS. This is in accordance with the RBI Directive no. DOR.ACC.REC.7/21.02.067/2021-22 Dt. 22.04.2021. The amount of dividend of Rs.7.05Cr. is currently a part of General Reserve, from where it would be specifically appropriated as and when dividends are declared and approved.

2. Perpetual Non-Cumulative Preference Shares (PNCPS)

As per approval for Rs.5,000.00 Lacs granted by RBI vide its letter no. DCBS/MRO/BSS I/5911/12.07.163/ 2014-15 dated February 25, 2015 and the Director to Central Registrar of Co-operative Societies vide its letter no. R-11017/6/2004 – L and M (Pt.) dated November 28, 2014, and Board Approval dated September 23, 2014, in the current year, the Bank has raised Rs. 0.30 Lacs by way of Perpetual Non-Cumulative Preference Shares (PNCPS) (P.Y. Rs. 1364.10 Lacs) for raising Tier I Capital thus, cumulatively amounting to Rs. 1,364.40 Lacs as on 31.03.2021. The terms and conditions regarding issue of Preference Shares remains the same as issued in earlier year and as detailed in Notes to Accounts of F.Y. 2016-17; except for payment of dividend which is now guided by current RBI Circular as referred above in point no.1.

3. Long Term Subordinated (Tier-II) Deposits (LTD):

LTDs are shown under the head "Borrowings" in the Audited Financials.

The Balance in LTD subscribed as at 31st March, 2021 is Rs. 11,134.25 Lacs includes: -

- Rs. 4,178.75 Lacs during F.Y. 2015-16 (Series-II)
- Rs. 5,400.00 Lacs during F.Y. 2016-17 (Series-III)
- Rs. 1,555.50 Lacs during F.Y. 2019-20 (Series – IV)

Repayment of all LTD Series will be done at maturity or exercise of Call Option by the Bank with prior approval of the Reserve Bank of India wherever required.

The amount of LTD Series II, Series III and Series IV after applying relevant discounting factors is included in the Tier-II capital funds of the Bank for Capital Adequacy purpose as per RBI Guidelines.

In the current year LTD Series II - 60 months amounting to Rs. 1,392 Lacs were redeemed on maturity. The Bank has repaid LTD Series I - 84 months amounting to Rs. 2,717 Lacs after exercising the Call Option after obtaining prior approval from RBI. Total redemption of LTD Series during F.Y. 2020-21 was Rs. 4,109 Lacs.

The Bank has exercised its Call Option rights in the F.Y. 2021-22 and has received sanction from RBI to redeem LTD Series II – 84 months amounting to Rs. 4,178 Lacs.

4. Settlement Credit/Debit Account:

Settlement Debit and Credit Accounts (Contra) represents mirror impact of the cost of acquisition of Shree Shahu Co-operative Bank Ltd. (SSCBL) and the entries pertaining to the Gains / Losses incurred post-merger on Assets and Liabilities taken over.

5. WRITE OFFS:

During the year, the Bank has written off a Principal amount of Rs. 1,070.47 Lacs (P.Y. Rs. 3,543.76 Lacs) towards bad debts which is identified by the Management as irrecoverable, approved by the Board of Directors and certified by the Statutory Auditors. The said amount has been fully provided for, and accordingly an equivalent amount has been written back from the Bad and Doubtful Debts Reserve. The Bank has also written off unrealized interest thereon, of Rs. 1,370 Lacs from the Overdue Interest Reserve.

6. OVERDUE INTEREST RESERVE (OIR):

The Bank as per approved Board Policy dated 29.12.2020, written off an amount of Rs.7,014 Lacs in respect of unrealised interest. The amount written off in respect of existing NPA accounts is Rs. 2,344 Lacs and in respect of partly written off NPA accounts is Rs. 4,670 lacs.

The movement of OIR is as follows:-

Particulars	(₹ in Lacs)
Opening Balance as on 31.03.2020	13,072.00
Less:- Write off from existing and written off NPA Account	7,014.00
Less:- Interest receivable on Bad Debt W/off as on 31.03.2021	1,370.00
Add:-Addition of IR in incremental NPA	5,822.00
Closing Balance as on 31.03.2021	10,510.00

This reconciliation is an integral part of accounts.

7. Disclosure under AS 5 “Prior Period Expenses”

There are no material prior period items, except as disclosed elsewhere, included in Profit and Loss Account required to be disclosed as per Accounting Standard 5 read with the Reserve Bank of India guidelines. These have been charged and accounted for to their respective head of accounts.

8. Disclosure under AS 15 “Employee Benefits” Provident Fund:

(₹ in Lacs)

Particulars	Provident Fund	
	31.03.2021	31.03.2020
Employment and Retirement Benefits		
Post-Employment Benefits		
Bank's contribution to Provident Fund debited to Profit and Loss Account	655.04	644.55

9. Disclosure under AS 15 “Employee Benefits” - Gratuity:

The following table sets out the status of the Gratuity Plan as required under AS 15. Reconciliation of opening and closing balances of the present value of the defined benefit obligation:

(₹ in Lacs)

Sr. No.	Particulars	Gratuity Funded	
		31.03.2021	31.03.2020
1	Principal actuarial assumptions as at the date of balance sheet :		
	Discount Rate	6.45%	6.80%
	Salary Escalation	3.50%	3.75%
	Expected Return on Plan Assets	6.45%	6.80%
2	Reconciliation of opening and closing balance of present value of obligation		
	Present value of obligation as at beginning of the year	2,607.96	2,386.94
	Interest cost	170.84	173.09
	Current service cost	146.32	156.95
	Benefit Paid	(297.84)	(280.15)
	Actuarial (Gain)/ Loss on obligations	(71.01)	171.13
	Present value of obligation as at end of the year	2,556.27	2,607.96
3	Reconciliation of opening and closing balance of present value of plan assets		
	Fair value of plan assets at beginning of year	2,540.72	2,338.18
	Expected return on plan assets	172.13	175.32
	Contributions	268.00	126.80
	Benefits paid	(297.84)	(280.15)
	Actuarial Gain/ (Loss) on plan assets	(27.66)	180.57
	Fair value of plan assets at end of the year	2,655.35	2,540.72
4	Amount to be recognized in the Balance Sheet		
	Present value of obligation as at the end of the year	2,556.27	2,607.96
	Present value of plan assets as at the end of the year	2,655.35	2,540.72
	Funded Status	(99.08)	67.24
	Net (Asset)/Liability	(99.08)	67.24
5	Expenses Recognised in the Profit and Loss Account		
	Current service cost	146.32	156.95
	Interest cost	170.84	173.09
	Expected return on plan assets	(172.12)	(175.31)
	Net Actuarial (Gain)/ Loss recognised in the year	(43.35)	(9.45)
	Expenses recognised in statement of Profit and Loss Account	101.69	145.28

Investments of Employees Gratuity Fund is held with LIC of India & HDFC Life. Necessary provisions is made in the Books of Accounts as per Actuarial Valuation Report.

10. Disclosure under AS 15 “Employee Benefits” - Leave Encashment :
Discounting Rate is benchmarked to 10 years Government Security yield.

(₹ in Lacs)

Sr. No.	Particulars	Leave Encashment	
		31.03.2021	31.03.2020
1	Principal actuarial assumptions as at the date of Balance Sheet :		
	Discount Rate	6.45%	6.80%
	Salary Escalation	3.50%	3.75%
	Expected Return on Plan Assets	6.45%	6.80%
2	Reconciliation of opening and closing balance of present value of obligation		
	Present value of obligation as at beginning of the year	1,391.24	1,248.61
	Interest cost	91.84	90.49
	Current service cost	68.89	76.48
	Benefit paid	(252.80)	(311.46)
	Actuarial (Gain)/ Loss on obligations	245.29	287.12
	Present value of obligation as at end of the year	1,544.46	1,391.24
3	Reconciliation of opening and closing balance of present value of plan assets		
	Fair value of plan assets at beginning of year	1,441.10	1,105.00
	Expected return on plan assets	97.57	82.10
	Contributions / (Utilization)	395.17	211.43
	Benefits paid	(180.86)	-
	Actuarial Gain/ (Loss) on plan assets	11.87	14.50
	Redemption from / Addition to the fund	-	28.07
	Fair value of plan assets at end of the year	1,764.85	1,441.10
4	The amounts to be recognised in the Balance Sheet		
	Present value of obligation as at the end of the year	1,544.46	1,391.24
	Present value of plan assets as at the end of the year	1,764.85	1,441.10
	Funded Status	(220.39)	(49.86)
	Net (Asset)/Liability in Balance Sheet	(220.39)	(49.86)
5	Expenses Recognised in the statement of Profit and Loss Account		
	Current service cost	68.89	76.48
	Interest cost	91.84	90.49
	Expected return on plan assets	(97.57)	(82.10)
	Net Actuarial (Gain)/ Loss recognised in the year	233.42	272.62
	Expenses recognised in statement of Profit and Loss Account	296.58	357.49

Investments of employees Leave Encashment Fund is held in HDFC life.

Necessary provisions is made in the Books of Accounts as per Actuarial Valuation Report.

11. Disclosure under AS 17 on "Segment Reporting":

Information about Primary Business Segments:

(₹ in Lacs)

Particulars	For 2020-21			For 2019-20		
	Treasury and Forex	Other Banking Operations	Total	Treasury and Forex	Other Banking Operations	Total
Segment Revenue	23,578.73	47,517.15	71,095.88	22,309.73	57,316.30	79,626.03
Segment Expenses	20,786.99	47,609.61	68,396.60	20,512.44	58,285.94	78,798.39
Result	2,791.74	(92.46)	2,699.28	1,797.29	(969.64)	827.64
Unallocated expenses			170.48			174.73
Operating profit			2,528.80			652.91
Income Tax			1,050.12			345.69
Net Profit			1,478.68			307.22
Other Information						
Segment assets	3,00,543.84	5,02,462.81	8,03,006.65	3,24,454.99	5,68,790.85	8,93,245.84
Unallocated assets			22,479.64			23,250.66
Total assets			8,25,486.29			9,16,496.50
Segment liabilities	3,17,707.69	4,53,349.03	7,71,056.72	3,02,537.92	5,59,693.07	8,62,231.00
Unallocated liabilities			17,929.54			18,763.57
Shareholders' Funds			36,500.03			35,501.93
Total liabilities			8,25,486.29			9,16,496.50

Notes: -

The Bank is engaged into two main business segments, (described in Policy Note 15).

The above segments are based on the currently identified segments taking into account the nature of services provided, the risks and returns, overall organisation structure of the Bank and the internal financial reporting system. Segment revenue, results, assets and liabilities include the respective amounts directly identifiable to each of the segments and also amounts apportioned/allocated on a reasonable basis. Segment liability excludes capital & reserve other than those specifically identifiable with a segment. Treasury result is net of transfer from IFR.

12. Disclosure under AS 18 on "Related Party Transactions":

The Bank is a Co-operative society under the Multi State Co-operative Societies Act, 2002 and there are no Related Parties requiring a disclosure under Accounting Standard 18 issued by The Institute of Chartered Accountants of India (ICAI) other than of the Key Management Personnel.

The Key Management Personnel (KMP) i.e. Managing Director Disclosure for this year is as follows:-

Sr. No.	Name	Tenure
1	Shri. Chintamani V. Nadkarni	Till 31 st August, 2020
2	Shri. Srinivasa Raghavan	From 1 st September, 2020 to 30th September, 2020
3	Shri. Uday S. Shetye	From 1 st October, 2020 till date

The only transaction with the KMP is in nature of remuneration payable as per Bank approved policies. There being only one person as the KMP at any point of time during the year and considering the confidentiality /secrecy provision in accordance with the applicable guidelines of March 29, 2003, RBI Circular no. DBOD.No. BP.BC.89/ 21.04.2018/ 2002-03, no further details thereon need to be disclosed.

13. Disclosure under AS 19 “Leases”:

The Bank has entered into cancellable operating leases for the branches premises except for the initial lock in period. The disclosures under AS 19 on 'Leases' issued by ICAI are as follows:

- Lease rental payments of **Rs. 1,504.06 Lacs (P.Y. Rs. 1,465.61 Lacs)** have been recognised during the year in the Profit and Loss Account.
- The lease agreements entered into pertain to use of premises at the branches. The lease agreements do not have any undue restrictive or onerous clauses other than those normally prevalent in similar agreements regarding use of assets, lease escalations, renewals and a restriction on sub-leases.

Operating Lease comprises leasing of office premises (AS - 19):

(₹ in Lacs)

Particulars	31.03.2021	31.03.2020
Future lease rental payable as at the end of the year :	6,659.42	6,049.68
-Not later than one year	1,510.47	1,424.04
-Later than one year and not later than five years	3,761.59	3,847.75
-Later than five years	1,387.36	777.89
Total of minimum lease payments recognised in the Profit and Loss Account for the year	1,504.06	1,465.61

Lease agreements in respect of all leased premises are renewed as of date. Amount considered above is as per the final tenure of lease agreement currently entered into by the Bank.

14. EARNINGS PER SHARE (EPS) (AS 20):

(₹ in Lacs)

Particulars	2020-21	2019-20
Net Profit/(Loss) after Income Tax	1,478.68	307.22
(*) Weighted average number of shares	865.91	852.32
Nominal Value of Shares (Rs.)	10	10
EPS (Rs.)	1.71	0.36

(*) Monthly Weighted average number of shares

15. Accounting for Taxes on Income (AS 22) :

Disclosures on major components of DTA/DTL are as under:

(₹ in Lacs)

Particulars	As At 31.03.2020	During 2020-21	As At 31.03.2021
DTA			
Provision for Advances	2,248.06	90.15	2,338.21
Provision for Leave Encashment	486.09	(97.38)	388.71
TOTAL	2,734.15	(7.23)	2,726.92
Depreciation on Fixed Assets	376.89	27.04	349.85
Others (Special Reserve U/s 36 (1)(viii) of the Income Tax Act, 1961)	851.44	165.12	686.32
TOTAL	1,228.33	192.16	1,036.17
NET DTA/(DTL)	1,505.82	184.93	1,690.75

16. Intangible Assets (AS 26) :

Details of Computer Software Expenses (Intangible Asset) disclosed under Schedule 13 – Other Assets, are as under:

(₹ in Lacs)

Particulars	2020-21	2019-20
Carrying Amount at the Beginning of the Year	592.15	694.29
Additions during the Year	211.62	110.12
	803.77	804.41
Amortisation during the Year	244.40	212.26
Carrying Amount at the End of the Year	559.37	592.15

17. Impairment of Assets (AS 28) :

The Bank has ascertained that there is no material impairment of any of its assets and as such no provision under Accounting Standard 28 issued by ICAI is required.

18. Details of financial assets sold during the year to SC/RC for Asset Reconstruction:

(₹ in Lacs)

Particulars	31.03.2021	31.03.2020
a. No. of accounts (No of Borrowers- C.Y.- Nil and P.Y.-NIL)	-	-
b. Aggregate value (net of provisions) of accounts sold to SC/RC	-	-
c. Aggregate consideration	-	-
d. Additional consideration realized in respect of accounts transferred in earlier years net of expenses #	954.85	1,226.36
e. Aggregate gain over net book value (NBV)*	-	-

#ARC recovery is shown net of professional fees payable towards recovery and 15% apportionment share.

*The appreciation in NAV over the NBV is ignored. NBV as at 31.03.2021 is Rs. 7,698 Lacs (P.Y. Rs. 8,653 Lacs). The same is disclosed under Investment as "Security Receipts (ARC)".

19. RBI Circular no. DOR(PCB).BPD.Cir. No.1/13.05.001/2020-21, dated 12th August, 2020 mandated the process of identification of NPA accounts through the system by 30.06.2021.

As of date, the Bank has automated the aforesaid NPA identification process.

As at 31.03.2021 the NPA as identified by the system is reconciled with the NPA's disclosed in the Audited Financials. The reconciliation statement is an integral part of the Books of the Bank.

20. LCBD Exposure on PMC Bank Limited is considered as NPA. Out of the Total Exposure of Rs. 76.86 Cr, an amount of Rs. 33.12 Cr. is recovered / taken over, resulting in an outstanding balance of Rs.43.74 Cr. as on 31.03.2021. The Bank has appropriated Rs.23.23Cr. from BDDF as a provision against the PMC Bank exposure, after due Board approval. The same has also been informed to RBI.**21. The Bank had made a provision @5% of Rs. 46.15 Lacs in March 2020 and further @5% of Rs. 47 Lacs in June 2020 in accordance with RBI Circulars DOR.No.BP.BC.63/21.04.048/2019-20, Dated 17th April, 2020 and Circular No. 4775/06.18.000/2019-20, Dated 15th May, 2020.**

As of 31.03.2021, the accounts on which these provisions were made are either classified as Standard/NPA as per IRAC norms and on which provisioning is duly made as per RBI guidelines. The cumulative amount of Rs. 93.15 Lacs held in the Books in accordance with RBI guidelines, is appropriated towards provisioning for NPA's.

22. A) Advances amounting to Rs. 2,254.30 Cr. i.e. 45.97 % of the Advances Portfolio of the Bank as on 31.03.2020 granted Moratorium on payment of Interest and Principal as per extant RBI Regulatory Circulars on Moratorium. As at 1st Sept., 2020, the said Moratorium stood withdrawn and these accounts were subject to the regular IRAC norms of RBI from this date, in preference to the interim order passed by the Supreme Court. Out of the above moratorium Loan Accounts, 167 accounts amounting to Rs. 77.32 Cr. have been classified as NPAs as at 31.03.2021 as per IRAC norms.

B) Details of FITL given during the year is as under:

(₹ in Lacs)

Position of FITL	No. of Accounts	Amt. Outstanding
Total Sanction	175	1,757.30
Less:- Accounts closed before 31.03.2021	132	1,517.41
Less:- Turned NPA on or before 31.03.2021	16	176.19
Balance Standard Accounts as on 31.03.2021	27	63.70
Less: Standard Account Closed before 30.06.2021	22	59.20
Less: Accounts Turned NPA before 30.06.2021	5	4.50
Balance in FITL as of 30.06.2021	NIL	NIL

(This amount of Rs. 63.70 Lacs is specifically carved out from Tier-I Capital for CRAR)

23. In line with the RBI Circular no. DOR.No.BP.BC.34/21.04.048/2019-20 dated, 11th February, 2020, on Restructuring of MSME Accounts, Bank has restructured the aggregate amount of Rs.12,868.44Lacs comprising of Rs.11,241.59Lacs for Wholesale Advances and Rs.1,626.85Lacs for Retail Advances on which Bank has provided for Rs. 836.80 Lacs in total.

Amounts restructured represents specific facilities which have been restructured as under:-

(₹ in Lacs)

Sr. No.	Provision (%)	No. of Borrowers	Outstanding Exposure	Required Provision	Scheme for Restructuring
1	0.50%	3	1,547.96	7.74	DCBR.BPD.(PCB)MCNo.14/13.05.000/2015-16
2	5.00%	15	6,059.74	302.99	DOR.No.BP.BC/3/21.04.048/2020-21
3	10.00%	51	5,260.74	526.07	DOR.No.BP.BC/3/21.04.048/2020-21
	TOTAL	69	12,868.44	836.80	

24. The Bank has refunded Rs. 204.62 Lacs towards difference of compound & simple Interest to its borrowers whose sanctioned limits are below 2 Cr. in accordance with RBI Circular DOR No.BP.BC.26/21.04.048/2020-21, dated 26th October, 2020. This amount was duly claimed from SBI and received on 31.03.2021.

Vide RBI Circular DOR.STR.REC.4/21.04.048/2021-22, dated 07.04.2021, as per Board approved policy and in consonance with IBA guidelines, the Bank has refunded the differential amount of compound and simple interest to its Borrowers having sanctioned limit above 2 Cr. in June 2021. The amount of Rs. 150.40 Lacs is provided for in the accounts for the F.Y. 2020-21.



25. Pay order/Drafts outstanding as at 31.03.2021 includes an amount of Rs 253.22 Lacs being issuance towards disbursement of Advances.
26. Loan Clearing Adjustment of Rs. 213.18 Lacs represent cheques sent for clearing which have been subsequently credited to borrowers accounts with value date.
27. Advances of Rs. 17.98 Lacs has been considered as Standard based on directions of Hon. High Court Mumbai dated 26.06.2020.
28. Advances includes Rs. 1.65 Cr. reported to RBI as an alleged incident informed by the Customer. Pending disposal of this case, since the matter is subjudice in the court, no provision is considered necessary. The Bank has also obtained necessary legal opinion in respect of Contingent Liability from its Legal Advisor.

The Bank has disclosed this amount under the head "Contingent Liability".

The operation in the said account stands freezed. The Bank has not accrued an interest of Rs.44.65 Lacs on this account which is shown as contra under "Other Assets" and "Other Liabilities". The Bank holds more than adequate provision for Standard Advances in its Books of Accounts.

29. The Covid pandemic second wave has caused further widespread economic disruptions, leading to financial stress on certain sectors of the economy. These external risks beyond the Bank's control have further affected borrower's liquidity and cash flows adversely. The Bank's Credit Monitoring Department (CMD) is closely monitoring the Borrower Accounts, pro-actively for their performance and recovery. Restructuring of accounts wherever required is being initiated as per RBI Circular dated 7th April, 2021 in accordance with Board approved policies.

The Bank continue to strengthen its Monitoring and Recovery Team under constant ongoing supervision of their respective Committees. Board oversight is also being exercised. Going forward, the Bank Board and its Management will be continuously reviewing the economic situation and the future developments for its impact on Borrower recovery to initiate immediate corrective action.

The disruption caused by second pandemic wave has eased from June 21. Going forward the Bank expects minimal disruption on account of further waves. The Bank is also pro-actively monitoring borrower accounts where incipient stress signals are noted for timely corrective action.

30. The Bank has taken a Group Mediclaim Policy and has paid a premium of Rs.123.90 Lacs (P.Y. Rs. 116.82Lacs) on this account.
31. Claims receivable amounting to Rs. 36.09 Lacs is fully provided for and is disclosed in the accounts at net off provision thereon. However, provisions made for any claims receivable more than 3 years, are set-off against the provision made thereon.
32. Commission and Exchange Income includes Income from Forex Business Rs. 356.82 Lacs (P.Y. Rs. 551.40 Lacs). Exchange Profit is Rs. 134.76 Lacs (P.Y. Rs. 92.61 Lacs).
33. The Bank has earned an Income of Rs. 136.76 Lacs (P.Y. Rs. 163.55 Lacs) on account of Corporate Agency of Insurance Business with Bajaj Allianz Life Insurance Co. Ltd., Bajaj Allianz General Insurance Co. Ltd., Max Life Insurance Co. Ltd., Care Health Insurance Co. Ltd. (Previously known as Religare Health Insurance Co. Limited) and ICICI Lombard General Insurance Co. Ltd. The same is disclosed under Commission, Exchange and Brokerage in the Profit and Loss Account.

34. The Bank has earned an Income of Rs. 28.97 Lacs (P.Y. Rs. 22.24 Lacs) on account of Corporate Agency of Mutual Fund business with Aditya Birla Sun Life AMC Ltd., Nippon India Mutual Fund, HDFC Asset Management Co. Ltd and SBI Funds Management Co. Ltd. The same is disclosed under Commission, Exchange and Brokerage in the Profit and Loss Account.

35. Depositor Education and Awareness Fund (DEAF) (Schedule 14)- Contingent Liability

As required under RBI circular DBOD no. DEAF.Cell.BC.101/30.01.002/2013-14 dated March 21, 2014, the Bank has transferred funds to DEAF with RBI. The movement of the DEAF fund is as under:

(₹ in Lacs)

Particulars	31.03.2021	31.03.2020
Opening Balance of amounts transferred to DEAF	1,158.60	1,022.84
Add : Amounts transferred to DEAF during the year	228.97	162.26
Less : Amounts reimbursed by DEAF towards claims*	10.85	26.50
Closing Balance of amounts transferred to DEAF	1,376.72	1,158.60

*Does not include an amount of Rs. 0.87 Lacs (P.Y. Rs. 0.63 Lacs) that has already been paid by the Bank to the eligible depositors, claim for which has been lodged with the RBI and reimbursement of which is expected. This amount is shown as receivable under Other Assets-Schedule 13. All these amounts have been received as of date.

36. The Bank has not undertaken any transaction in respect of Interest Rate Future (As per RBI Circular UBD (PCB) BPD CIR NO. 17/13.01.000/2009-10 dated October 28, 2009).

37. In respect of Court litigations against the Bank, there are necessary legal opinions that there will be no adverse orders causing any monetary impact. The Bank considers no provisioning necessary in respect of these court litigation.

Bank is contesting Income Tax Cases for / against in appeal at various levels.

Bank has the necessary written opinion from an Independent Tax Counsel that there will be no liabilities /demands to be paid in this regard. Bank also has favorable judgment substantiating their view. Consequentially no provision is considered necessary in this regard. Contingent Liability in respect of Court/Tax cases is disclosed at principal amount claimed excluding interest and penalties thereon.

38. Goods and Service Tax:

Goods and Services Tax (GST) has been implemented w.e.f. 1st July, 2017. Accordingly, GST collected is accounted in 'GST' on liabilities side and GST paid to Vendor is accounted in 'VGST' on assets side. Out of the 'VGST' on assets side, eligible Input Tax Credit is availed as set off. In case, eligible Input Tax Credit remains unutilized, the same is carried forward and set off subsequently. The Input Tax Credit on expenses which is not allowable to be set off as per GST Law, is expensed out.

In case of fixed assets, eligible Input Tax Credit of GST paid to the vendor is utilized against the amount of GST collected from the customers and disallowed portion of Input Tax Credit is added back to the value of the asset i.e. the same is capitalized.

Income and Expenses on which GST is applicable are accounted for net of GST.

39. Collection Account of Rs. 10.87 Lacs (P.Y. Rs. 22.87 Lacs) disclosed in Other Liabilities under Schedule-5 of Accounts represents amounts due to shareholders of erstwhile Shri. Shahu Co-op Bank.

On the date of merger, the initial amount of Rs. 210.21 Lacs was repayable after 10 years as per merger order issued by Registrar, Co-operative Societies, Maharashtra State, dt. 23.06.2008.

Rs. 153.93 Lacs has already been repaid as of date, leaving Rs. 10.87 lacs to be repaid. Rs. 10 Lacs, earlier kept in this account as a matter of prudence for settlements of claims is now reversed to General Reserve.

An amount of Rs. 45.41 Lacs is thus transferred to General Reserve as per clause no 4 (a) of Merger scheme as per the order by Commissioner for Co-operation and Registrar, Co – Op. Societies, Maharashtra, Pune in F.Y. 18-19.

40. Capital Commitments:

Estimated amount of contracts stated net of CWIP executed on capital account as of date aggregate to Rs.213.99 Lacs. (P.Y. Rs. 136.39 Lacs)

41. As per RBI circular No: DCBR. BPD (PCB).MC.No. 4/16.20.000/2015-16 dated 01.07.2015, Bank needs to hold a minimum 5% of AFS/HFT category of Investment portfolio.
Bank continues to hold IFR of Rs. 12.33 Cr. (@ 8.83% of HFT & AFS portfolio) as at 31.03.2021, in compliance with RBI guidelines.
42. The Bank has made adequate interest provision of Rs. 179.28 Lacs (P.Y. 158.63 Lacs) on matured Term Deposits of Rs. 1,202.66 Lacs (P.Y. Rs. 1,154.82 Lacs) as on 31.03.2021 as per current Saving Bank Rate.
43. Cash and Cash equivalents as per schedule 6 and 7(a) is **Rs. 17,086.60** Lacs (P.Y. Rs. 605.25 Lacs).
44. The Employee Salary Agreement is due for revision since 01.04.2020. Since the new agreement has not been finalised as on date, the impact cannot be crystalized and hence is not accounted for.
45. Interest paid on Borrowings Rs 19.04 Cr (P.Y. Rs. 15.67 Cr) includes Interest paid on LTDs of Rs. 13.68 Cr. (P.Y. Rs.15.22 Cr.) and on LTRO Rs. 5.36 Cr. (P.Y. Rs. 0.45 Cr.)
46. There were no new Branches opened or any Branches closed during the year.
47. Previous year figures are re-grouped, re-arranged or modified wherever necessary to conform to the presentation of the current year.

Schedule No. 17:-**Disclosures as per RBI Guidelines: –****DCBR.BPD. (PCB). MC.No.10/09.18.201/2015-16 dated 01.07.2015**

(₹ in Lacs)

Sr. No.	Capital to Risk Asset Ratio (CRAR)	31.03.2021	31.03.2020
1.	A. Tier I Ratio	9.37%	8.69%
	B. Tier II Ratio	4.06%	4.48%
	CRAR	13.43%	13.17%
2.	Movement of CRAR		
	A. Tier I Capital	39,682.89	38,720.93
	B. Tier II Capital	17,173.14	19,943.51
	Capital Funds	56,856.03	58,664.44
	C. Risk Weighted Assets	4,23,260.44	4,45,496.53

*As per ICAI guidelines, Bank conservatively considers Software as an intangible assets & deducts the same from Capital funds to arrive at CRAR. Had it not done so, the CRAR would have been 13.54% (P.Y. 13.28%).

(₹ in Lacs)

3.	Value of Investments is as under:	31.03.2021	31.03.2020
	Government/ Approved Securities (Market Value)	1,88,186.00	2,15,668.86
	Bonds of Public Sector Undertakings (Market Value)	-	1,536.90
	Other Investments (Cost Value or Market Value whichever is less)	11,485.14	14,941.34
	Shares in Co-operative Institution(Cost Value)	0.14	0.14
	TOTAL MARKET VALUE	1,99,825.52	2,32,207.92
	TOTAL FACE VALUE	1,93,645.39	2,21,342.79
	TOTAL BOOK VALUE	1,92,369.42	2,20,207.14

Investment of Face Value Rs. 3,000.00 Lacs as on 31st March 2021 (Face Value P.Y. Rs. 2,000.00 Lacs) and Market Value Rs. 3,053.90 Lacs as on 31st March, 2021 (Market Value P.Y. Rs. 2,121.80 Lacs) have been lodged with CCIL as Collateral /Settlement Guarantee Fund.)

Further, Investment of Face Value Rs. 15,000.00 Lacs as on 31st March, 2021 (Face Value P.Y. 13,500 Lacs) and Market Value Rs. 15,295.85 Lacs as on 31st March, 2021 (Market Value P.Y. 13,633.00 Lacs) have been lodged with CBLO as Collateral/Settlement Guarantee Fund.

Investment of Face Value Rs. 125.00 Lacs as on 31st March 2021 (Face Value P.Y. Rs. 125.00 Lacs) and Market Value Rs.122.71 Lacs as on 31st March, 2020 (Market Value P.Y. 121.73 Lacs) have been lodged with CCIL as Contribution to Default Fund- USD INR Segment.

Investment of Face Value Rs. 125.00 Lacs as on 31st March, 2021 (Face Value P.Y. Rs. 125.00 Lacs) and Market Value Rs.122.71 Lacs as on 31st March, 2020 (Market Value P.Y. Rs. 121.73 Lacs) have been lodged with CCIL as Contribution to Default Fund- Forex Forward Segment.

Investment of Face Value Rs. 17,311.20 Lacs as on 31st March 2021 (Face Value P.Y. Rs. 17,000.00 Lacs), Book Value Rs.16,758.39 Lacs as on 31st March, 2021 (Book Value P.Y. Rs. 16,444.44 Lacs) and Market Value Rs. 17,978.08 Lacs as on 31st March, 2021 (Market Value Rs. 17,533.67 Lacs) have been liened for Reserve Fund Investment.

Investment of Face Value Rs. 9,500.00 Lacs as on 31st March, 2021 (Face Value P.Y. Rs. 9,500 Lacs), and Market Value Rs. 10,674.13 Lacs as on 31st March, 2021 (Market Value P.Y. Rs. 10,717.13 Lacs) have been lodged with RBI towards LTRO Margin.

Investment of Face Value Rs. 5,000.00 Lacs as on 31st March, 2021 and Market Value Rs. 5,568.54 Lacs as on 31st March, 2021 have been lodged with RBI towards MSF Margin.

(₹ in Lacs)

Sr.No.	Particulars	31.03.2021	31.03.2020
4.	A. Foreign Currency Liabilities	606.59	694.43
	B. Foreign Currency Assets	602.45	691.79

5. In connection with Repo/Reverse Repo transactions: (in Face Value terms)

(₹ in Lacs)

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	Outstanding as on March 31, 2021
Securities sold under REPO				
(i) Government Securities	10,300.00	10,300.00	10,300.00	10,300.00
(ii) Corporate Debt Securities	NIL	NIL	NIL	NIL
Securities purchased under Reverse REPO				
(i) Government Securities	100.00	1,23,800.00	32,727.27	3,500.00
(ii) Corporate Debt Securities	NIL	NIL	NIL	NIL

6. Disclosure regarding Non-SLR Investments in Bonds as on 31.03.2021.

A. Issuer composition

(₹ in Lacs)

Sr. No.	Issuer	Amount	Extent of 'Below Investment Grade' securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
(1)	(2)	(3)	(4)	(5)	(6)
A.	PSU'S	NIL	NIL	NIL	NIL
B.	FI'S	NIL	NIL	NIL	NIL
C.	Nationalised Banks	NIL	NIL	NIL	NIL
D.	Mutual Funds	NIL	NIL	NIL	NIL
E.	Others * (incl. SR BONDS)	11,485.28	NIL	7,723.28	7,723.28
F.	Provisions held towards Depreciation	(0.09)	-	(0.09)	-
	TOTAL (A+B+C+D+E)	11,485.28	NIL	7,723.28	7,723.28

*includes Shares of National Payment Corporation of India towards membership, SR Bonds and NCDs.

B. Non Performing Investments: -NIL (For F.Y. 2020-21 and F.Y. 2019-20). Hence movement not disclosed.

(₹ in Lacs)

7.	Advances to sensitive sectors	31.03.2021	31.03.2020
	Against -		
	a. Housing*	89,479.99	90,346.41
	b. Construction business (excluding rent discounting)	3,087.97	3,252.94
	c. Real estate **	15,200.54	17,460.05
	d. Against Shares and Debentures	21.21	0.52
	*Includes staff housing loans of Rs. 8,668.05 Lacs (P.Y. Rs. 7,997.92 Lacs) ** Excludes IPRE (Income Producing Real Estate) of Rs. 4,731.00 Lacs (P.Y. Rs. 8,017.89 Lacs) **Includes Non-Funded CRE Advances of Rs. 323.70 Lacs (P.Y. Rs. 346.20 Lacs) and Overdraft against property of Rs. 1,043.69 Lacs (P.Y. Rs. 1,124.93 Lacs)		

8. The Bank obtains quarterly declarations from its directors regarding updated status of their relatives. There have been no sanctioned limits to directors and relatives and the company/ firm where they are interested (Funded and Non Funded) as at 31.03.2021 (P.Y. – NIL). Advances to directors outstanding as at 31.03.2021 is Nil (P.Y. - NIL). Directors and relatives have not given any guarantees for any limits sanctioned by the Bank.

	Particulars	31.03.2021	31.03.2020
9.	Average cost of deposits	5.92%	6.74%

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
10.	NPA's at the end of the year		
	a. Gross NPA's	36,454.85	36,106.64
	b. Net NPA's	22,184.00	24,378.47

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
11.	Movements in Gross NPA		
	Opening Balance – Gross NPAs	36,106.64	20,079.92
	Additions during the year *	9,652.44	23,636.61
	Less: Recovered /Upgraded/closed	8,233.76	4,066.13
	Less: Written Off	1,070.47	3,543.76
	Closing Balance – Gross NPA	36,454.85	36,106.64
	* Does not include amounts of NPAs of Rs. 5,023.33 Lacs added and recovered during the current year.(P.Y. Rs.8,480.20Lacs)		
	Net NPA		
	Gross NPA	36,454.85	36,106.64
	Less: Provision/appropriation as at end Mar 2021.	14,270.85	11,728.17
	Net NPAs	22,184.00	24,378.47

12.	Profitability **	31.03.2021	31.03.2020
	A. Interest income as a percentage of working funds	7.79%	7.77%
	B. Non-interest income as a percentage of working funds	0.87%	0.72%
	C. Operating profit as a percentage of working funds	0.87%	0.53%
	D. Return on Assets (Net Profit /Average of working funds)	0.17%	0.03%
	E. Business (Deposits + Advances) per employee (Rs. Lacs)	1,025.89	1,126.96
	F. Profit per employee (Rs. Lacs)	1.35	0.27

** Working Fund excludes Contra items in Balance Sheet.

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
13.	Provisions made towards NPA during the year debited to Profit and Loss Accounts	3,520.00	3,905.00

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
14.	Contingent provision made/written back during the year against depreciation in investment	-	58.20

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
15.	Provisions made towards standard assets during the year debited to Profit and Loss Account	-	-

(₹ in Lacs)

	Particulars	31.03.2021	31.03.2020
16.	Provisions made towards Moratorium assets during the year debited to Profit and Loss Account	47.00	46.15

(₹ in Lacs)

Particulars	2020-21	2019-20
17. Movement in provisions		
A. Towards NPAs		
i. Bad and Doubtful Debts Reserve		
Opening Balance	9,404.72	9,043.48
Add: Provision during the year	3,520.00	3,905.00
Add: Transfer from other reserve	2,416.60	-
Total	15,341.32	12,948.48
Less: Write back of provision on account of closure of/recovery in/ write off of NPA/ ARC	(1070.47)	(3,543.76)
Closing Balance	14,270.85	9,404.72
ii. Bad and Doubtful Debts Fund		
Opening Balance	2,323.45	2,177.97
Add: Amount appropriated from profits after tax	-	707.00
Less: Write back of provision on account of sale of assets to ARC/ Interest Reversal on NPA	-	(561.52)
Less : Transferred to BDDR	2,323.45	-
Closing Balance	-	2,323.45
B. Towards Standard Assets		
Opening Balance	2,189.00	2,189.00
Add: Additions during the year	-	-
Less: Written back during the year	-	-
Closing Balance	2,189.00	2,189.00
C. Towards Assets where Moratorium Issued		
Opening Balance	46.15	-
Add: Additions during the year	47.00	46.15
Less: Transfer to BDDR as on 31.03.2021	93.15	-
Closing Balance	-	46.15

(₹ in Lacs)

18. Movements in Contingent provisions against depreciation in investment	31.03.2021	31.03.2020
Opening Balance	73.00	14.80
Add: Provision made during the year	-	58.20
Less: Excess provision reversed	-	-
Closing Balance	73.00	73.00

(₹ in Lacs)

19. Movements in Investment Fluctuation Reserve	31.03.2021	31.03.2020
Opening Balance	1,232.54	1,232.54
Additions during the year	-	-
Less: Excess written back	-	-
Closing Balance	1,232.54	1,232.54

20. Disclosure in respect of Restructured Accounts as per RBI master circular no. RBI/2009-10/93UBD. PCB.MC.No. 3/09.14.000 / 2009-10 July 1, 2009 (Annexure - VIII) (₹ in Lacs)

Restructured Accounts during F.Y. 2020-21				
		Housing Loans	SME Debt Restructuring	Others
Standard Advances Restructured	No of Borrowers	19	15	35
	Amount Outstanding	519.47	6,059.74	6,289.23
	Sacrifice	-	-	-
Substandard Accounts Restructured	No of Borrowers	-	-	-
	Amount Outstanding	-	-	-
	Sacrifice	-	-	-
Doubtful Accounts Restructured	No of Borrowers	-	-	-
	Amount Outstanding	-	-	-
	Sacrifice	-	-	-
Total	No of Borrowers	19	15	35
	Amount Outstanding	519.47	6,059.74	6,289.23
	Sacrifice	-	-	-

Note: There are no accounts pending for restructuring where applications have been received and not approved.

21. DICGC Insurance Premium paid for the current financial year is Rs. 1,066.73 Lacs (P.Y. Rs. 920.07 Lacs).
22. No penalty or fine has been charged by the RBI for the current Financial Year.
23. There has been no default on CRR & SLR stipulated requirement by the Bank during the year.
24. **Capital Charge on Market Risk :**

Market Risk in Trading book - Standardized Modified Duration Approach:

Qualitative Disclosures:-

The general qualitative disclosure requirement for market risk:-

Strategies and Processes:

Investment Policy which includes Market Risk Management is in line with the RBI regulations vide circular UBD.BPD.(PCB). Cir. No. 42/09.11.600/2009-10 dated February 8, 2010 and business requirements.

The overall objective of market risk management is to enhance profitability by improving the Bank's competitive advantage and mitigate loss from all types of market risk loss events.

Scope and Nature of Risk Reporting / Measurement Systems:

The Bank has regulatory / internal limits for various Instruments in place.

Various exposure limits for market risk management such as Overnight Limit, Aggregate Gap Limit and Investment Limit etc. are in place.

The portfolio covered by Standardized Modified Duration Approach for computation of Capital Charge for Market Risk includes investment portfolio held under AFS and Forex Open Positions.

Quantitative Disclosures:

(₹ in Lacs)

Particulars	Amount of Capital Required	
	31.03.2021	31.03.2020
• Interest rate risk	895.96	1,779.40
• Equity position risk	5.11	5.11
• Foreign exchange risk	66.83	63.27

25. Information under Micro Small and Medium Enterprises (Development) Act, 2006 (MSMED Act, 2006)

The information from suppliers/service providers regarding their registration under MSMED Act, 2006 is not fully received by the Bank. Therefore, information relating to cases of delays if any, in payment to such enterprises or of interest payments due to such delays is not given.

26. There is no breach in Single Borrower / Group Borrower limit.

संचालक मंडळाचा अहवाल (संक्षिप्त गोषवारा)

संचालक मंडळ १०४ वा वार्षिक अहवाल व त्यासोबत ३१ मार्च, २०२१ रोजी संपलेल्या आर्थिक वर्षासाठीचे लेखापरीक्षित हिशेब सादर करित आहेत.

भारतातील अर्थव्यवस्था:

कोविड-१९ महासाथीमुळे जगभरात तसेच आपल्या देशातही अभूतपूर्व अशी परिस्थिती निर्माण झालेली आहे. आर्थिक वर्ष २०२१ मध्ये भारतातील आर्थिक व्यवहारांमध्ये ७.३% ची घट झाली (याच्या तुलनेत आर्थिक वर्ष २०२० मध्ये ४.०% वाढ झालेली होती आणि आर्थिक वर्ष २०१९ मध्ये ६.५% वाढ झालेली होती) आणि याचे कारण म्हणजे २०२० सालच्या एप्रिल-मे महिन्यात लागू करण्यात आलेले देशभरातील लॉकडाऊन आणि त्यानंतरच्या महिन्यांमध्ये या लॉकडाऊनचे झालेले परिणाम.

- * सेवा क्षेत्रातील व्यवहार आर्थिक वर्ष २०२१ मध्ये ८.४% ने घटले, तर आर्थिक वर्ष २०२० मध्ये ते ७.२% ने वाढले होते.
- * सेवाक्षेत्रातील व्यवहार थोडेफार सुधारलेले असले तरी, ज्या सेवाक्षेत्रांमध्ये ग्राहकांशी प्रत्यक्ष संबंध येतो त्यांची स्थिती कोविड-१९ पूर्वीच्या पातळीवर पोचण्यासाठी काही काळ लागणार आहे.
- * अशा निराशादायक स्थितीत आशेचा एकमेव किरण म्हणजे कृषी आणि सहाय्यक उपक्रम, कारण कृषीक्षेत्रातील उत्पादन (GVA) आर्थिक वर्ष २०२१ मध्ये ३.६% ने वाढले.
- * पेट्रोल आणि डिझेलचे भाव वाढल्यामुळे त्याचे परिणाम व्यापारावर दिसून येत आहेत आणि वाहतुकीचा खर्च वाढल्यामुळे एकूणच वस्तू व सेवांच्या किंमती आणखी वाढू शकतील, असे दिसते. यामुळे, आर्थिक वर्ष २०२१ मध्ये चलनवाढीचा (CPI inflation) सरासरी दर ६.२% होता, तर हाच दर आर्थिक वर्ष २०२० मध्ये ४.८% इतका होता.

रिझर्व बँक ऑफ इंडिया (आरबीआय) च्या अंदाजानुसार ग्रामीण भागातील वाढत्या मागणीमुळे, शहरी भागातील मागणीत सुधारणा झाल्यामुळे, गुंतवणुकीबद्दलची मागणी खूपच वाढल्यामुळे आणि निर्यातीमुळे आर्थिक वर्ष २०२२ मध्ये १०.५% इतकी निव्वळ जीडीपी (GDP) वाढ दिसेल असे वाटते.

बँकिंग उद्योगाची स्थिती:

कोविड-१९ च्या एकूण परिणामामुळे आर्थिक वर्ष २०२१ च्या पहिल्या सहामाहीत कर्जाची मागणी कमी होती, परंतु दुसऱ्या सहामाहीत, ऑक्टोबर २०२० नंतर ही परिस्थिती सुधारली. आरबीआयने आर्थिक वर्ष २०२१ साठी प्रसिद्ध केलेल्या प्रोव्हिजनल डेटानुसार, एकूण कर्जाची स्थिती गेल्या ५९ वर्षांतील सर्वात कमी म्हणजे ५.६% इतकी होती तर आर्थिक वर्ष २०२० मध्ये त्यात ६.१% इतकी वाढ झालेली होती.

आरबीआयने या महासाथीच्या काळात एकूणच बाजारपेठेला आणि आर्थिक स्थितीला आधार देण्यामध्ये महत्त्वाची भूमिका बजावली. तरलता (लिक्विडिटी) बद्दल योजले गेलेले अनेक उपाय आणि 'की पॉलिसी रेपो रेट' मध्ये ११५ बीपीएसने घट करून तो ४.०% वर तर सीआरआरमध्ये १०० बीपीएसने घट करून ३.०% वर आणल्यामुळे कर्जपुरवठ्याचे तसेच ठेवींचे दर आणखी खाली येण्यास सुरुवात झाली.

आरबीआयचे यूसीबी (अर्बन कोऑपरेटिव्ह बँक्स - शहरी सहकारी बँका) ना लागू होणारे महत्त्वाचे निर्देश :

- * ऑगस्ट २०२० मध्ये रिझर्व्ह बँकेने मोठ्या अर्बन कोऑपरेटिव्ह बँकाना (यूसीबी) कार्यक्षमता व पारदर्शकता वाढवण्यासाठी सिस्टीम बेस्ड असेट क्लासिफिकेशन सुरू करण्याचे आदेश दिले. मार्च ३१, २०२० रोजी ज्या शहरी सहकारी बँकांची एकूण मालमत्ता २,००० कोटीपेक्षाही जास्त असेल त्यांना जून ३०, २०२१ पासून सिस्टीम-बेस्ड असेट क्लासिफिकेशनची कार्यवाही करणे अनिवार्य केली आहे.

बँकेने नियामकांच्या निर्देशांचे यापूर्वीच पालन केलेले आहे.

- * ऑक्टोबर २०२० मध्ये, आरबीआयने कर्जपुरवठा करणाऱ्या सर्व संस्थांना, मार्च १, २०२० ते ऑगस्ट ३१, २०२० या कालावधीतील सरळ व्याज आणि चक्रवाढ व्याजामधील फरकाची रक्कम काही विशिष्ट श्रेणीमधील कर्जदारांच्या खात्यात सानुग्रह

जमा करण्याचे (एक्स-ग्रेसिया पेमेंट) निर्देश दिले.

बँकेने सदर निर्देशांचे पालन केलेले आहे आणि पात्र कर्जदारांच्या खात्यांमध्ये व्याजातील फरकाची रक्कम जमा करण्यात आलेली आहे.

- * एमएसएमई (MSME) साठी इंटरेस्ट सबव्हेंशन स्कीम म्हणजेच व्याज अनुदान योजना लागू करण्यासाठी सहकारी बँकांना मार्च ३, २०२० पासून पात्र कर्जपुरवठादार संस्था ठरवण्यात आले. या योजनेत पात्र एमएसएमई (सूक्ष्म, लहान आणि मध्यम उद्योग) ना या योजनेच्या वैध कालावधीत त्यांच्या येणे असलेल्या नवीन/ वाढीव (इन्क्रीमेंटल) मुदत कर्जावर/ वर्किंग कॅपिटलवर २% प्रतिवर्ष यानुसार व्याजात सवलत देण्यात येते. या योजनेची वैधता मार्च ३१, २०२१ पर्यंत वाढवण्यात आली. या योजनेची व्याप्ती १०० लाखांपर्यंतच्या सर्व मुदत कर्जासाठी/ वर्किंग कॅपिटलसाठी मर्यादित केलेली होती.

बँकेने सदर योजनेची अंमलबजावणी केलेली आहे.

- * सहकारी बँकिंग क्षेत्र सक्षम करण्यासाठी उपाय योजना ठरविण्याच्या उद्देशाने रिझर्व्ह बँकेने आठ तज्ञांची समिती गठित केली आहे.

सर्व यूसीबी (UCB) समितीच्या सूचनांची वाट पहात आहेत.

- * बँकांच्या ताळेबंदांची स्थिती अधिक चांगली करणे व त्याबरोबरच प्रत्यक्ष उद्योग/व्यापाराला कर्जपुरवठा देण्यासाठी सहाय्य करणे यासाठी आरबीआयने त्यांच्या दिनांक ४ डिसेंबर, २०२० च्या परिपत्रकानुसार असे निर्देश दिलेले आहेत की बँकांनी इक्विटी समभागांवर ३१ मार्च, २०२० रोजी संपलेल्या आर्थिक वर्षामधील नफ्यातून कोणतेही डिविडंडचे पैसे देऊ नयेत.

- * आरबीआय 'टेक्नॉलॉजी व्हिजन फॉर सायबर सेक्युरिटी' ही योजना शहरी सहकारी बँकांसाठी कार्यान्वित करणार आहे (२०२०-२०२३) ज्याद्वारे शहरी सहकारी बँकिंगमधील माहितीतंत्रज्ञान सुरक्षा यंत्रणा अधिक बळकट करण्यात येऊन कोणत्याही प्रकारच्या सायबर हल्ल्याला प्रतिबंध करणे, शोधून काढणे आणि त्यातून बाहेर येणे शक्य होईल. दि टेक्नॉलॉजी व्हिजन डॉक्युमेंटमध्ये बदलत्या माहिती तंत्रज्ञान (आयटी) आणि सायबर धोक्यांविरुद्ध शहरी सहकारी बँकिंग क्षेत्रातील सायबर सेक्युरिटीसंबंधित यंत्रणा अधिक बळकट करण्यावर भर दिलेला आहे.

बँक सायबर सेक्युरिटी (माहिती तंत्रज्ञान क्षेत्रातील सुरक्षा) बद्दलच्या वैशिष्ट्यांची अंमलबजावणी आणि त्यात सुधारणा करण्यासाठी मूलभूत सुविधांसाठी आवश्यक तो खर्च करण्यासाठी वचनबद्ध आहे.

- * कोविड-१९ महासाथीच्या काळात यूसीबींना वार्षिक सर्वसाधारण सभा वेळेवर घेण्यामध्ये अडचणींचा सामना करावा लागत होता आणि म्हणून काही यूसीबी आणि फेडरेशनसनी आरबीआयला विनंती केलेली होती की बीओएम (BoM) तयार करण्यासाठीची काल मर्यादा वाढवावी. याचा विचार करून, आरबीआयने बीओएम स्थापन करण्यासाठीचा कालावधी आणखी सहा महिन्यांनी, म्हणजेच ३१ डिसेंबर, २०२१ पर्यंत वाढवलेला आहे. परंतु, ज्या यूसीबींना मार्च ३१, २०२० रोजी संपलेल्या आर्थिक वर्षासाठीची सर्वसाधारण सभा घेता येणे शक्य झाले परंतु त्यांनी बीओएम (BoM) स्थापन करण्यासाठीच्या तरतुदी समाविष्ट करण्यासाठी त्यांच्या बायलॉजमध्ये दुरुस्ती केलेली नाही अशा शहरी सहकारी बँकांना कालावधीतील वाढ लागू नाही.

महत्वाचे कामगिरीविषयक निदर्शक:

बँकेच्या कामकाजाची संक्षिप्तरूपाने माहिती:

(रु. कोटींत)

तपशील	२०१८-१९	२०१९-२०	२०२०-२१
ठेवी	७,६०१	७,८७६	६,९९४
कर्जे	५,२५१	४,९०४	४,२७०
उलाढाल	१२,८५२	१२,७८०	११,२६४
कार्यात्मक नफा (ऑपरेटिंग प्रॉफिट)	९२.५३	४७.६७	७०.००
निव्वळ नफा	४०.२६	३.०७	१४.७९
ढोबळ अनुत्पादित कर्जे	२००.८०	३६१.०७	३६४.५५
अनुत्पादित कर्जे (एनपीए) एकूण कर्जाच्या %	३.८२	७.३६	८.५४
नक्त अनुत्पादित कर्जे	८८.५८	२४३.७८	२२१.८४
नक्त अनुत्पादित कर्जे निव्वळ कर्जाच्या %	१.७२	५.०९	५.३७

एकूण आर्थिक परिस्थिती अनुकूल नसतानाही आणि कोविडच्या परिणामांना सामोरे जाऊनदेखील, तुमच्या बँकेने अनेक उपाययोजनांची अंमलबजावणी केलेली आहे, ज्यात आरबीआय नियमांनुसार कर्जांची किंमत (खर्च) कमी करण्यासाठी एलटीडी-८४ महिन्यांच्या बाबतीत ५ वर्षांनंतर कॉल ऑप्शनची कार्यवाही करण्याचा समावेश आहे. इतर काही महत्वाचे निदर्शक पुढीलप्रमाणे आहेत:

१. स्वनिधी (ओन्ड फंडस) रु. ७८१.२४ कोटींवरून वाढून तो रु. ८२१.५१ कोटी झाला.
२. आर्थिक वर्ष २०२०-२१ साठीचा कार्यात्मक नफा (ऑपरेटिंग प्रॉफिट) सुधारून तो रु. ७०.०० कोटी झाला, जो मागील वर्षी रु.४७.६७ कोटी होता.
३. प्रति कर्मचारी ऑपरेटिंग प्रॉफिट रु.४.२० लाख होता , त्यात वाढ होऊन तो आर्थिक वर्ष २०२०-२१ मध्ये रु.६.३८ लाख झाला.
४. आर्थिक वर्ष २०२०-२१ साठीचा करपश्चात निव्वळ नफा यामध्ये सुधारणा होऊन मागील वर्षीच्या रु.३.०७ कोटीच्या तुलनेत तो रु.१४.७९ कोटी झाला.
५. बँकेने ठेवीच्या सरासरी व्याजाच्या खर्चावर नियंत्रण ठेवले आहे आणि ते ५.९२% पर्यंत खाली आणले आहे.
६. बँकेचा NII सुधारून तो गतवर्षीच्या २.०७% वरून या वर्षी अखेर २.२६% पर्यंत वाढला.
७. बँकेने प्रोव्हिजन कव्हेरेज रेशो (पीसीआर) ३२% वरून सुधारून तो ३९% वर नेला.
८. बँकेच्या सीआरएआर (CRAR) मध्ये सुधारणा होऊन तो १३.४३% झाला, जे १२% च्या निर्देशित प्रमाणापेक्षा अधिक आहे. तसेच बँकेचे केंद्रीय भांडवल (कोअर कॅपिटल) (स्तर १) वाढून ते ९% पेक्षा जास्त चांगल्या पातळीवर आलेले आहे.
९. बँकेला आपले एकूण एनपीए (NPA) मर्यादित ठेवण्यात यश आलेले आहे. मागील वर्षी एकूण एनपीए रु.३६१.०७ कोटी होते ते यावर्षी रु. ३६४.५५ कोटी आहेत.
१०. ३१ मार्च २०२० रोजी निव्वळ एनपीएची रक्कम रु.२४३.७८ कोटी इतकी होती, त्यात घट होऊन ती ३१ मार्च, २०२१ रोजी रु.२२१.८४ कोटी झालेली आहे.

ठेवींची स्थिती खाली दाखवल्यानुसार आहे :

(रु. कोटींत)

प्रकार	३१.०३.२०२० रोजीची स्थिती	%	३१.०३.२०२१ ची स्थिती	%
बचत	१,४२६	१८.११	१,५२५	२१.८०
चालू	३००	३.८०	३०२	४.३२
मुदत	६,१५०	७८.०९	५,१६७	७३.८८
एकूण	७,८७६	१००.००	६,९९४	१००.००

कर्जांची स्थिती खाली दाखवल्यानुसार आहे:

(रु. कोटींत)

प्रकार	२०१९-२०	%	२०२०-२१	%
रीटेल	१,६६२	३३.८९	१,५५७	३६.४६
होलसेल	२,३१३	४७.१७	२,०८७	४८.८८
इतर	९२९	१८.९४	६२६	१४.६६
एकूण	४,९०४	१००.००	४,२७०	१००.००

विनियोग

संचालक मंडळ वर्ष २०२०-२१ करीता नोटीस क्रमांक २ अन्वये खालील विनियोगांची शिफारस आपल्या मान्यतेसाठी करीत आहे.

(रु. लाखात)

अ)	वैधानिक विनियोग :	२०१९-२०	२०२०-२१
१	स्टॅच्यूटरी रिझर्व फंड (वैधानिक राखीव निधी)	७७	३७०
२	कंटेन्जन्सी रिझर्व फंड (आकस्मिक विपत्ती निधी)	३१	१४८
३	शैक्षणिक निधी	४	१५
इ)	इतर विनियोग:		
१	सामान्य राखीव निधी	—	७२३
२	कर्मचाऱ्यांना सानुग्रह अनुदान	—	४६०
३	आयकर कायदा १९६१ च्या कलम ३६(१) (८) अन्वये विशेष निधी	७०	२१३
४	कर्मचारी कल्याण निधी	५४	९३
५	सभासद कल्याण निधी	२०	२०
६	देणगी निधी	२	६
७	अनुत्पादित कर्जे निधी	७०७	—
	ताळेबंदात दाखविलेला नक्त नफा	२	२
	एकूण	९६७	२,०५०

टीप : बँकेने इक्विटी समभागांवर रु. ६.०५ कोटी @ ७.००% नुसार आणि परपेच्युअल नॉन-क्युमुलेटिव्ह प्रेफरन्स शेअर्स (पीएनसीपीएस) वर रु.१.०० कोटी केली @ ७.००% नुसार लाभांश जाहीर करण्यासाठी आरबीआयकडे परवानगीसाठी अर्ज केलेला आहे. हे आरबीआय निर्देश क्र. डीओआर एसीसी आरइसी ७/२१.०२.०६७/२०२१-२२ दिनांक २२ एप्रिल २०२१ नुसार आहे. लाभांशाची रक्कम रु ७.०५ कोटी सध्या सामान्य राखीव निधीत समाविष्ट केलेली आहे.

कॅपिटल टू रिस्क असेट रेशो (CRAR) (स्वनिधी पर्याप्तता)

बँकेच्या कॅपिटल टू रिस्क असेट रेशो (CRAR) चे प्रमाण ३१ मार्च, २०२१ रोजी १३.४३% होते, जे फॉरेन एक्स्चेंज ऑथराइज्ड डीलर कॅटेगरी १ लायसेन्ससाठी असलेल्या १२% किमान आवश्यक प्रमाणाच्या तुलनेत जास्त आहे.

लाभांश

आरबीआयच्या संमतीच्या अधीन राहून, संचालक मंडळाने ३१ मार्च, २०२१ रोजी संपलेल्या वर्षासाठी इक्विटी समभागांवर @ ७.००% प्रति वर्ष (प्रो-राटा) याप्रमाणे रु. ६.०५ कोटी लाभांश आणि परपेच्युअल नॉन-क्युमुलेटिव्ह प्रेफरन्स शेअर्स (पीएनसीपीएस) वर रु.१.०० कोटी लाभांशाची शिफारस केलेली आहे.

भाग भांडवल

आरबीआयने दि. १३ जानेवारी, २०२१ च्या परिपत्रकानुसार ज्या यूसीबी (UCB) ९% किंवा त्यापेक्षा जास्त सीआरएआर (CRAR) ठेवत आहेत त्यांना भाग भांडवलाचे मूल्य त्यांच्या सभासदांना किंवा नामनिर्देशित व्यक्तींना/ मयत सभासदांच्या कायदेशीर वारसांना, मागणी केल्यास परत करण्याची परवानगी दिलेली आहे. या परिपत्रकानुसार, बँकेने जानेवारी ते मार्च २०२१ या कालावधीत रु.४.०२ कोटींची रक्कम परत केलेली आहे. आर्थिक वर्ष २०२०-२१ मध्ये परत केलेल्या भाग भांडवलाच्या एकूण परताव्याची रक्कम रु.४.१९ कोटी आहे.

सभासदांनी कृपया याची नोंद घ्यावी, की बँकेच्या उप-विधीतील उप-विधी १६(१) नुसार अशी तरतूद केलेली आहे की 'कोणत्याही एका सहकार वर्षात, भाग भांडवलातून काढून घेण्यात आलेली रक्कम मागील वर्षाच्या ३१ मार्च रोजीच्या एकूण पेड-अप कॅपिटलच्या १०% पेक्षा जास्त असता कामा नये.'

क्रेडिट रिस्क मॅनेजमेंट (कर्ज जोखीम व्यवस्थापन)

बँक कर्ज जोखीम मूल्यमापनात सुधारणा करण्यासाठी, सेंट्रलाइज्ड अॅडव्हान्सेस डिपार्टमेंट (CAD) आणि क्रेडिट मॉनिटरिंग डिपार्टमेंट (CMD) यांच्याद्वारे केलेल्या विविध अभ्यासांतून उद्योगविशिष्ट, क्षेत्रांनुसार आणि उत्पादनांनुसार विशिष्ट धोक्यांचे मूल्यमापन करण्यासाठी नव्या पद्धती व तंत्रांचा उपयोग करीत आहे.

असेट क्वालिटी (कर्जाची गुणवत्ता)

मार्च २०२१ संपताना, बँकेचे ढोबळ अनुत्पादित कर्जे आणि नक्त अनुत्पादित कर्जे अनुक्रमे रु.३६४.५५ कोटी, म्हणजेच एकूण कर्जाच्या ८.५४% आणि रु.२२१.८४ कोटी, म्हणजेच निव्वळ कर्जाच्या ५.३७% होते.

आर्थिक वर्ष २०२०-२१ च्या पहिल्या सहामाहीत कोविड-१९ महासाथीच्या उद्रेकामुळे, वसुलीच्या प्रयत्नांना थोडीफार खीळ बसली होती. परंतु दुसऱ्या सहामाहीत कोविडची परिस्थिती सुधारल्यानंतर, आणखी घसरण होण्यावर खूपच नियंत्रण ठेवले गेले आणि वसुलीचे प्रयत्न अधिक जोमाने केले गेले, ज्यामुळे बँकेला एनपीएमधील वाढीवर कार्यक्षमतेने नियंत्रण राखता आलेले आहे.

खात्यांची पुनर्रचना करण्याबद्दलच्या आरबीआयच्या परिपत्रकानुसार, बँकेने एकूण रु.१२,८६८.४४ लाख कर्ज रकमेची पुनर्रचना केलेली आहे, ज्यात रु.११,२४१.५९ लाख होलसेल कर्जे असून रु. १,६२६.८५ रीटेल कर्जे आहेत, ज्यांसाठी बँकेने एकूण रु.८३६.८० लाखांची तरतूद केलेली आहे.

गुंतवणूक

बँकेच्या कोष विभागात (ट्रेझरी विभागामध्ये) देशांतर्गत व परकीय चलनातील (डोमेस्टिक व फॉरेक्स) ट्रेझरीचा समावेश असून, विविध

एसएलआर आणि बिगर-एसएलआर गुंतवणुकीचे कामकाज हा विभाग पाहतो, उदा. सरकारी रोखे, म्युच्युअल फंडस, अ-रूपांतरणीय डिबेंचर्स, इंटर-बँक ठेवी, फॉरेन एक्स्चेंज व कॅश इन्स्ट्रुमेंट्स, आणि त्याच वेळी कर्जासाठी पुरेसा निधी उपलब्ध राहण्याकडेही लक्ष देतो. ट्रेझरी विभागातर्फे ताळेबंदातील तरलता (लिक्विडिटी) आणि व्याज दर जोखमीचेही व्यवस्थापन केले जाते आणि हा विभाग राखीव निधी बदलच्या आवश्यकतांची पूर्तता करण्यासाठी जबाबदार असतो.

वर्षभरातील ट्रेझरी विभागाचे कार्य

ट्रेझरीशी संबंधित कामांमधील नफा (ज्यात फॉरेक्स ट्रेझरीचा समावेश आहे) २०१९-२० मध्ये रु.३०.१८ कोटी होता, त्यात वाढ होऊन २०२०-२१ मध्ये तो रु.४२.३९ कोटी झाला. ट्रेझरीचा नफा ४०% वाढला, ज्याचे मुख्य कारण सरकारी रोख्यांमध्ये अधिक प्रमाणात विक्रीमध्ये मिळालेला नफा हे होते.

तंत्रज्ञान

बँकेला, संचालक मंडळाच्या आणि ज्येष्ठ व्यवस्थापनाच्या मार्गदर्शनाखाली बँकिंग फ्रंटियर्स तर्फे जानेवारी २०२१ मध्ये 'बेस्ट को-ऑपरेटिव्ह बँक, एक्सलन्स इन आयटी' (सर्वोत्तम सहकारी बँक- माहिती तंत्रज्ञान क्षेत्रात उत्तम कार्य) हा पुरस्कार मिळाला.

परीक्षणाखालील वर्षात, बँकेच्या तंत्रज्ञान प्रणालींच्या मूलभूत घटकांमध्ये सुधारणा करणे व त्या अधिक भक्कम करणे यांवर लक्ष केंद्रित करण्यात आले होते.

ऑनसिलरी बिझिनेस डिपार्टमेंट (इतर सहाय्यक व्यवसाय विभाग) चे उपक्रम

बँक आपल्या ग्राहकांना इतर अनेक सहाय्यक उत्पादने पुरवते, उदा. विमा, म्युच्युअल फंडस आणि डीमॅट.

ओपन आर्किटेक्चरखाली, आयआरडीएने मंजुरी दिल्यानुसार, बँकेने कॉर्पोरेट एजंट या स्वरूपात पाच विमा कंपन्यांबरोबर करार केलेले आहेत : मॅक्स लाइफ इन्शुरन्स कं. लिमिटेड आणि बजाज अलायन्झ इन्शुरन्स कं. लिमिटेड यांचेबरोबर जीवनविम्यासाठी, आयसीआयसीआय लॉबार्ड जनरल इन्शुरन्स कं. लिमिटेड आणि बजाज अलायन्झ जनरल इन्शुरन्स कं. लिमिटेड यांचेबरोबर सामान्य विम्यासाठी आणि केअर हेल्थ इन्शुरन्स कं. लिमिटेड यांचेबरोबर आरोग्य विमा उत्पादनांसाठी करार करण्यात आलेला आहे.

ज्या ग्राहकांचे बँकेबरोबर डीमॅट खाते आहे, अशा ग्राहकांना ऑनलाइन ट्रेडिंग प्लॅटफॉर्म पुरवण्यासाठी बँकेने प्रमुख ब्रोकर्सबरोबर रेफरल करार करण्याच्या दिशेने पावले उचलली आहेत. बँकेने फास्टटॅगसाठी चॅनल पार्टनर म्हणून आयडीबीआय बरोबर करार केला आहे.

बँक विविध संस्थांना, उदा. शाळा, कॉलेजे, सहकारी गृहनिर्माण सोसायट्या यांना डिजिटल पेमेंट सोल्यूशन 'क्विक-पे' देते ज्याद्वारे ऑनलाइन शुल्क भरणे आणि मॅटेनन्स चार्जेस भरणे इत्यादी कामे करता येतात. अधिक चांगल्या रीतीने ग्राहक सेवा देता यावी यासाठी बँक बचत खाते व चालू खाते यांची उत्पादने देण्याचा प्रयत्न करणार आहे.

आंतरराष्ट्रीय व्यवसाय

बँकेच्या इंटरनॅशनल बँकिंग डिविजन (IBD) ला फॉरेक्स एडी कॅटेगरी १ परवाना २०१५ मध्ये मिळालेला आहे आणि त्यांनी आपली 'बी' श्रेणीतील शाखा बँकेच्या मुख्य कार्यालयात उघडलेली आहे. बँक यूएसडी, इयूआर आणि जीबीपी परकीय चलनांमध्ये विविध प्रकारच्या परकीय चलन सेवा देते. बँक आपल्या निर्यातदार ग्राहकांना कर्ज सुविधाही देते, ज्यात प्री व पोस्ट शिपमेंट फायनान्स (रुपयांत व परकीय चलनात) चा समावेश आहे तर आयातदार ग्राहकांना इंपोर्ट एलसी आणि बायर्स क्रेडिटची सुविधाही बँक देते.

बँकेने इंडस्रूइंड बँकेशी करार केलेला असून त्याद्वारे परदेशातील विविध पर्यटन स्थळांना भेट देणाऱ्या आपल्या ग्राहकांना बँक १५ चलनांमधील ट्रॅव्हल कार्ड्स देते. बँकेने अनेक प्रमुख अधिकृत मनी चेंजर्सबरोबर करार केलेला असून परदेशी जाणाऱ्या ग्राहकांना स्पर्धात्मक दरात परकीय चलन शाखांच्या नेटवर्कद्वारे दिले जाते.

लेखा परीक्षण आणि तपासणी

बँकेमध्ये अंतर्गत आणि समवर्ती लेखापरीक्षण साठीची प्रणाली स्थापित केलेली आहे. बँकेच्या शाखांचे नियमितपणे अंतर्गत लेखापरीक्षण केले जाते. निर्देशित धोरणानुसार, काही निवडक शाखांमध्ये समवर्ती लेखापरीक्षण (मासिक/तिमाही) देखील केले जाते.

बँकेचे इन्फर्मेशन सिस्टीम ऑडिट मे. कोचर कन्सल्टंटस यांचेद्वारे आर्थिक वर्ष २०२०-२१ साठी केले गेले आणि ते प्रमाणित बाह्य

एजन्सीद्वारे दर वर्षी केले जाणार आहे.

आरबीआयने, ३ फेब्रुवारी, २०२१ च्या परिपत्रकानुसार, ज्या यूसीबीची रु.५०० कोटींपेक्षा जास्त मालमत्ता असेल त्यांनी ३१ मार्च, २०२२ पर्यंत रिस्क बेस्ड इंटरनल ऑडिट (RBIA) यंत्रणा कार्यान्वित करण्याचे आदेश दिलेले आहेत. रिझर्व्ह बँकेने दिलेल्या आरबीआयएबद्दलच्या मार्गदर्शक सूचनांनुसार बँकेने चालू आर्थिक वर्षात आरबीआयच्या कार्यवाहीसाठी सल्लागारांच्या सेवांची नेमणूक केलेली आहे.

या वर्षात, रिझर्व्ह बँकेने ३१ मार्च, २०२० रोजीच्या आर्थिक स्थितीच्या संदर्भात बँकेची ऑन-साइट तपासणी केली आहे.

व्हिजिलन्स (दक्षता) विभाग :

बँकेचा व्हिजिलन्स विभाग कोणत्याही संशयास्पद व्यवहारांची, अफरातफरीच्या व्यवहारांची, निधीच्या गैरवापराबद्दलच्या व्यवहारांची आणि जर कर्जे थकित झाली तर व कर्जे अतिशय लवकर खराब स्थितीत गेल्यास कर्मचाऱ्यांच्या उत्तरदायित्वाबद्दल तपासणी करण्यासाठी वरिष्ठ व्यवस्थापनाला मदत करतो.

वैधानिक लेखापरीक्षकांची नेमणूक

२५ नोव्हेंबर, २०२० रोजी झालेल्या १०३ व्या वार्षिक सर्वसाधारण सभेत आणि २८ व २९ नोव्हेंबर, २०२० रोजी घेण्यात आलेल्या इ-मतदानप्रक्रियेद्वारे, मे. ए.पी. संझगिरी अँड कं., चार्टर्ड अकाउंटंट्स यांची १०४ व्या वार्षिक सर्वसाधारण सभेपर्यंत बँकेचे वैधानिक लेखापरीक्षक म्हणून पुनर्नेमणूक करण्यात आली. त्यांच्या वैधानिक लेखापरीक्षक म्हणून केलेल्या पुनर्नेमणुकीला आरबीआयने २७ नोव्हेंबर, २०२० रोजी मान्यता दिलेली आहे.

वर उल्लेख केलेल्या मार्गदर्शक सूचनांनुसार, मे. ए. पी. संझगिरी अँड कं. यांनी त्यांचा निर्देशित कालावधी पूर्ण केलेला आहे, त्यामुळे बँकेला वैधानिक लेखापरीक्षकांच्या नवीन फर्मची नेमणूक आर्थिक वर्ष २०२१-२२ च्या वैधानिक लेखापरीक्षणासाठी करायची आहे.

आरबीआयने, २९ जुलै, २०२१ च्या त्यांच्या पत्रानुसार, मे. एम. पी. चितळे अँड कं., चार्टर्ड अकाउंटंट्स (एफआरएन १०१८५१डब्ल्यू) यांची बँकेचे आर्थिक वर्ष २०२१-२२ साठीचे वैधानिक लेखापरीक्षक म्हणून नेमणुकीला मंजुरी दिलेली आहे.

संचालक मंडळ आपल्या भागधारकांना विनंती करीत आहे की त्यांनी मे. एम. पी. चितळे अँड कं. यांची बँकेचे पुढच्या सर्वसाधारण वार्षिक सभेच्या तारखेपर्यंतचे वैधानिक लेखापरीक्षक म्हणून नियुक्तीला संमती द्यावी आणि संचालक मंडळाला त्यांचे मानधन ठरवण्याचे अधिकार द्यावेत.

शाखांचे एकत्रीकरण

सध्याची आर्थिक परिस्थिती लक्षात घेऊन, बँक आपल्या सध्या अस्तित्वात असलेल्या १०९ शाखांच्या नेटवर्कचे consolidation करण्याचा विचार करत आहे. बँकेने सध्या अस्तित्वात असलेल्या स्रोतांचा चांगल्यात चांगला उपयोग होण्यासाठी आणि कार्यात्मक कार्यक्षमता सुधारण्यासाठी काही विशिष्ट शाखांच्या एकत्रीकरणासाठी पावले उचलली आहेत.

मनुष्यबळ विकास

आपली बँक कर्मचाऱ्यांना सहाय्यक व समावेशक वातावरणात समाधान देणारी करियर बनवण्यासाठी संधी देते आणि कर्मचाऱ्यांची पार्श्वभूमी कोणतीही असली तरीदेखील त्यांना त्यांच्या पूर्ण क्षमतांचा उपयोग करता यावा यासाठी सर्वतोपरी प्रयत्न करते. बँकेच्या दीर्घकालीन व शाश्वत वाढीमध्ये भरीव हातभार लावण्याची इच्छा असणाऱ्या व्यक्ती बँकेला हव्या आहेत - ज्यात ग्राहकांशी थेट संबंध असलेले काम असू शकेल किंवा व्यवसाय तंत्रज्ञान, कायद्याशी संबंधित किंवा संपर्काशी संबंधित कामांचाही समावेश असू शकेल.

कोविड-१९ च्या महासाथीच्या काळात, ज्या कर्मचाऱ्यांनी अत्यंत बांधिलकीच्या भावनेने ग्राहकांना सेवा पुरवली त्यांच्याप्रती संचालक मंडळ प्रशंसा व्यक्त करीत आहे आणि ज्या कर्मचाऱ्यांना व त्यांच्या कुटुंबियांना कोविड-१९चा सामना करावा लागला त्यांचेप्रती सहानुभूती व्यक्त करीत आहे. बँकेच्या सुविधा आणि व्यवसाय कार्यरत राहावेत यासाठी दररोज एकूण आर्थिक व्यवहार चालू ठेवण्यासाठी अविरत कष्ट करणाऱ्या प्रत्येक कर्मचाऱ्याचा बँकेला अभिमान वाटतो.

ब्रँड बिल्डिंग:

बँकेने आपला ब्रँड वाढवण्यासाठी व टिकून राहण्यासाठी विविध उपक्रमांद्वारे सातत्याने प्रयत्न केलेले आहेत आणि ग्राहकांपर्यंत पोचण्यासाठी वर्तमानपत्रांमधून, बसस्टॉपवरील जाहिरातींमधून, रेडिओ, दूरदर्शन, इंटरनेट आणि इतर मार्केटिंग साधनांद्वारे ग्राहकांशी संवाद साधला आहे.

बँक आपली माहिती नेहमीच्या जाहिरातींद्वारे तसेच डिजिटल प्रमोशन्सद्वारे देत असते आणि ग्राहकांसाठी एक संपूर्णपणे नवीन असा डिजिटल अनुभव देते आणि बँकिंग व तंत्रज्ञान क्षेत्रातील सर्वोत्तम पद्धतींचे पालन करते.

श्री शेट शांताराम मंगेश कुलकर्णी मेमोरियल व्याख्यानमाला

श्री शेट शांताराम मंगेश कुलकर्णी मेमोरियल व्याख्यानमालेची सुरुवात सन १९९७ साली सुरु झाली, यामध्ये विविध क्षेत्रातील मान्यवर वक्त्यांची भाषणे आयोजित केली गेली.

बँकेला २०२०-२१ या वर्षात कोविड लॉकडाऊन मर्यादांमुळे बँकिंग क्षेत्राशी निगडित असलेले हे भाषण आयोजित करता आले नाही.

बँक, आपले संस्थापक सदस्य, शेट शांताराम मंगेश कुलकर्णी यांच्याप्रती आदर व्यक्त करण्यासाठी आणि सहकारी बँकिंग क्षेत्रातील वारसा पुढे चालवण्यासाठी, कोविड लॉकडाऊनसंबंधित मार्गदर्शक सूचनांनुसार जेव्हा शक्य होईल तेव्हा 'शेट शांताराम मंगेश कुलकर्णी मेमोरियल भाषण' चे आयोजन करणार आहे.

डिपॉझिट इन्शुरन्स (ठेव विमा)

बँक डिपॉझिट इन्शुरन्स अँड क्रेडिट गॅरंटी कॉर्पोरेशन (डीआयसीजीसी)ला बँकेतील ठेवींच्या संरक्षणासाठी नियमितपणे हप्ते भरते. बँकेने या वर्षी रु. १,०६७ लाख एवढी रक्कम हप्त्यांपोटी भरलेली आहे.

डीआयसीजीसी ही आरबीआयच्या संपूर्ण मालकीची सहाय्यक कंपनी असून, त्यांनी ४ फेब्रुवारी, २०२० पासून, विमा घेतलेल्या बँकांच्या ठेवीदारांसाठी विम्याचे संरक्षण सध्याच्या रु. १ लाख च्या मर्यादेवरून वाढवून ते रु. ५ लाख केलेले आहे. हप्त्याचा सुधारीत दर आर्थिक वर्ष २०२०-२१ पासून देय आहे.

ग्रीव्हन्स रिड्रेसल युनिट (तक्रार निवारण कक्ष)

ग्राहकांच्या समस्यांचे कार्यक्षम पद्धतीने आणि जलद निवारण करण्यासाठी आणि परिणामकारक ग्राहक सेवा देण्यासाठी बँकेने एक ग्रीव्हन्स रिड्रेसल युनिट (तक्रार निवारण कक्ष) स्थापन केलेला असून त्याचे प्रमुख बँकेचे प्रिन्सिपल नोडल ऑफिसर श्री. लक्ष्मीकांत देसाई आहेत. बँकेत एक ग्राहक सेवा कक्ष (कस्टमर केअर युनिट) असून त्याचे कामकाज २४ x ७ चालते, ज्यात अधिक चांगल्या ग्राहकसेवेसाठी ग्राहकांच्या समस्यांना फोनवरून ताबडतोब उपाय सुचवले जातात व तक्रार निवारण सेवा प्रदान केली जाते.

सभासद कल्याण योजना

सभासद कल्याण योजनेखाली, सभासदांनी स्वतःसाठी व जोडीदारासाठी केलेल्या हॉस्पिटल आणि वैद्यकीय खर्चासाठी बँक परतावा देते. याशिवाय, निर्देशित पात्रतेनुसार, वैद्यकीय तपासणीसाठी केलेल्या खर्चासाठीही परतावा देते. बँक सभासदांच्या हुशार पाल्यांचे कौतुक करण्यासाठी त्यांनी शैक्षणिक आणि खेळामध्ये केलेल्या विशेष कामगिरीसाठी पुरस्कार देते. वेल्फेअर फंड स्कीम (कल्याण निधी योजना) खाली सभासदांना उपलब्ध असलेल्या लाभांची माहिती <https://www.nkgsb-bank.com/welfare-fund-scheme.php> या लिंकवर दिलेली आहे.

संचालक मंडळाला हे जाहीर करण्यास आनंद होत आहे की ज्या भागधारकांनी बँकेचे ५०० किंवा त्यापेक्षा जास्त भाग धारण केलेले आहेत, त्यांच्यासाठी हॉस्पिटल आणि वैद्यकीय खर्चाच्या परताव्याची रक्कम १ जून, २०२१ पासून वाढवण्यात आलेली आहे.

उप-विधी (बायलॉ) मध्ये दुरुस्ती

२५ नोव्हेंबर, २०२० ते २८ नोव्हेंबर, २०२० या कालावधीत घेण्यात आलेल्या, आर्थिक वर्ष २०१९-२० साठीच्या वार्षिक सर्वसाधारण सभेमध्ये प्रस्तावित केलेल्या, उप-विधी (बायलॉ) मधील दुरुस्तीला सेंट्रल रजिस्ट्रार ऑफ को-ऑपरेटिव्ह सोसायटीज, नवी दिल्ली यांचेकडून सर्टिफिकेट ऑफ रजिस्ट्रेशन ऑफ अमेंडमेंट दि. २७ मे, २०२१ द्वारे मंजुरी मिळालेली आहे.

संचालक मंडळाच्या निवडणुका पुढच्या वर्षी घेण्यात येणार आहेत. बोर्ड ऑफ मॅनेजमेंट (BoM) वरील आरबीआयच्या दिनांक ३१ डिसेंबर, २०१९ च्या परिपत्रकानुसार, बीओएम (BoM) ची कालमर्यादा संचालक मंडळाच्या कालावधीइतकीच असेल. त्यानुसार बँकेने आरबीआयकडे अर्ज करून, पुढील वर्षाच्या सुरुवातीला निवडल्याजाणाऱ्या नवीन संचालक मंडळाच्या स्थापनेनंतर बीओएम (BoM) स्थापन करण्यासाठी कालावधी वाढवून देण्याची विनंती केलेली आहे, ज्यामुळे बीओएमची कालमर्यादा नवीन संचालक मंडळाच्या कालमर्यादेएवढी होईल. आरबीआयच्या उत्तराची प्रतीक्षा करत आहोत.

श्रद्धांजली

संचालक मंडळाला खालील व्यक्तींच्या दुःखद निधनाबद्दल कळवताना अत्यंत खेद होत आहे :

१. श्री. पी. एन. शानभाग, माजी संचालक (१९९५-२००६) आणि माजी अध्यक्ष (२०००-२००६)
२. श्री. ए. वाय. पिंगे, माजी संचालक (१९६१-१९७३) आणि माजी उपाध्यक्ष (१९६७-१९७०)
३. श्री. राम मुंजे, बँकेचे माजी चीफ एक्झिक्युटिव्ह ऑफिसर (२००८ ते २०१०)
४. श्री. अमर शिंदे, श्री. अरुण अंडांगळे, श्री. दिलीप वेलोंडे, श्रीमती अंकिता श्रोत्री आणि श्री. संतोष गावकर, कर्मचारी.

संचालक मंडळ यांच्याप्रती श्रद्धांजली व्यक्त करित आहे. तसेच या वर्षात ज्या भागधारकांचे दुःखद निधन झाले त्यांच्याप्रती श्रद्धांजली व्यक्त करित आहे.

आभार:

बँक आपले सर्व सभासद, ग्राहक, कर्मचारी, हितचिंतक, विविध संस्था, अधिकारी आणि पदाधिकारी यांनी दिलेल्या अत्यंत सुंदर सहकार्यासाठी व सहाय्यासाठी (विशेषतः कोविड-१९ महासाथीच्या काळात), तसेच वेळोवेळी दिलेल्या मार्गदर्शनासाठी व सल्ल्यांसाठी विशेष आभार मानत आहे. यात पुढीलचा विशेष उल्लेख करणे आवश्यक आहे:

- * रिझर्व बँक ऑफ इंडियाचे मुख्य महाव्यवस्थापक, सहव्यवस्थापक आणि इतर अधिकारी
- * सेंट्रल रजिस्ट्रार ऑफ को-ऑपरेटिव्ह सोसायटीज, नवी दिल्ली
- * कमिशनर ऑफ को-ऑपरेशन ऑफ महाराष्ट्र स्टेट, सहकार विभाग, पुणे व मुंबई येथील डिविजनल जॉइंट रजिस्ट्रार आणि इतर अधिकारी
- * अध्यक्ष सहकारी बँक कर्मचारी संघटना
- * मे. ए. पी. संज्ञागिरी अँड कं. चार्टर्ड अकाउंटंट्स, वैधानिक लेखापरीक्षक
- * अंतर्गत लेखापरीक्षक, समवर्ती लेखापरीक्षक (कंकरंट ऑडिटर्स) आणि स्टॉक ऑडिटर्स
- * कृषी बँकींग महाविद्यालय, पुणे
- * नॅशनल इन्स्टिट्यूट ऑफ बँक मॅनेजमेंट, पुणे
- * इंडियन बँक्स असोसिएशन, मुंबई
- * नॅशनल फेडरेशन ऑफ अर्बन बँक्स अँड क्रेडिट सोसायटीज लिमिटेड, नवी दिल्ली
- * महाराष्ट्र स्टेट को-ऑप. बँक्स फेडरेशन
- * महाराष्ट्र स्टेट को-ऑप. बँक्स असोसिएशन, मुंबई
- * लीगल अँडव्हायजर्स, कन्सल्टिंग आर्किटेक्ट्स, इंजिनिअर्स व काँट्रॅक्टर्स
- * प्रेस, टीव्ही आणि इतर माध्यमे, आर्टिस्ट व प्रिंटर्स
- * ज्यांनी आम्हाला प्रत्यक्ष वा अप्रत्यक्षपणे मदत केली, त्यांचा उल्लेख नजरचुकीने राहिला असल्यास

ठिकाण : मुंबई
तारीख : ३१ जुलै, २०२१

संचालक मंडळासाठी आणि त्यांच्या वतीने
किशोर कुलकर्णी
अध्यक्ष



PROGRESS REPORT OF THE BANK (1917-2021)

Year	Members	Paid up Capital	Reserves	Deposits	Advances	Investments	Cash & Bank	Working Capital	Net Profit	Total Dividend On Equity Shares	Rate of Dividend On Equity Shares
Inception	1917-18	104	2881	112	1494	3593	-	915	4487	22	-
	1920	183	5404	512	14587	19106	190	1967	21468	870	5%
	1930	334	6699	4782	36395	31346	12567	7208	51768	1409	6 1/4%
	1940	716	15960	15288	224314	125638	101065	38675	268656	3610	6 1/4%
Silver Jubilee	1942	800	0.24	0.18	3.39	1.19	2.34	0.39	3.97	0.03	6 1/4%
	1950	1335	0.72	0.99	17.34	1.61	17.21	0.33	20.17	0.15	6 1/4%
	1960	2206	1.25	1.74	26.63	17.01	13.09	0.42	31.39	0.36	6 1/4%
Golden Jubilee	1967	3530	2.15	3.78	63.68	46.84	14.05	10.65	73.20	0.69	9%
	1977	17357	12.12	17.41	335.81	190.01	79.88	101.18	383.58	3.50	12%
	1980	24361	17.93	34.96	631.30	312.58	150.74	229.84	715.89	8.76	12%
	1990	41439	97.88	279.58	4764.95	2931.95	1001.74	1280.81	5410.51	48.33	12%
Platinum Jubilee	1992	45393	136.47	475.90	6563.33	4560.83	1746.97	919.01	7575.84	84.01	12%
	2005	66373	1734.40	8585.41	96738.57	50387.21	42965.86	12222.15	110821.76	1207.75	14%
	2006	67613	1925.95	9833.88	111213.44	58710.04	44158.81	18769.64	127094.06	1250.79	14%
	2007	69715	2278.11	10193.84	128499.71	78870.39	40563.85	20930.12	145586.40	1503.34	14%
	2008	71461	2699.03	10838.93	154986.27	99518.13	46944.62	22947.74	174748.49	2068.07	14%
	2009	72990	3131.74	12694.04	184025.12	108901.45	59998.08	32904.96	207836.87	2717.20	15%
	2010	74396	3541.19	14071.71	229798.45	136979.83	68382.68	44293.90	258067.27	2740.87	15%
	2011	75663	4090.93	29772.07	264764.88	174895.38	91617.90	16779.35	305584.43	3060.42	15%
	2012	77675	5327.64	32561.60	325365.65	196124.31	132208.34	19764.25	372355.21	3600.50	15%
	2013	42345	6376.45	38756.83	366571.56	240453.06	132010.36	20480.44	419600.13	4345.95	15%
	2014	45152	8333.83	42324.64	429305.57	281201.28	147485.74	27337.33	486568.14	4031.62	12%
	2015	49110	9168.49	54253.56	533453.27	363718.74	174333.13	28294.16	608864.81	4012.68	12%
	2016	51562	#9238.22	56577.43	603797.54	453184.17	158336.70	37922.90	691189.76	4566.59	12%
Centenary	2017	53442	#9448.34	61201.11	709488.81	512750.74	197772.33	54416.36	808800.03	4655.08	12%
	2018	54547	#9759.97	66151.20	694530.53	531129.20	181301.61	39868.52	794852.10	4852.72	10%
	2019	55071	#9816.78	67776.77	760088.10	525051.57	257053.97	38649.44	863390.17	4025.70	10%
	2020	56601	#10040.44	68081.69	787624.75	490351.99	322741.64	39472.23	896175.52	307.22	-
	2021	57552	#9677.26	72473.02	699406.71	427022.57	296862.93	39897.32	807978.51	1478.68	**

* 1917-1940 : Actual

1942-2021 : ₹ in lacs

Including PNCPS

(**Recommended@7%P.A.
Subject to RBI & AGM approval)

३१ मार्च २०२१

(₹ लाखात)

भांडवल व देणी	३१ मार्च २०२१ रोजी	३१ मार्च २०२० रोजी
भाग भांडवल	९,६७७	१०,०४०
राखीव व इतर निधी	७२,४७२	६८,०८२
प्रिंसीपल/ सब्सीडीयरी स्टेट पार्टनरशीप फंड अकाऊंट	-	-
ठेवी	६,९९,४०७	७,८७,६२५
घेतलेली कर्जे	२१,४३४	२५,५९२
इतर देणी वसूलीची बिले (येणे बाजूप्रमाणे)	६,८९९	७,१५०
थकित कर्जावरील जमा न केलेले व्याज	१०,५१०	१३,०७२
व्याज देणे	१,३१२	१,३९४
इतर देणी	३,६७५	३,४४०
सेटलमेंट क्रेडिट अकाऊंट	९८	९९
नफा / तोटा	२	२
एकूण	८,२५,४८६	९,१६,४९६
संभाव्य देणी	५०,६४८	३०,६१७

आमच्या याच तारखेच्या अहवालानुसार
अ.प. संझगिरी व कंपनी
चार्टर्ड अकाऊंटंटस्
सही/-

श्री. अभिजित संझगिरी
भागिदार (मे.नं. ४३२३०)
वैधानिक लेखापरिक्षक
मुंबई, ५ जुलै २०२१

चा ताळेबंद

(₹ लाखात)

मालमत्ता व येणी	३१ मार्च २०२१ रोजी	३१ मार्च २०२० रोजी
रोख	३५,०९८	३७,८९९
बँकेतील जमा	१,०५,७९४	२३,३२२
इन्वेस्टमेंट आऊट ऑफ द प्रिन्सीपल/सब्सिडियरी स्टेट पार्टनरशीप फंड	-	-
मागणी योग्य ठेव	३,५००	८०,७८५
गुंतवणूक	१,९२,३६९	२,२०,२०७
दिलेली कर्जे	४,२७,०२३	४,९०,३५२
इतर देणी वसुलीची बिले (येणे बाजूप्रमाणे)	६,८९९	७,१५०
येणे व्याज:-		
अ) गुंतवणूक व निर्धारित निधीवरील	५,७९३	४,२९५
ब) कर्मचारी कर्जावरील	१,१७०	१,०८१
क) बुडीत व संशयित कर्जावरील	१०,५१०	१३,०७२
स्थावर मालमत्ता	२५,८०५	२६,१८३
इतर मालमत्ता	९,७३६	१०,५४५
डिफर्ड टॅक्स असेट (नेट)	१,६९१	१,५०६
सेटलमेंट डेबिट अकाऊंट	९८	९९
एकूण	८,२५,४८६	९,१६,४९६

किशोर कुळकर्णी (अध्यक्ष)
 सुनिल गायतोंडे (उपाध्यक्ष)
 उदय शेठ्ठे (व्यवस्थापकीय संचालक)
 समीर रेगे (सहाय्यक महाव्यवस्थापक - अर्थ व कोष)

नागेश फोवकार
 श्रीधर कामत
 रमेश कसबेकर
 (संचालक)

कौशल मुझुमदार
 अनिल नाडकर्णी
 सुजाता रांगणेकर
 (संचालक)

मुंबई, ५ जुलै, २०२१

३१ मार्च २०२१ अखेर

(₹ लाखात)

खर्च	३१ मार्च २०२१ अखेरीस	३१ मार्च २०२० अखेरीस
ठेवीवरील व्याज	४३,५५९	५२,४८९
घेतलेल्या कर्जावरील व्याज	१,९०४	१,५६७
कर्मचारी व अधिकारी वर्गाचा पगार व भत्ते	८,७०४	८,६६९
भाडे, कर, विमा व वीज खर्च	२,८७०	२,७८९
कायदा व व्यावसायिक तज्ञांचे शुल्क	१९१	१९६
टपाल व टेलिफोन खर्च	३४८	२९५
प्रवास खर्च	४२	६५
हिशेब तपासणी शुल्क	१२३	१२५
दुरुस्ती व देखभाल	९३५	८६१
मालमत्तेवरील घसारा	१,३५७	१,४२०
रोख्यांचा स्थानांतरणावरील घसारा	४	-
रोख्यावरील अतिरिक्त भार	६४०	५४०
छपाई व लेखन सामुग्री खर्च	५६	७९
जाहिरात खर्च	५४	२३९
निलेखित बुडित खर्च	१,०७०	३,५४४
संगणक प्रणालीवरील अग्रिमता	२४४	२१२
इतर खर्च	१,९९५	१,७६९
व्यावसायिक नफा	७,०००	४,७६७
	७१,०९६	७९,६२६
तरतूदी व संभाव्य देणी		
अ) बुडित व संशयित कर्जांची तरतूद	३,५२०	३,९०५
ब) उत्पादित कर्जावरील तरतूद	-	-
क) कर्ज फेडीच्या कालावधी वाढीवरील तरतूद	४७	४६
ड) पुनरर्चीत कर्जावरील तरतूद	७८७	-
इ) रजा मोबदला निधीवरील व्याज	१०९	९७
ई) गुंतवणूक घसारा निधीसाठीची तरतूद	-	५८
फ) मतदान निधीची तरतूद	८	८
ग) कर पूर्व नफा	२,५२९	६५३
	७,०००	४,७६७
आयकर	१,२३५	४२७
डिफर्ड टॅक्स	(१८५)	(८१)
निव्वळ नफा	१,४७९	३०७
एकूण	२,५२९	६५३

आमच्या याच तारखेच्या अहवालानुसार

अ.प. संज्ञगिरी व कंपनी

चार्टर्ड अकाऊंटंट्स

सही/-

श्री. अभिजित संज्ञगिरी

भागिदार (मे.नं. ४३२३०)

वैधानिक लेखापरिक्षक

मुंबई, ५ जुलै, २०२१

(₹ लाखों में)

जमा	३१ मार्च २०२१ अखेरीस	३१ मार्च २०२० अखेरीस
दिलेल्या कर्जावरील व गुंतवणूकीवरील व्याज		
१) दिलेल्या कर्जावरील व्याज	४३,७३४	५०,६३८
२) गुंतवणूकीवरील व्याज	१५,९०१	१७,५९६
३) बँकांतील ठेवीवरील व्याज	३,३०३	१,३७८
४) वठणावळ व हुंडणावळ	२,३६३	३,०९४
५) बुडित व संशयित कर्जनिधीतील तरतूदीचे प्रतिक्रमण	१,०७०	३,५४४
६) आधीच्या वर्षाच्या निलेखित बुडित कर्जाची वसुली	३२	४२

सरकारी रोख्यांच्या उलाढालीवरील नफा (म्युच्युअल फंडासहीत)

विदेशी मुद्रा व्यवहारावरील नफा	१३५	९३
स्थावर मालमत्तेच्या विक्रीवरील नफा	-	८
सुरक्षा तिजोरीवरील भाडे	२९१	२७४
इतर किरकोळ उत्पन्न	१६३	३४

	69,096	69,676
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व्यावसायिक नफा	७,०००	४,७६७
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	9,000	8,969
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कर पूर्व नफा	२,५२९	६५३
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एकूण	२,५२९	६५३
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किशोर कुलकर्णी (अध्यक्ष)	नागेश फोवकार	कौशल मुझुमदार
सुनिल गायतोंडे (उपाध्यक्ष)	श्रीधर कामत	अनिल नाडकर्णी
उदय शेठ्ठे (व्यवस्थापकीय संचालक)	रमेश कसबेकर	सुजाता रांगणेकर
समीर रेगे (सहाय्यक महाव्यवस्थापक - अर्थ व कोष)	(संचालक)	(संचालक)

मुंबई, ५ जुलै, २०२१

TABLE NO. 1

Distribution of Shareholders as on March 31, 2021

No. of Shares Held	No. of Members	%
50 TO 100	24,599	42.74
101 TO 500	15,619	27.14
501 TO 5000	14,120	24.54
5001 AND ABOVE	3,214	5.58
TOTAL	57,552	100.00

TABLE NO. 2

Distribution of Deposit Accounts as on March 31, 2021

(₹ in Cr.)

Amount	No. of Accounts	Amount of Deposits	%
Upto Rs. 10,000	3,77,127	61.51	0.88
Rs. 10,001 to Rs. 50,000	1,64,093	464.78	6.64
Rs. 50,001 to Rs. 1,00,000	98,733	748.30	10.70
Rs. 1,00,001 to Rs. 2,00,000	72,766	1,032.72	14.77
Rs. 2,00,001 to Rs. 10,00,000	59,414	2,455.26	35.10
Rs. 10,00,001 and Above	7,964	2,231.50	31.91
TOTAL	7,80,097	6,994.07	100.00

TABLE NO. 3

Distribution of Advances as on March 31, 2021

(₹ in Cr.)

Amount	No. of Accounts	Balance O/S	%
Upto Rs. 25,000	1,561	0.25	0.01
Rs 25,001 to Rs. 1,00,000	1,557	9.44	0.22
Rs. 1,00,001 to Rs. 2,00,000	1,403	20.89	0.49
Rs. 2,00,001 to Rs. 10,00,000	6,076	315.79	7.40
Rs. 10,00,001 to Rs. 25,00,000	4,106	676.10	15.83
Rs. 25,00,001 to Rs. 50,00,000	1,970	684.92	16.04
Rs. 50,00,001 and above	1,423	2,562.84	60.01
TOTAL	18,096	4,270.23	100.00



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to Speed up purchase transactions or better
Customer Service and Accurate Transactions Report

In the year 2020, Covid-19 pummelled the global economy. Its toll on human life was also incalculable.

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As we did, we saw our grit, hope and purpose on display - a testament to the strength of the human spirit and our ability to overcome, collectively.

Reminding us that in the toughest of times, we are indeed Stronger Together...



**NKGSB Co-operative
Bank Ltd.** *(Multi-State Scheduled Bank)*

Regd. Office :

Laxmi Sadan, 361 V. P. Road,

Girgaum, Mumbai 400004.

Call : 022 67545000.

Customer Care : 022 28602000