



NKGSB Bank
NKGSB Co-op. Bank Ltd.
(Multi-State Scheduled Bank)

Trusted over a Century

102nd Annual Report 2018-19

www.nkgsb-bank.com

MAHARASHTRA | 84

Mumbai-49, Navi Mumbai-7, Pune-15, Kolhapur-5, Nashik-2,
Aurangabad-3, Alibaug-1, Ratnagiri-1, Kudal-1

KARNATAKA | 14

Hubli, Karwar, Baad Karwar, Belgaum, Dharwad, Sirsi, Udupi, Kumta, Mangaluru,
Bengaluru-5

GOA | 5

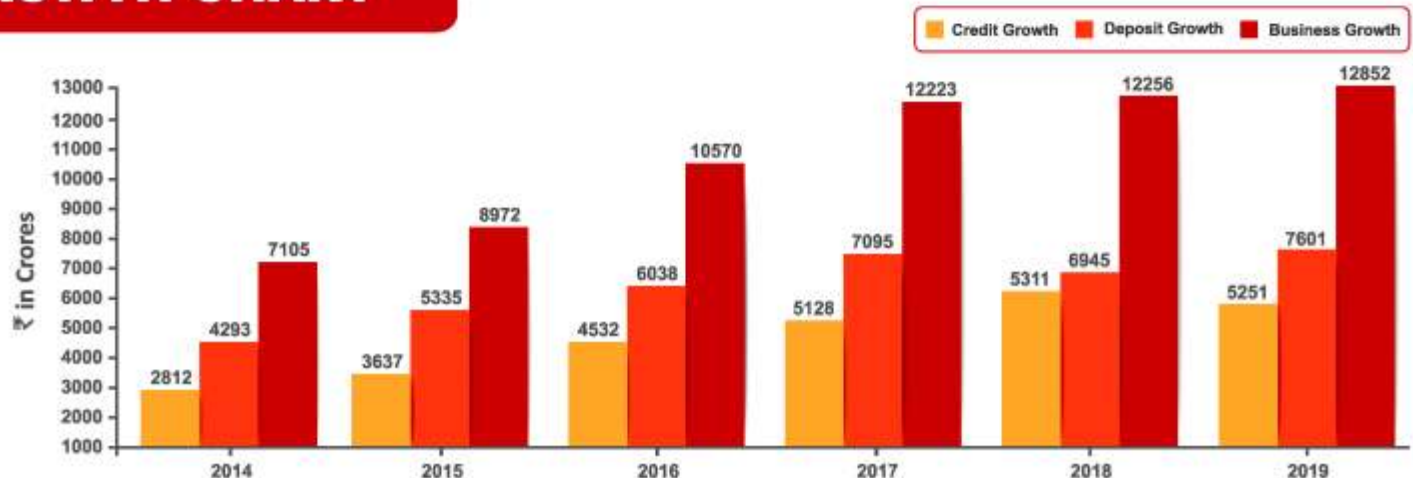
Ponda, Panaji, Madgaon, Mapusa, Vasco

GUJARAT | 5

Surat, Vadodara, Ahmedabad-3

MADHYA PRADESH | 1

Indore - Bhanwar Kuwa

GROWTH CHART



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.

ALKA DIWADKAR

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

NAGESH PINGE, ACA, LL.B.

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

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

Managing Director

CHINTAMANI NADKARNI, B.Com., ACA

Statutory Auditors

A.P.SANZGIRI & CO., Chartered Accountants

COMMITTEES OF THE BOARD

EXECUTIVE

**ADVANCES,
CREDIT MONITORING &
RECOVERY**

**ACCOUNTS,
AUDIT &
INVESTMENT**

**SPECIAL COMMITTEE OF
THE BOARD FOR MONITORING
OF LARGE VALUE FRAUDS**

NOTICE

Notice is hereby given that the **102nd Annual General Meeting** of the Members of NKSGB Co-operative Bank Ltd., Mumbai, will be held on **THURSDAY, THE 27TH JUNE, 2019, 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 receive and adopt the Audited Profit and Loss Account for the year ended 31st March, 2019 and Audited Balance Sheet as on that date and the reports of the Board of Directors and the Statutory Auditors thereon.
2. To approve appropriation of Net Profit and to declare dividend for the year ended 31st March, 2019.
3. To appoint Statutory Auditors up to the date of the 103rd Annual General Meeting.
4. Any other business that may be brought forward with the permission of the Chair.

May 31, 2019

By order of the Board

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

CHINTAMANI NADKARNI
Managing Director

NOTE : * If there is no quorum at the appointed time, the meeting shall stand adjourned to 5 p.m. 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 101st Annual General Meeting held on 4th August, 2018 were duly approved by the Board of Directors in its meeting held on 31st August, 2018 and copies thereof were made available at the branches and at the Registered Office.

* Copies of the Annual Report are made available at the Registered Office as well as at all branches of the Bank and on the website of the Bank (www.nksb-bank.com/annual-reports.php).

APPEAL TO MEMBERS

- If any member desires to have any information in connection with the accounts, he is requested to intimate to the Managing Director at the Registered Office, AT LEAST SIX DAYS in advance of the Annual General Meeting so that the necessary explanation or information can be easily made available.
- In case of members who have Bank accounts in NKSGB Co-operative Bank Ltd., the dividend amount will be credited to their accounts, if written instructions are given to us to that effect. Members are requested to fill in the enclosed 'Go Green Mandate' (also available on our website www.nksb-bank.com/pdf/Go_Green_Mandate.pdf) and submit the same to the nearest branch or to the Shares Department of the Bank at Registered Office at Girgaum.
- 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 2015-16 on or before 30.06.2019, failing which the same will be forfeited and credited to Statutory Reserve Fund.

CHAIRMAN'S STATEMENT



Dear Shareholders,

It gives me great pleasure to welcome you all to the NKGSB Bank's 102nd Annual General Meeting.

The year 2018-19 had mixed signals on the growth of the Banking sector. While some banks chose to grow its business, many banks due to high delinquency growth, treaded cautiously. Your Bank also treaded its business on these lines.

The Bank chose the path of consolidation in business and human resources, with more emphasis on cleansing its balance sheet during the year 2018-19. Your Bank as at the end of March 31, 2019 has satisfied all the criteria as prescribed. I am sure that this approach of us shall surely help the Bank become more vibrant and increase the shareholders' value in the years to come.

The business mix of the Bank grew by 5% to ₹ 12,852 Cr. in 2018-19 as against ₹ 12,256 Cr. in the previous year. Deposits of the Bank grew by 9% and reached a level of ₹ 7,601 Cr. as at the end of March 31, 2019, as against ₹ 6,945 Cr. in the corresponding period of the previous year. Advances witnessed a marginal fall by 1% and reached a level of ₹ 5,251 Cr. as against ₹ 5,311 Cr. in the previous year. CD ratio stood at 69%. Bank made a Net profit of ₹ 40.26 Cr. The Capital Adequacy ratio of the Bank stood at 12.90%. The Provision Coverage Ratio of the Bank has increased to 56% as at the end of March, 2019 as compared to 40% in the previous year.

The Bank's Gross NPA and Net NPA stood at 3.82% of the Advances and 1.72% of the Net Advances respectively, as at the end of March, 2019.

As a part of increasing ancillary business, the Bank has Corporate Tie up for Insurance besides undertaking Mutual Fund Business. For Mutual Fund business, the Bank has tied up with SBI Funds Management Co. Ltd. in addition to our existing tie-up with other mutual funds. The Bank was awarded the second position in the category of "Top performing Co-operative Bank in new Demat accounts" at the NSDL Star Performer awards 2018.

As all of you are aware of, your Bank takes pride amongst few Indian Banks who has surpassed the 100 year milestone on its own original identity. Bank continues to be a Trusted Brand in terms of Integrity, Trust and fair practices, all built up assiduously over a period of more than 100 years.

With the banking landscape set to change manifold, NKGSB with its technological up-gradation aims to be at the forefront of digital revolution. The Bank's Core Banking Solution "Finacle" and Mobile banking Platforms are epitome of our evolution to the digital world. During the year, the Bank has introduced enhanced versions of the Mobile Banking and Internet Banking Applications that offer a common view and interface on both the channels. The Internet Banking Application has been offered to the Corporate Customers also. The Bank is also a participant in the payment initiative of NPCI viz; Unified Payments Interface (UPI). The same allows the customer to pay or collect money to/from any other customer registered on the UPI platform using the BHIM or any other payment platform. The Bank will continue up-scaling its technological and security platform for the benefit of its valued customers in tune with the guidelines of the Reserve Bank of India.

The human resources of the Bank continue to be the source of strength and backbone for the functioning of the Bank. During the year 2018-19, the Bank took several steps in up-skilling the human resources by way of external and internal trainings. As part of motivational exercise, the Bank also resorted to Promotions of Staff in various grades. As part of Micro Management, better operational efficiency and efficient customer service; Bank has created Clusters of branches.



Besides other recruitments, the Bank also strengthened the Top Management by recruiting qualified and experienced personnel for the posts of Chief Financial Officer and General Manager - Credit. In order to enhance the managerial efficiency, effectiveness of the organisation and to protect the Interests of the Bank, the Bank also recruited an experienced and seasoned officer to take care of Vigilance Department.

The Bank conducted various training programs during the year on topics such as Brand Building, Branch Operations, E-Channels, Soft skills development, Forex services, Credit Appraisal, Credit Risk, Recovery Procedures, Tax matters, Legal Aspects, etc. The Bank shall continue such initiatives to enhance the skills of its employees. The Bank has set its sight on a minimum 24 hours training in a year for all its employees. The Bank has also implemented the e-learning module to train all its employees.

The Bank is offering through its International Banking Division various foreign exchange facilities including pre & post shipment finance, Import finance, etc. to its various clients in USD, EUR and GBP currencies. During 2018-19, your Bank made tie up with Yes Bank for issuance of Travel Cards in 10 currencies to clients visiting various tourist destinations. The Bank also added a new money changer Unimoni Financial Services Ltd. in our basket for offering foreign currencies at competitive rates to clients visiting overseas through our Branch network. The Bank established correspondence relationship in two more countries i.e. Malaysia and Thailand, thus increasing our reach for advising Letters of Credit on behalf of Importer clients. The Bank has been taking continuous steps for improvement in forex business by quoting competitive rates and effective speedy service. In 2019-20, the Bank aims at establishing correspondence relationship in more countries and to deal in more currencies to serve our customers in a better way.

The Bank continues to adopt all Corporate Governance Principles in a professional and co-ordinated manner. All the Committees of the Board and the Board meet every month and wherever required decisions and guidance are given to the Management. I am happy to say that your Bank by having and deliberating in the Committee Meetings of the Board every month, has set a high standard of Corporate Governance.

I am also happy to share that Shri Chintamani Nadkarni, Managing Director of the Bank, who is also the Chairman of the IBA Committee on Urban Co-operative Banks is also appointed as an Alternate Chairman of the IBA Standing Committee on Agriculture & Allied Activities for the year 2018-19 and has also been inducted as a member of the Finance Committee of IBA for the year 2018-19.

The bronze statue of the Bank's Founder, Sheth Shri Shantaram Mangesh Kulkarni was installed at the Head Office, Girgaum and unveiled on the occasion of the Bank's 101st Foundation Day.

Your Bank has set its sight to achieve ₹ 25000 Cr. business in the next three years and as a first step has targeted for ₹ 16000 Cr. by the end of March, 2020. The Bank has centralised its wholesale Credit disbursements and this shall facilitate to reduce TAT and increase Credit in the coming months. Further, as I had already listed out, your Bank has taken a lot of proactive steps, to enable achieving targets and increasing stakeholder value in the coming years.

I am sure with the blessings and wishes of you all, the Bank shall continue to stride forward, achieve many more milestones.

I am grateful for the continuous support of the members, customers, employees, regulators and other partners. I am also grateful to my colleagues in the Board for their valuable time, contribution and support, during the year.

I request you all to approve the Directors' Report, Audited Profit and loss account and the Balance Sheet.

Mumbai
May 31, 2019

Kishore Kulkarni
Chairman

Board of Directors



KISHORE KULKARNI
CHAIRMAN



SUNIL GAITONDE
VICE CHAIRMAN



RAJAN BHAT
DIRECTOR



ALKA DIWADKAR
DIRECTOR



NAGESH FOVKAR
DIRECTOR



RAMESH KASBEKAR
DIRECTOR



SHREEDHAR KAMAT
DIRECTOR



KAUSHAL MUZUMDAR
DIRECTOR



ANIL NADKARNI
DIRECTOR



NAGESH PINGE
DIRECTOR



LAXMIKANT PRABHU
DIRECTOR



SUJATA RANGNEKAR
DIRECTOR



CHINTAMANI NADKARNI
MANAGING DIRECTOR

MANAGEMENT TEAM



CHINTAMANI NADKARNI
MANAGING DIRECTOR



RAJESH KAMAT
GM



RAVIKIRAN MANKIKAR
CIO



**SOUNDARARAJAN
SRINIVASRAGHAVAN, CFO**



ROHIT BHUJBAL
GM



GIRISH HOSKOTE
DGM



SANTOSH BORKAR
DGM



UPENDRA KINI
DGM

FUNCTIONAL HEADS

Shivprakash Nair - Audit & Inspection	Samir Rege - Finance & Treasury
Vanita Satam - International Banking	Dayanand Shenoy - Clearing
Laxmikant Desai - Human Resource	Vinay Rao - Marketing & Branding
Jyoti Nageshkar - Wholesale Credit	Anil Muley - Vigilance
Ranjan Gujar - CPC	Ashish Aldangadi - Facilities
Deepali Kandade - Secretarial	

CLUSTER HEADS

Vilas Palande - Cluster I (Mumbai Region 1)	Umesh Dhawale - Cluster II (Mumbai Region 2)	Rohidas Raikar - Cluster III (Mumbai Region 3)
Rajiv Mainkar - Cluster IV (Mumbai Region 4)	Vasant Kandloor - Cluster V (Mumbai Region 5, Nashik)	Nitin Khanolkar - Cluster VI (Navi Mumbai, Alibaug)
Deepak Manel - Cluster VII (Pune Region 1)	Sandeep Patki - Cluster VIII (Pune Region 2)	Prasad Varpe - Cluster IX (Aurangabad, Kolhapur)
Kiran Pai - Cluster X (Karnataka)	Nilesh Bandekar - Cluster XI (Goa, Konkan)	Pravin Rao - Cluster XII (Bengaluru)
Mukul Negandhi - Cluster XIII (Gujarat, Indore)		

DIRECTORS' REPORT

Your Directors have great pleasure in presenting the 102nd Annual Report along with the audited accounts for the financial year ended March 31, 2019.

MACROECONOMIC LANDSCAPE-GLOBAL FACTORS

- i) During the year 2018-19, the global economic activity had been slowing down including some major emerging market economies (EMEs).
- ii) The monetary policy stances of the US Fed and central banks in other major advanced economies (AEs) have turned dovish.
- iii) Crude oil prices have risen on production cuts by OPEC and Russia as well as disruption in supplies due to US sanctions on exports from Venezuela.
- iv) Gold prices weakened on expectations of positive outcomes of the China-US trade deal.
- v) Inflation continued to remain low in major AEs and many key EMEs.
- vi) Bonds yields in most EMEs have been falling in tandem with those in AEs and on the improving inflation outlook.
- vii) Currency markets witnessed volatility due to apprehensions on economic growth in many countries and Global Trade war tensions.

INDIAN ECONOMY

- i) India's GDP was at 6.8% for the FY 2018-19. There has been considerable deceleration in growth in the second half of 2018-19, with second half estimated to have grown by 6.6% to 6.7% as against 7.3%- 7.4% growth in the first half of 2018-19.
- ii) India has retained its position as the third largest start up base in the world with over 4,750 technology start-ups.
- iii) India's foreign exchange reserves were US\$ 414.88 billion in the week up to March 29, 2019, according to data from the RBI.
- iv) While the All India General CPI Inflation stood at 2.86% in March, 2019, Core Inflation stood at 5.02%.

BANKING & ECONOMIC SCENARIO – KEY DEVELOPMENTS

Key developments/proposals in India's banking industry include:

- i) The Government of India has launched the India Post Payments Bank (IPPB) from September, 2018.
- ii) India's digital lending stood at US\$ 75 billion in FY 2018 and is estimated to reach US\$ 1 trillion by FY 2023 driven by the five-fold increase in the digital disbursements.
- iii) Reserve Bank of India (RBI) has decided to set up Public Credit Registry (PCR) an extensive database of credit information which is accessible to all stakeholders.
- iv) The Insolvency and Bankruptcy Code (Amendment) Ordinance, 2017 Bill has been passed to strengthen the banking sector.
- v) Bank of Baroda (BoB) became the second largest public sector undertaking (PSU) bank after merging Dena Bank and Vijaya Bank into itself as part of the first three-way amalgamation.
- vi) The Reserve Bank of India (RBI) has asked the Indian Banks' Association (IBA) to look at new external benchmarks for floating rate loans.
- vii) In August, 2018, National Payments Corp. of India launched Unified Payments Interface (UPI) 2.0 with added features for users, allowing UPI users to link their overdraft account to existing UPI accounts in addition to existing saving account holders.
- viii) The RBI has issued draft guidelines for constituting Board of Management (BoM) for Primary (Urban) Co-operative

Banks (UCBs), in addition to the Board of Directors (BoD) with a view to strengthening governance in UCBs.

- ix) RBI is considering a proposal for setting up an Umbrella Organisation (UO) from the NAFCUB for extending liquidity and capital support to its member UCBs, to set up IT infrastructure for shared use of members to enable them to widen their range of services at a relatively lower cost.
- x) RBI has issued a Scheme for voluntary transition of eligible UCBs with a minimum net worth of ₹ 50 crore and a CRAR of 9% and above into Small Finance Banks.

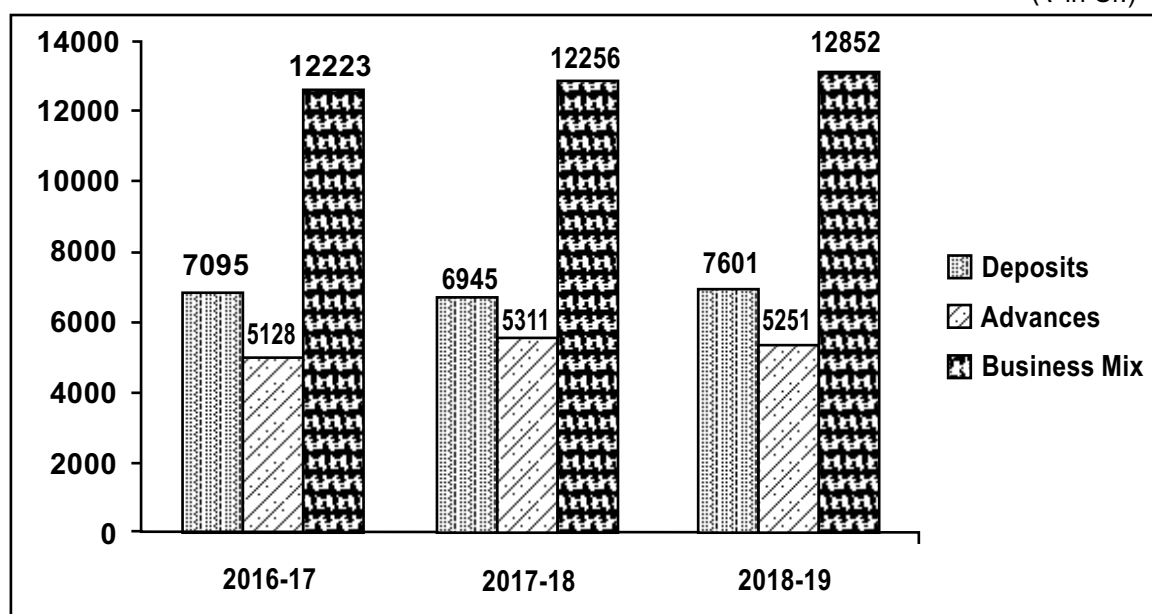
KEY PERFORMANCE HIGHLIGHTS:

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

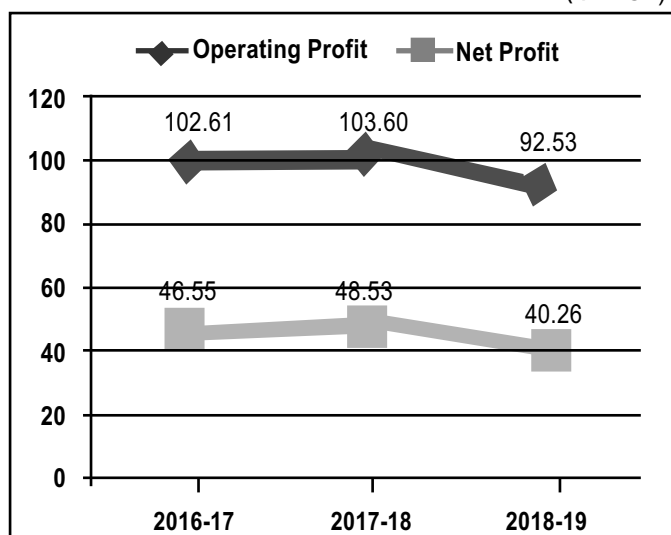
(₹ in Cr.)

Particulars	2016-17	2017-18	2018-19
Deposits	7,095	6,945	7,601
% growth	18	(2)	9
Advances	5,128	5,311	5,251
% growth	13	4	(1)
Business-mix	12,223	12,256	12,852
% growth	16	0.27	5
Operating Profit	102.61	103.60	92.53
Net Profit	46.55	48.53	40.26
Gross NPA	243.98	317.16	200.80
% of Advances	4.76	5.97	3.82
Net NPA	147.91	189.86	88.58
% of Net Advances	2.94	3.66	1.72

(₹ in Cr.)



- Deposits of the Bank grew by 9% and reached ₹ 7,601 Cr. as at March 31, 2019, as against ₹6,945 Cr. in the previous year.
- Advances witnessed a marginal fall by 1% and reached ₹ 5,251 Cr., as against ₹ 5,311 Cr. in the previous year.
- The business mix grew by 5% to ₹12,852 Cr. in 2018-19 as against ₹12,256 Cr. in the previous year.
- CD ratio stood at 69% compared to 76% last year.
- Owned funds stood at ₹ 776 Cr.
- NII as at end March, 2019 stood at 2.82%



- Operating Profit for FY 2018-19 was ₹92.53 Cr. and Net Profit after tax and provisions was ₹40.26 Cr.

APPROPRIATIONS

The following appropriations are recommended for the financial year 2018-19, for your approval under item No. 2 of the Notice:

(₹ in Lacs)

A)	Statutory Appropriations :-	2017-18	2018-19
1	Statutory Reserve Fund	1,213	1,006
2	Contingency Reserve Fund	485	403
3	Education Fund	49	40
B)	Other Appropriations :-		
1	Building Fund	100	166
2	Bad and Doubtful Debt Fund	1,400	1,200
3	Donation Fund	5	5
4	Investment Fluctuation Reserve	-	107
5	Dividend @ 10% p.a. (pro-rata) on Equity Shares (P.Y. @ 10% p.a.)	835	850
6	Dividend @ 8.50% p.a. (pro-rata) on Perpetual Non-Cumulative Preference Shares (PNCPS) (P.Y. @ 8.50% p.a.)	94	125
7	Ex-Gratia to Staff	800	835
8	Staff Welfare Fund	75	90
9	Members' Welfare Fund	18	20
10	Special Reserve u/s 36 (1) (viii) of I.T. Act, 1961	414	203
	NET PROFIT CARRIED TO BALANCE SHEET	1	1
	TOTAL	5,489	5,051

CAPITAL TO RISK WEIGHT ASSET RATIO (CRAR)

The Bank's Capital to Risk Weight Asset Ratio (CRAR) stood at 12.90% as at the end of March 31, 2019 which is above the minimum required benchmark of 12%.

The Bank raised ₹ 13.52 Cr. through PNCPS, as a part of Capital augmentation as at March 31, 2019.

The Bank has also launched an issue of Long Term Subordinated Deposits of ₹ 16 Cr. on April 2, 2019 and raised ₹ 15.48 Cr. under the issue till date.

The Bank shall continue to explore the possibility of raising capital funds through various modes so as to strengthen the CRAR.

DIVIDEND

With a view to maintain a balance between rewarding the shareholders and building up Statutory and other reserves, the Board of Directors has recommended a dividend @ 10.00 % p.a. on equity shares for the year ended March 31, 2019.

Dividend on Perpetual Non Cumulative Preference Shares (PNCPS) has been recommended at 8.50 % p.a. similar to that of the previous year.

SHARE CAPITAL

Equity Share Capital:

The paid up capital of the Bank as on March 31, 2019 stood at ₹ 84.65 Cr. as compared to ₹ 85.05 Cr. in the previous year. The number of shareholders stood at 55,071 members as compared to 54,547 members in the previous year.

As a measure of purification of the shareholders' data and also to encourage the go green initiative (e-communication), SMS and emails were sent to the shareholders whose mobile Nos./email ids were registered with the Bank requesting them to update their KYC documents / bank details.

Perpetual Non Cumulative Preference Share Capital (PNCPS):

As on March 31, 2019, the Perpetual Non-Cumulative Preference Share Capital (PNCPS) stood at ₹ 13.52 Cr. compared to ₹ 12.55 Cr. in the previous year.

RESOURCE MOBILISATION

The aggregate deposits of Scheduled Banks in India (ASB deposits) stood at ₹ 129 lac crore as on March 29, 2019, registering a growth of 9.99%.

The Bank's deposits stood at ₹ 7,601 Cr. as on March 31, 2019 registering a growth of 9% i.e. ₹ 656 Cr. over previous year, almost in line with ASB growth. CASA constitutes around 23% of deposits at ₹ 1,756 Cr.

The deposit mix is detailed hereunder:

(₹ in Cr.)

Type	As on 31.03.2018	%	As on 31.03.2019	%
Savings	1,389	20.00	1,400	18.42
Current	338	4.87	356	4.68
Fixed	5,218	75.13	5,845	76.90
Total	6,945	100.00	7,601	100.00

The Bank revised the interest rates on deposits in May, 2018 and in April, 2019, in line with the market rates.

RESOURCE DEPLOYMENT

The Bank Credit of Scheduled Banks in India (ASB) stood at ₹ 100.54 lac crore as on March 29, 2019, registering a growth of 13.24%.

The Bank's advances stood at ₹ 5,251 Cr. as on March 31, 2019 witnessing a marginal decline of 1% over the previous year.

Credit Deposit (CD) ratio stood at 69%.

During the year under review, the Bank sold advances worth ₹ 128.31 Cr. to the Asset Reconstruction Companies (ARCs). Post the sale of ₹ 128.31 Cr. to ARCs, the Advances stood at ₹ 5,251 Cr. as on March 31, 2019.

Net Interest Income (NII) stood at 2.82% as at the end of March, 2019 as compared to 3.30% as at the end of March, 2018.

Though there has been growth in All Scheduled Banks' Credit to a major extent, it happened only in the second half of the financial year. Further in our area of operation, many banks' credit growth has been sluggish due to various factors including controlling of delinquency. Our Bank was also focusing more on recovery of NPAs and ensuring quality assets.

The composition of Credit portfolio is detailed here under:

(₹ in Cr.)

Sector	2017-18	%	2018-19	%
Retail	1,923	36.20	1,712	32.60
Wholesale	2,505	47.16	2,437	46.41
Others	883	16.64	1,102	20.99
Total	5,311	100.00	5,251	100.00

RISK MANAGEMENT

The Bank has adopted the CRISIL RAM Model, a globally used credit rating tool for the Credit Risk Assessment which standardizes credit assessment, facilitates maintaining the portfolio credit risk at an acceptable level, maintains quality of assets, minimizing non-performing assets and covers many additional parameters which provides an overall comprehensive score for the borrower. Under CRISIL, the Bank covers all wholesale portfolios above ₹ 1.00 Cr. and most of the retail advances. Besides ensuring quality of credit, RAM also ensures that proper care and assessment is done while sanctioning loan to the borrower.

ASSET QUALITY

The Bank's Gross NPA and Net NPA stood at ₹ 200.80 Cr. i.e. 3.82% of the Advances and ₹ 88.58 Cr. i.e. 1.72% of the Net Advances respectively, as at the end of March, 2019.

During the year, Advances worth ₹ 128.31 Cr. were sold to the Asset Reconstruction Companies (ARCs).

The banking sector is on the course to recovery, and trends indicate further improvement in banks' quality of assets in the coming year.

Most of the advances of the Bank are secured by collateral properties and appropriate legal steps for recovery including one time settlements, are taken wherever required on an ongoing basis. Monitoring mechanisms are in place to minimize slippages of accounts into non-performing.

The Bank has also adopted the 'Willful Defaulters Policy' and necessary action against the defaulting borrowers is being taken under the Policy.

To improve the Provision Coverage Ratio (PCR), requisite provisions by way of Bad and Doubtful Debts Reserve (BDDR) and Bad and Doubtful Debts Fund (BDDF) have been made towards NPAs in accordance with the guidelines issued by the RBI. The Bank has created additional BDDF of ₹ 12 Cr. during F.Y. 2018-19 (P.Y. ₹ 14 Cr.) by way of

appropriation out of net profit. The PCR of the Bank stood at 56% as at March 31, 2019 as against 40% as at March 31, 2018.

INVESTMENTS

The debt markets have seen a large movement in both the directions over the course of the year. Rising yields, expectations of slower global growth, wavering outlook on oil prices, US pressure on other countries, elevation in inflation have been the key drivers for negative returns dampening investor demands and widening spreads.

The ten year gilts range was between 7.13% and 8.18% for the F.Y. 2018-19. It closed the year @ 7.48%.

The Bank's Treasury Department manages the government securities portfolio duly complying with regulatory requirements. The department focuses on optimising yield on the overall portfolio. It deals in placements in money market instruments, Inter-bank deposits and NCDs. The department also initiates trading positions in the fixed income market.

Despite many negatives in the market during the year, income from treasury related activities has increased due to diligent trading approach and effective deployment of surplus funds.

Aggregate Investment of the Bank increased by 41.79% from ₹ 1,812.91 Cr. in F.Y. 2017-18 to ₹ 2,570.53 Cr. in F.Y. 2018-19. Profit from Treasury related activities increased by 267.29% from ₹ 4.28 Cr. in F.Y. 2017-18 to ₹ 15.72 Cr. in F.Y. 2018-19.

TECHNOLOGY

During the year, the Bank has introduced enhanced versions of the Mobile Banking and Internet Banking Applications that offer a common view and interface on both the channels. The Internet Banking Application is offered to the Corporate Customers also.

Customers are now able to get their statement of account by email and manage their debit card limits and activate/deactivate the same in real time.

The new versions also allow users to connect to payment gateways to make payments of their utility bills, mobile bills, etc. in real time or in a scheduled mode. Payments have been facilitated on the RTGS, NEFT, IMPS channels as per the choice and convenience of the customer.

The Bank is also a participant in the payment initiative of NPCI viz; Unified Payments Interface (UPI). The same allows the customer to pay or collect money to/from any other customer registered on the UPI platform using the BHIM or any other payment platform.

The Bank will continue up scaling its technological and security platform for the benefit of its valued customers in tune with the guidelines of the Reserve Bank of India.

INITIATIVES OF BUSINESS DEVELOPMENT DEPARTMENT

The Business Development Department of the Bank focuses on enhancement of business in all areas and evaluation of Branch performance.

To achieve a higher operational efficiency and rendering better customer services, the Bank has created Clusters of the branches.

To achieve overall business targets, the Bank has always focussed on selected segments viz; CASA Deposit, Retail Credit, and Ancillary Products viz; Insurance, Demat and Mutual Funds.

The Bank is already into Insurance Business by way of Corporate Agency and has also ventured into an Open Architecture, as approved by IRDAI. The Bank has tie up with major mutual funds. During the year 2018-19, the Bank has tied up with SBI Funds Management Co. Due to these multiple tie-ups, the customers get a diversified choice of financial products.

In addition to these, the Bank has also tied-up with LIC and Bajaj Allianz for the Pradhan Mantri Yojana Schemes. Further, to secure our credit exposure, the Bank has introduced Group Credit Protection Plan (GCPP) through its tie-up partners viz; Bajaj Allianz Life Insurance Co. Ltd. and Religare Health Insurance Co. Ltd.

The Bank is also in the process of launching the BSE StarMF platform for Online Mutual Fund investment and e-Insurance facility.

The Bank has also subscribed for the “Speed-e” facility with NSDL. This facility enables our customers to sell their shares online through the SPEED-e website (<https://eservices.nsdl.com>). This platform also provides our customers with the facility to check their balances and transactions on real time basis through Internet-based Demat Account Statement (IDEAS) and the customers can also monitor the status of execution of instructions.

INTERNATIONAL BUSINESS

The Bank’s International Banking Division (IBD) offers various foreign exchange facilities including pre & post shipment finance (in rupee and foreign currency) and Import finance to its various clients in USD, EUR and GBP currencies. Merchant Forex turnover of the Bank has increased from ₹ 520 Cr. in 2017-18 to ₹ 579 Cr. in 2018-19. During the year under review, the Bank has tied-up with Yes Bank for issuance of Travel Cards in ten currencies, to its clients visiting various tourist destinations.

The Bank has tied up with various Authorised Money changers including FRR Forex Pvt. Ltd., Thomas Cook Ltd., EBIXCASH World Money Ltd. (earlier known as Centrum Direct Ltd.), Pheroze Framroze and Cox & Kings. Recently, the Bank has tied up with Unimoni Financial Services Ltd. for offering foreign currencies at competitive rates to our clients visiting overseas through our Branch network.

IBD has established correspondence relationship in two more countries viz; Malaysia and Thailand, thus increasing our reach for advising Letters of Credit on behalf of Importer clients.

The Bank has successfully implemented the SWIFT version 7.2.50 (mandatory requirement of SWIFT) within the timeline and SWIFT controls are now in place as per RBI guidelines.

The Bank has adopted a Document Management Software viz; TRADE ZONE enabling upload of documents at the Branches and smooth processing of Forex transactions. With this, the requests for remittances or issue of Letters of Credit can now be viewed on a single platform by multiple users, thereby reducing the burden on email network and also improving TAT for forex services.

Training to Staff on various products including Non Resident deposits, Travel Cards, Currencies, Remittances and Letters of credit, SWIFT codes, etc. was undertaken to enhance their working knowledge in handling Foreign exchange transactions.

In the year 2019-20, the IBD aims at establishing correspondence relationship in more countries and deal in more currencies to serve our customers in a better way.

RECOGNITION

At the NSDL Star Performer awards 2018, the Bank was awarded the second position in the “Top performing Co-operative Bank in new Demat accounts opened” category.

CORPORATE GOVERNANCE

The Bank conducts its business ethically in a transparent manner, ensuring the best Corporate Governance practices to protect the interests of the stakeholders. The Bank ensures compliances with regulatory requirement and is also responsive and pro-active to growing customer needs.

The Bank is managed by a team of qualified and experienced Directors with expertise in their chosen fields, bringing in valuable experience and ensuring sound corporate governance mechanism to achieve objectives that are in the interest of the stakeholders and the organization.

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

	No. of Meetings	No. of Directors in the Board/ Committee	Average Attendance
Board	16	12	10
Advances, Credit Monitoring & Recovery Committee	40	7	5
Accounts, Audit & Investment Committee			
Audit	13	6	5
Investment	12	7	5
Executive Committee			
Execution	8	5	5
Development & HR	12	6	5
Digitisation	17	6	5
Special Committee of the Board for Monitoring of Large Value Frauds	4	5	5

AUDIT & INSPECTION

The Bank has in place a system for internal and concurrent audit. All branches are covered under concurrent audit (monthly/quarterly) as also put under internal audit. 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, Taxation and Accounting fields.

During the year, RBI carried out its on-site inspection of the Bank with respect to financial position as on March 31, 2018.

VIGILANCE

With the technological advancement in the Banking Industry, the volume of transactions; business as also the reach of customers to execute the transactions, has reached to an unparallel level. Banking industry is today facing a bigger challenge with new types of frauds and is trying to cope with better management practices and better Vigilance Administration.

In order to enhance Managerial efficiency, effectiveness of the organization and to protect the interest of the Bank, as a forward looking step, the Bank has recently set-up a Vigilance Department. The scope of the Vigilance Department includes implementation of new systems for early warning and detection of frauds through surprise checks, Off-site surveillance, etc. Prevention of frauds will be the main focus of the department for which Vigilance Awareness will be created amongst the employees through meetings, emails and conducting special classes.

The Bank shall endeavour to improve its efficiency at operating level by creating awareness about its systems & procedures to render prompt customer service without lapses.

REAPPOINTMENT OF STATUTORY AUDITORS

In the 101st Annual General Meeting held on August 4, 2018, M/s. A. P. Sanzgiri & Co., Chartered Accountants were appointed as Statutory Auditors. They have consented their willingness to be reappointed. Being eligible, the Board of Directors recommends their reappointment up to the date of next Annual General Meeting.

BRANCH EXPANSION

During the year, the Bank has set up two new branches, one at Waluj in Aurangabad and another at Maninagar in Ahmedabad. Currently, the Bank has a network of 109 branches spread across five states of Maharashtra, Goa, Karnataka, Gujarat and Madhya Pradesh.

HUMAN RESOURCE

Human Resource Department develops the key competencies of employees to perform their current and future roles, through learning activities and facilitates in maintaining an environment conducive to total participation, quality leadership, personal and organizational growth.

Learning and development, a subset of HR, aims to improve group and individual performance by increasing and honing skills and knowledge. To achieve this, the Bank started the 'Saksham' movement inviting enthusiast employees as volunteers to take the initiative for knowledge up-scaling and performing specified tasks.

The Bank has set its sight on a minimum 24 hours training in a year for all its employees. Various training programs were conducted during the year on topics such as Brand Building, Branch Operations, E-Channels, Soft skills development, Forex services, Credit Appraisal, Recovery Procedures, Tax matters, Legal Aspects, etc. The Bank will continue such initiatives to enhance the skillset of its employees.

The Bank also encourages its employees to continually upgrade their knowledge in different fields. During the year under review, 28 employees took initiative in upgrading their academic qualifications. 6 employees attained their post graduation / professional qualifications and as many as 22 employees completed various courses conducted by the Indian Institute of Bankers.

The Directors would like to place on record their appreciation for the commitment of the employees.

Shri Shrinivasraghavan S. joined the Bank as a Chief Financial Officer on November 19, 2018.

Shri Rohit Bhujbal joined the Bank as General Manager – Credit on December 19, 2018.

Shri Anil Muley has joined the Bank as a Chief Vigilance Officer on January 25, 2019.

Shri Anand Dhareshwar joined the Bank as Asst. General Manager- Trade Finance on September 10, 2018.

BRAND BUILDING

Brand building is an important activity in the overall business development. It is the communication and creation of customer value and helps to build a loyal customer base.

The Bank continues to make consistent efforts for promotion and sustainability of its brand through various initiatives.

A complete revamp of the Bank's website was done during the year under review, making it more customer friendly, with a greater thrust on the use of technology for banking operations. The website provides information and updates on the various products and services of the Bank.

To stay connected with our customers, the Bank has undertaken various brand building and recall exercises through media viz; Television, Press, Bus Shelter, Display during Ganeshotsav & Navratri festival, etc.

The Bank was associated with the following events as a part of brand building initiative:

- i) "Loksatta-Vishleshan" and "Loksatta – Durga Awards, 2018" organized by Loksatta, a leading Marathi newspaper.
- ii) "Dr. Ramani Goa Marathon" which created a good brand awareness in the state of Goa.

An SME Customers' Meet was organized in Aurangabad on April 16, 2019 to reach out new SME customers aiming to cater to the credit needs of manufacturing sector-based SMEs from the industries like auto ancillaries, foundries & other light engineering segment, pharmaceuticals, chemicals and food processing. The event was also graced by the Bank's Chairman and other Directors. The event was a grand success with the presence of eminent dignitaries from the SME sector in Aurangabad.

SHRI SHETH SHANTARAM MANGESH KULKARNI MEMORIAL LECTURE

The 20th Sheth Shantaram Memorial lecture was organized on October 30, 2018 at Pracharya B.N. Vaidya Sabhagraha, IES School, Dadar. The lecture was addressed by Smt. Ashwini Bhide, IAS (MD, Mumbai Metro Rail Corporation) on the topic "The Changing Face of Transportation in Mumbai (With reference to Mumbai Metro 3)."

At the event, Annual Awards for 2017-18 were also given to the branches for excelling in their performance.

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, 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."

A bronze statue of the Bank's Founder was installed at the Head Office, Girgaum and unveiled by the Bank's Chairman, Shri Kishore Kulkarni and Vice Chairman, Shri Sunil Gaitonde on September 26, 2018, being the Bank's 101st Foundation Day.

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 ₹ 819.72 Lacs during the year.

GRIEVANCE REDRESSAL UNIT

To address prompt redressal of customer grievances and for efficient customer service, the Bank has in place a Grievance Redressal Unit (GRU) headed by the Nodal Officer of the Bank, presently, Shri Girish Hoskote, Deputy General Manager. The GRU addresses the complaints received through various sources including Banking Ombudsman and resolves them promptly. The facility for registering online complaints is available on the Grievance Redressal page of the Bank's website (www.nkgsb-bank.com/grievance-redressal.php).

MEMBERS' WELFARE

- The Bank has been felicitating the meritorious wards of the members encouraging them by recognizing their achievements in academics & sports. This year, 27 students were felicitated through the Members' welfare fund.
- In all, 19 members have availed the benefits of the scheme for reimbursement of hospitalization expenses.
- During the year, 69 members availed the facility for reimbursement of medical check-up.

MANAGEMENT

Shri Chintamani Nadkarni, Managing Director of the Bank was elected as the Chairman of the IBA Committee on Urban Co-operative Banks for the year 2017-18, until the conclusion of the AGM of IBA to be held in 2019. He is also appointed as an Alternate Chairman of the IBA Standing Committee on Agriculture & Allied Activities for the year 2018-19 and also had been inducted as a member of the Finance Committee of IBA for the year 2018-19.

OBITUARY

The Board of Directors express their profound grief at the sad demise of Shri Mohan Jadhav, former employee of the Bank. 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, 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. Banks' 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: May 31, 2019

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 2019, which comprise the Balance Sheet as at 31st March 2019, 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, 106 are under monthly/quarterly Concurrent Audit. 1 branch have been newly opened in the last quarter of 2018 and 2 branches have been newly opened in the first and second quarter of 2019 and hence are not covered under Concurrent Audit. These 3 branches account for 0.106% of total deposits, 0.076% of total advances & Rs. 145.67 lacs as loss before tax. 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. During the course of our audit, we performed select relevant procedures at 21 branches. 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 2019**;
 - 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.

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

4. 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 Regulation 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

5. 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.

Report on Other Legal & Regulatory Requirements

6. 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.
7. 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 realisation of money due to the bank.
8. 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.
 - a. 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.
 - b. 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.
 - c. Following monies due to the Bank appear to be doubtful of recovery against which a provision of ₹ 8,530.37 Lacs is made in the accounts. Advances categorised as doubtful and loss assets as per Prudential Norms are considered as doubtful of recovery:-

Category	Outstanding on 31.03.2019 (₹ In Lacs)
Doubtful Assets	14,826.15
Loss Assets	929.24

- d. 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

- e. 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.
- f. 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: 31st May, 2019



Balance Sheet

(₹ in Lacs)

CAPITAL AND LIABILITIES	Schedule	As at 31-Mar-19	As at 31-Mar-18
I. SHARE CAPITAL	1	9,817	9,760
II. RESERVE FUND AND OTHER RESERVES	2	67,777	66,151
III. PRINCIPAL/SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNTS		-	-
IV. DEPOSITS AND OTHER ACCOUNTS	3	7,60,088	6,94,531
V. BORROWINGS	4	15,970	15,970
VI. BILLS FOR COLLECTION BEING BILLS RECEIVABLE (As per Contra)		9,574	8,014
VII. OVERDUE INTEREST RESERVE ON LOANS AND ADVANCES (As per Contra)		10,102	15,081
VIII. INTEREST PAYABLE		1,539	1,985
IX. OTHER LIABILITIES	5	8,198	6,558
X. SETTLEMENT CREDIT ACCOUNT (As per contra) (Refer Schedule 16, Note no. 4)		100	99
XI. PROFIT & LOSS ACCOUNT		1	1
GRAND TOTAL		8,83,166	8,18,150
CONTINGENT LIABILITIES	14	29,595	34,781
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, 31st May, 2019

as at 31st March, 2019

(₹ in Lacs)

PROPERTY AND ASSETS	Schedule	As at 31-Mar-19	As at 31-Mar-18
I. CASH	6	35,543	37,041
II. BALANCES WITH OTHER BANKS	7	18,109	23,655
III. INVESTMENTS OUT OF THE PRINCIPAL/SUB. STATE PARTNERSHIP FUND		-	-
IV. MONEY AT CALL & SHORT NOTICE (LAF, REVERSE REPO & TREPS)	8	33,489	10,294
V. INVESTMENTS	9	2,08,561	1,50,170
VI. ADVANCES	10	5,25,052	5,31,129
VII. BILLS RECEIVABLE BEING BILLS FOR COLLECTION (As per Contra)		9,574	8,014
VIII. INTEREST RECEIVABLE			
a) On Investments & Earmarked Funds	11	3,921	3,441
b) On Staff Loans		927	815
c) On Loans and Advances (As per Contra)		10,102	15,081
IX. FIXED ASSETS	12	27,301	28,519
X. OTHER ASSETS	13	9,063	8,168
XI. DEFERRED TAX ASSET (NET) (Refer Schedule 16, Note no. 19)		1,424	1,724
XII. SETTLEMENT DEBIT ACCOUNT (As per contra) (Refer Schedule 16, Note no. 4)		100	99
GRAND TOTAL		8,83,166	8,18,150

KISHORE KULKARNI
Chairman
SUNIL GAITONDE
Vice - Chairman
CHINTAMANI NADKARNI
Managing Director
SRINIVASARAGHAVAN S.
Chief Financial Officer
SAMIR REGE
Asst. General Manager (Finance)

ALKA DIWADKAR
Director
NAGESH FOVKAR
Director
RAMESH KASBEKAR
Director
KAUSHAL MUZUMDAR
Director

ANIL NADKARNI
Director
NAGESH PINGE
Director
SUJATA RANGNEKAR
Director

Mumbai, 31st May, 2019

Profit and Loss Account

(₹ in Lacs)

EXPENDITURE	Year Ended 31-Mar-19	Year Ended 31-Mar-18
Interest on Deposits	47,265	45,091
Interest on Borrowings	1,482	1,482
Staff Salaries, Allowances and Benefits	8,143	7,941
Rent, Rates, Taxes, Service Charges, Insurance and Electricity	2,623	2,496
Legal and Professional Charges	224	239
Postage, Telegrams and Telephone Charges	243	325
Travelling, Lodging and Conveyance	73	91
Audit Fees	118	118
Repairs and Maintenance	828	761
Depreciation on Fixed Assets	1,512	1,555
Depreciation on Shifting of Securities	15	-
Amortisation on HTM Securities	491	495
Printing and Stationery	89	101
Advertisement	214	232
Bad Debts Written Off	3,799	1,167
Amortisation of Software	798	887
Sundry Expenses	1,911	2,236
OPERATING PROFIT (c/f)	9,253	10,360
	79,081	75,577
Provisions and Contingencies:		
A) Bad and Doubtful Debts Reserve	3,137	2,890
B) Contingent Reserve against Standard Assets	-	114
C) Provision for Diminution in fair value of asset	2	-
D) Interest Transferred to Leave Encashment Fund	89	80
E) Provision for IDR	13	-
F) Provision for Election Fund	8	7
Profit Before Tax (c/f)	6,004	7,269
	9,253	10,360
Provision for Taxes:		
Income Tax	1,678	2,782
Deferred Tax	300	(366)
Net Profit for the year	4,026	4,853
Total	6,004	7,269

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, 31st May, 2019

for the year ended 31st March, 2019

(₹ in Lacs)

INCOME	Year Ended 31-Mar-19	Year Ended 31-Mar-18
Interest and Discount		
a) Interest on Advances	54,919	56,390
b) Income from Investments	14,197	12,415
c) Interest on Deposits with Banks	1,064	1,685
Commission, Exchange & Brokerage	3,045	3,075
Bad Debts Provision Reversed	3,799	1,167
Bad Debts of Earlier year Written off now recovered	4	6
Profit on Sale of Investments (including Mutual Funds)	1,572	428
Profit on Forex Transactions	123	130
Profit on Sale of Fixed Assets	50	2
Rent on Safe Deposit Lockers	250	241
Miscellaneous Income	58	38
	79,081	75,577
OPERATING PROFIT (b/f)	9,253	10,360
	9,253	10,360
Profit Before Tax (b/f)	6,004	7,269
Total	6,004	7,269

KISHORE KULKARNI

Chairman

SUNIL GAITONDE

Vice - Chairman

CHINTAMANI NADKARNI

Managing Director

SRINIVASARAGHAVAN S.

Chief Financial Officer

SAMIR REGE

Asst. General Manager (Finance)

ALKA DIWADKAR

Director

NAGESH FOVKAR

Director

RAMESH KASBEKAR

Director

KAUSHAL MUZUMDAR

Director

ANIL NADKARNI

Director

NAGESH PINGE

Director

SUJATA RANGNEKAR

Director

Mumbai, 31st May, 2019

Profit and Loss Appropriation Account

(₹ in Lacs)

EXPENDITURE	Year Ended 31-Mar-19	Year Ended 31-Mar-18
Appropriations subject to Approval in AGM		
A) Statutory Appropriations :-		
1 Statutory Reserve Fund (25% of Net Profit)	1,006	1,213
2 Contingency Reserve Fund (10% of Net Profit)	403	485
3 Education Fund (1 % of Net Profit)	40	49
B) Other Appropriations :-		
1 Building Fund	166	100
2 Bad & Doubtful Debts Fund	1,200	1,400
3 Reserve for Donations	5	5
4 Investment Fluctuation Reserve	107	-
5 Proposed Dividend @ 10.00% p.a. (pro-rata) on Equity Shares	850	835
6 Proposed Dividend @ 8.50 % p.a. (pro-rata) on PNCPS	125	94
7 Ex-Gratia to Staff	835	800
8 Staff Welfare fund	90	75
9 Members' Welfare Fund	20	18
10 Special Reserve U/s 36 (1) (viii) of I.T. Act, 1961	203	414
	5,050	5,488
PROFIT CARRIED TO BALANCE SHEET	1	1
TOTAL	5,051	5,489

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, 31st May, 2019

(₹ in Lacs)

* As per Revised AS-10 w.e.f. 01.04.2017

Mumbai, 31st May, 2019

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
Schedule - 1		
Share Capital		
Authorised Share Capital	20,000	20,000
20,00,00,000 shares of Rs. 10/- each		
I Issued Subscribed and Paid up Equity Capital		
8,46,46,802 shares of Rs. 10/- each		
(P.Y. 8,50,45,737 shares) of which :-		
Individuals	6,513	6,463
Co-op Institutions	-	-
Others	1,952	2,042
TOTAL	8,465	8,505
II Perpetual Non Cumulative Preference Share (PNCPS) Capital		
1,35,21,000 shares of Rs. 10/- each (P.Y. 1,25,54,000 shares)		
Issued Subscribed and Paid up Preference Share Capital	1,352	1,255
TOTAL CAPITAL (I+II)	9,817	9,760

Schedule - 2

RESERVE FUND AND OTHER RESERVES

I Reserves as per Multi-State Co-op. Soc. Act		
(i) Statutory Reserve Fund	13,996	12,971
(ii) Contingency Reserve Fund	5,076	4,673
(iii) Building Fund	8,702	8,536
(iv) Donation Fund	13	9
II Reserves as per RBI guidelines		
(i) Investment Fluctuation Reserve	1,233	1,525
(ii) Contingent Reserve against Standard Assets	2,189	2,189
(iii) Bad and Doubtful Debts Reserve	9,043	9,706
(iv) Provision for Restructured Advances	50	48
(v) General Reserve	35	-
III Other Funds as per Bye-Laws		
(i) Election Fund	23	15
(ii) Members' Welfare Fund	238	222
IV Others		
(i) Special Reserve U/s 36 (1) (viii) of I.T. Act, 1961	2,441	2,238
(ii) Capital Reserve	68	4
(iii) Revaluation Reserve	18,475	19,108
(iv) Deferred Tax Reserve	292	292
(v) Bad and Doubtful Debts Fund	2,178	3,025
(vi) ARC Reserve Account	2,047	-

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
V Funds for the benefit of staff		
(i) Staff Welfare Fund	429	418
(ii) Staff Leave Encashment Fund	1,249	1,172
TOTAL RESERVES (I+II+III+IV+V)	67,777	66,151

Schedule - 3

Deposits

I Term Deposits		
(i) Individuals & Others	5,03,280	4,74,922
(ii) Societies	81,165	46,937
II Saving Deposits		
(i) Individuals & Others	1,33,054	1,32,208
(ii) Societies	6,946	6,665
III Current Deposits		
(i) Individuals & Others	32,861	31,044
(ii) Societies	652	293
IV Matured Deposits	2,130	2,462
Total (I+II+III+IV)	7,60,088	6,94,531
(Includes amt of Rs. 11,952 Lacs (P.Y. Rs. 9,960 Lacs) collateralised towards LCs / Guarantees. Also an amount of Rs. 49,419 Lacs (P.Y. Rs. 40,478 Lacs) is lien marked against overdraft / loan against FDs.)		

Schedule-4

Borrowings

I Long Term Subordinated Deposits		
Series I		
Tenure of 5 years @ 10.00% p.a.	2,283	2,283
Tenure of 7 years @ 10.25% p.a.	2,717	2,717
II Long Term Subordinated Deposits		
Series II		
Tenure of 5 years @ 9.00% p.a.	1,392	1,392
Tenure of 7 years @ 9.25% p.a.	4,178	4,178

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
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
Total (I+II+III)	15,970	15,970

Schedule-5

Other Liabilities

(i) Payorder Issued / Draft Payable	3,008	1,350
(ii) Proposed Dividend (Equity + PNCPS)	975	929
(iii) Ex-gratia for Staff	835	800
(iv) T.D.S. on F.D.R. Interest	217	398
(v) Interest received in Advance on Bill Discounting	791	479
(vi) Unclaimed Dividend	128	88
(vii) Sundry Deposits	664	605
(viii) Others	1,580	1,909
Total (i+ii+iii+iv+v+vi+vii+viii)	8,198	6,558

Schedule -6

Cash

(i) Cash in Hand	2,908	3,458
(ii) Balances with Reserve Bank of India	32,624	33,567
(iii) Balances with State Bank of India, State Co-operative Banks & District Co-operative Banks	11	16
Total (i+ii+iii)	35,543	37,041

Schedule -7

Balances with other Banks

I Current Deposits with Banks	3,106	2,828
II Fixed Deposits with Banks :-		
(a) Reserve Fund Investment	2,750	12,960
(b) Investment against Earmarked Funds	701	1,932
(c) Other Fixed Deposit Receipts	11,552	5,935
Total (a+b+c)	15,003	20,827
(Other Fixed Deposit Receipts includes Rs. 1,014.85 Lacs placed with other Banks as margin for Credit Line (P.Y. Rs.899.53 Lacs))		
Total (I+II)	18,109	23,655

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
Schedule-8		
MONEY AT CALL & SHORT NOTICE (LAF, REVERSE REPO & TREPS)		
(i) Money at Call & Short Notice	-	10,294
(ii) Reverse REPO	18,500	-
(iii) TREPS	14,989	-
Total (i+ii+iii)	33,489	10,294
Schedule-9		
Investments		
(i) Government Securities	1,80,712	1,46,098
(ii) Government Securities (earmarked for Reserve Fund Investment)	15,945	4,047
(iii) Bonds & NCDs	2,000	-
(iv) Other Investments	25	25
(v) Security Receipts (ARC)	9,879	-
Total (i+ii+iii+iv+v)	2,08,561	1,50,170
Schedule-10		
Advances		
I Short Term Loans, Cash Credit, Bills Discounted and Purchased	1,92,017	1,67,557
of which secured against:		
(i) Govt. and Other Approved Securities	91	32
(ii) Other Tangible Securities	1,91,443	1,67,148
(iii) Unsecured - Personal /Surety Loans	483	377
(Amount due from Individuals - Rs. 19,304.26 Lacs (P.Y. Rs. 17,426.62 Lacs), amount overdue Rs. 20,309.27 Lacs (P.Y. Rs. 20,582.92 Lacs), considered Bad & Doubtful of recovery Rs. 5,265.60 Lacs (P.Y. Rs. 5,773.16 Lacs) fully provided as per RBI Norms)		
II Medium Term Loans	27,394	34,584
of which secured against:		
(i) Govt. and Other Approved Securities	1	10
(ii) Other Tangible Securities	26,614	33,583
(iii) Unsecured - Personal /Surety Loans	779	991
(Amount due from Individuals - Rs. 11,784.39 Lacs (P.Y. Rs. 15,129.17 Lacs), amount overdue Rs. 2,033.88 Lacs (P.Y. Rs. 4,010.16 Lacs), considered Bad & Doubtful of recovery Rs. 911.04 Lacs (P.Y. Rs. 1,785.08 Lacs) fully provided as per RBI Norms)		

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
III Long Term Loans	3,05,641	3,28,988
of which secured against:		
(i) Govt. and Other Approved Securities	1,354	1,293
(ii) Other Tangible Securities	3,01,051	3,23,757
(iii) Unsecured - Personal /Surety Loans	3,236	3,938
(Amount due from Individuals - Rs.1,97,047.29 Lacs (P.Y. Rs. 2,16,463.70 Lacs), amount overdue Rs. 9,446.84 Lacs (P.Y. Rs. 11,756.14 Lacs), considered Bad & Doubtful of recovery Rs. 9,578.74 Lacs (P.Y. Rs. 12,446.82 Lacs) fully provided as per RBI Norms)		
Total (I+II+III)	5,25,052	5,31,129

Schedule-11

Interest Receivable

(i) On Investments	3,908	3,386
(ii) On Investments against Earmarked Funds	13	55
Total (i+ii)	3,921	3,441

Schedule-12

Fixed Assets

I Premises (Including Land)

Opening Balance as on April, 1	32,183	31,535
Add : Additions during the year (Includes Leasehold Improvements)	65	649
Less : Sales during the year	(104)	(1)
	32,144	32,183
Less : Depreciation upto last year	5,730	4,862
Depreciation for the current year	857	869
Depreciation on assets sold	(10)	(1)
	6,577	5,730
Sub-Total	25,567	26,453

II Furniture and Fixtures

Original Cost as on April, 1	3,205	3,158
Add : Additions during the year	74	89
Less : Sales during the year	(5)	(42)
	3,274	3,205
Less : Depreciation upto last year	1,884	1,644
Depreciation for the current year	275	278
Depreciation on assets sold	(5)	(38)
	2,154	1,884
Sub-Total	1,120	1,321

Schedules

(₹ in Lacs)

	As at 31-Mar-19	As at 31-Mar-18
III Other Fixed Assets		
Original Cost as on April, 1	3,894	3,781
Add : Additions during the year	256	175
Less : Sales during the year	(165)	(62)
	3,985	3,894
Less : Depreciation upto last year	3,149	2,797
Depreciation for the current year	381	407
Depreciation on assets sold	(159)	(55)
	3,371	3,149
Sub-Total	614	745
Total Fixed Assets (I+II+III)	27,301	28,519

Schedule-13

Other Assets

(i) Premium paid on Investment (Net of Amortisation)	3,510	3,989
(ii) Earmarked Fund against Staff Leave Encashment Fund	1,087	10
(iii) Lease & Security Deposits	851	832
(iv) Intangible Assets (Software)	694	1,384
(v) CCIL & CBLO Segment Cash Margins	215	208
(vi) Advance Income Tax (Net)	1,521	390
(vii) Prepaid Expenses	87	102
(viii) Others	1,098	1,253
Total (i+ii+iii+iv+v+vi+vii+viii)	9,063	8,168

Schedule -14

Contingent Liabilities

(i) Forward Contracts Purchase	1,092	4,795
(ii) Forward Contracts Sale	1,693	5,470
(iii) Guarantees *	19,184	15,384
(iv) Letter of Credit **	5,880	8,167
(v) DEAF Account	1,023	837
(vi) Income Tax Demand	664	96
(vii) Service Tax Demand	38	-
(viii) Others	21	32
Total (i+ii+iii+iv+v+vi+vii+viii)	29,595	34,781

* These amounts are collateralised by Fixed Deposits, Counter Guarantees and Secured Charges of Rs. 11,952.22 Lacs (P.Y. Rs. 9,960.23 Lacs)

** These amounts includes Expired LCs of Rs. 155.88 Lacs (P.Y. Rs. 311.36 Lacs)/ Guarantees of Rs. 2,670.76 Lacs, (P.Y. Rs. 1,457.92 Lacs) which have not been cancelled being Original LCs / Govt. Guarantees / BGs not being received back.

Cash Flow For The Year Ended 31st March, 2019

(₹ in Lacs)

Particulars	2018-19	2017-18
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit as per Profit and Loss Account	4,026	4,853
Add: Previous year excess provision written back	1,025	635
Add: Opening balance as per Profit and Loss Account	1	2
Profit Available for Appropriations	5,051	5,489
Less : Appropriations	5,050	5,488
Net Profit as per Balance Sheet	1	1
Add:		
Depreciation on Assets	943	985
Deferred Tax	300	(366)
Current Tax	1,678	2,782
Bad Debts Written Off	3,799	1,167
Premium on Securities Amortised	491	495
Amortisation of Software	798	887
	8,010	5,949
Add:		
Loss/ (Profit) on Sale of Assets	(50)	(2)
	(50)	(2)
Less :		
BDDR written back	(3,799)	(1,167)
	(3,799)	(1,167)
Adjustments for:		
(Increase)/ Decrease in Investments	(46,494)	13,585
(Increase)/ Decrease in Other Investments	(14,164)	(3,487)
(Increase)/ Decrease in Advances	6,078	(18,378)
(Increase)/ Decrease in Interest receivable and OIR	4,388	(3,337)
(Increase)/ Decrease in Other Assets	(3,754)	(3,016)
Increase/ (Decrease) in Funds	3,214	6,474
Increase/ (Decrease) in Deposits	65,558	(14,958)
Increase/ (Decrease) in Interest Payable	(447)	(3,385)
Increase/ (Decrease) in Other Liabilities	(3,426)	2,555
	10,953	(23,948)
Net Cash Generated from Operating Activities (A)	15,115	(19,166)



Cash Flow For The Year Ended 31st March, 2019

(₹ in Lacs)

Particulars	2018-19	2017-18
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(395)	(914)
Payment for Software	(109)	(152)
Sale Proceeds of Fixed Assets	86	13
Net Cash Generated from Investing Activities (B)	(418)	(1,054)
CASH FLOW FROM FINANCING ACTIVITIES		
Increase in Equity Share Capital	(37)	(2)
Increase in Preference Share Capital	95	351
Increase in Borrowings	-	(2)
Dividend Paid	(871)	(1,048)
Net Cash generated from Financing Activities (C)	(813)	(701)
Net increase in Cash & Cash Equivalents (A+B+C)	13,885	(20,921)
Cash & Cash Equivalents at the beginning of the year	59,385	80,306
Cash & Cash Equivalents at the end of the year	73,270	59,385
	13,885	(20,921)
Cash & Cash Equivalents		
Cash in hand & Balances with Notified Banks	35,543	37,041
Balances with Other Banks	4,237	12,050
Money at Call & Short Notice (LAF, Reverse REPO & TREPS)	33,489	10,294
	73,270	59,385

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, 31th May, 2019

KISHORE KULKARNI
Chairman

SUNIL GAITONDE

Vice - Chairman

CHINTAMANI NADKARNI

Managing Director

SRINIVASARAGHAVAN S.

Chief Financial Officer

SAMIR REGE

Asst. General Manager (Finance)

ALKA DIWADKAR

Director

NAGESH FOVKAR

Director

RAMESH KASBEKAR

Director

KAUSHAL MUZUMDAR

Director

ANIL NADKARNI

Director

NAGESH PINGE

Director

SUJATA RANGNEKAR

Director

Mumbai, 31st May, 2019

Schedule 15 & 16:-

Significant accounting policies and notes to accounts forming part of Financial Statements for the year ended 31st March 2019.

I] 1. BACKGROUND:

NKGSB Co-op Bank Ltd. (Bank) was incorporated under Maharashtra Co-operative Societies Act in 1917. Subsequently in 1996, the same was brought under Multi State Co-operative Societies Act 2002, upon opening branches outside the State of Maharashtra. Bank is designated as a Scheduled Bank under Schedule II of the R.B.I Act. Presently, Bank has 109 branches as at 31.03.2019 spread over in the States of Maharashtra, Goa, Karnataka, Gujarat and Madhya Pradesh. In current year, two branches were opened. The Bank provides various Banking products which cater to the needs of both corporate and retail customers.

2. BASIS OF PREPARATION:

The accompanying Financial Statements have been prepared and presented under the historical cost convention as a going concern on accrual basis of accounting, unless otherwise stated, and comply with the Generally Accepted Accounting Principles, statutory requirements prescribed under the Banking Regulation Act, 1949, and the Multi State Co-operative Societies Act, 2002, circulars and guidelines issued by the 'Reserve Bank of India' (RBI) from time to time, the applicable 'Accounting Standards' (AS) issued by the 'Institute of Chartered Accountants of India' (ICAI) and the current practices prevailing amongst the Co-operative Banks in India.

The Accounting Policies adopted in the current year are consistent with those of previous year except otherwise stated.

3. USE OF ESTIMATES:

The presentation of Financial Statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities at the date of the Financial Statements. Actual results could differ from those estimated. Management believes that the estimates used in the preparation of the Financial Statements are prudent and reasonable. Any revisions to the accounting estimates are recognised prospectively in the current and future periods.

II] 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 TREPS (Tri-party Repo (Dealing) System) and Reverse Repo are shown under the head 'Money at Call & Short Notice'.

3. INVESTMENTS :

For presentation of the Balance Sheet, Investments are classified under the following categories 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

amortised over the period remaining to maturity. For any security acquired at discount to the face value, the discount earned on maturity/sale is recognised 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 will be 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 will be recognised in the Profit and Loss account. Appreciation, if any will be 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 Collateralised 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 RBI.
- d) In arriving at the provisioning, for determining the value of securities, the value as per the latest valuation reports, wherever obtained, of the assets mortgaged is considered. In case of stock the value as per last stock statement submitted by the borrowers is taken into consideration and in case of fixed assets, the depreciated value of the assets is generally considered.
- e) Amount recovered against debts write off in earlier years are recognised in Profit and Loss Account.
- f) Premium paid for purchase of Priority Sector Lending Certificate is debited to 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	% of Depreciation
Land and Building (Including Tenancy Rights)	2.50%
Furniture and Fixture	10.00%
Office Machinery (including Air Conditioner, Fire Extinguisher)	15.00%
Glow Sign Board & Vehicles	20.00%
Computer Hardware & Software & UPS/ Batteries	33.33%
Leasehold Improvements	Equally over the primary period of lease

- c) Assets purchased during the year are depreciated for the entire year except for those at Branches opened during the year, which are depreciated pro-rata on completed month basis from the date of commissioning of the respective branch.
- d) Depreciation on vehicles is charged pro-rata on completed month basis.
- e) Assets disposed off during the year are depreciated up to the quarter before the date of disposal.
- f) Books are capitalised and depreciated to Re.1/- per book in the year of purchase.
- g) 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.
- h) Fixed Assets which have been fully depreciated but are still in use, are carried in the books at Re.1/-.
- i) Assets individually costing less than Rs. 5,000/- is charged to Profit and Loss Account in the year of purchase.
- j) During the current year, Bank has changed it's rate for depreciation in respect of UPS/Batteries from 15% to 33.33%. Replacement of UPS/Batteries are also capitalised in the books. AMC & Recharges are expensed off to Profit and Loss Account.
- k) Chairs / Tables are capitalised under "Furniture & Fixtures" irrespective of value of individual Chair thereof.

6. RESERVE FUND AND OTHER RESERVES:

- I) As per the requirement of Multi-State Co-operative Societies 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) 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 recognised 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 recognised on cash basis in accordance with guidelines issued by RBI.
- b) Commission, Exchange, Brokerage and Locker Rent are recognised 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.

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.

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.

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 recognised 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 amortised 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). During the year, certain amounts have been additionally invested with HDFC Standard Life Insurance Company. 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 encashed 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/ amortisation 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 recognised as an expense in the Profit and Loss Account during the year as per the 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 thereunder.
- 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.

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):

- 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.
- Contingent assets are not recognised in the Financial Statements.
- 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 recognised 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. CASH & CASH EQUIVALENTS:

This includes Cash in hand, Current Account Balances with Banks (as per Schedule-6 & Schedule-7(I)), Money at Call & Short Notice, LAF Reverse REPO & TREPS and highly liquid deposits maturing within 90 days amounting to Rs.1,131.38 Lacs (P.Y. Rs. 9,222.44 Lacs).

III] Schedule 16:-**NOTES FORMING PART OF THE ACCOUNTS:-****1. Appropriation of Profit:**

The Bank has made the following appropriations of profits for the year ended March 31, 2019 which are subject to shareholders approval in the Annual General Meeting proposed to be held on 27.06.2019.

Particulars	Amount (₹. in Lacs)
Net Profit for F.Y. 2018-19	4,026
Add: Opening Balance in Profit and Loss Account	1
Add: Transfer from Revaluation Reserve, excess Investment Fluctuation Reserve, excess appropriation from Education Fund, Dividend and Ex-gratia	1,024
Total Profit available for appropriation	5,051
Appropriations :-	
Statutory Reserve Fund @25% of Net Profit	1,006
Contingency Reserve Fund @10% of Net Profit	403
Education Fund @1% of Net Profit	40
Building Fund	166
Bad and Doubtful Debts Fund	1,200
Donation Fund	5
Investment Fluctuation Reserve	107
Proposed Dividend on equity shares @10.00% p.a. (pro-rata)	850
Proposed Dividend on PNCPs @ 8.50% p.a. (pro-rata)	125
Ex-Gratia to Staff	835
Staff Welfare Fund	90
Members' Welfare Fund	20
Special Reserve U/s 36 (1) (viii) of I.T. Act, 1961	203
Balance carried forward	1
Total	5,051

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. 96.70 Lacs by way of Perpetual Non-Cumulative Preference Shares (PNCPS) (P.Y. Rs. 326.70 Lacs) for raising Tier I Capital thus, cumulatively amounting to Rs. 1,352.10 Lacs.

The terms and conditions regarding issue of Preference Shares remains same as detailed in Notes to Accounts of F.Y. 2016-17. The Rate of Dividend payable on PNCPS is declared in the Board Meeting and approved in the Annual General Meeting.

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

The LTD subscribed as at 31st March, 2019 is Rs. 15,970.25 Lacs which includes:-

- a) Rs. 5,000.00 Lacs during F.Y. 2014-15 (Series-I)
- b) Rs. 5,570.25 Lacs during F.Y. 2015-16 (Series-II)
- c) Rs. 5,400.00 Lacs during F.Y. 2016-17 (Series-III)

Repayment of all LTD Series will be done only at maturity with prior approval of the Reserve Bank of India.

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

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. During the year, the Bank has transferred to Investment Fluctuation Reserve (IFR) through Appropriation, an amount of Rs. 107 Lacs (P.Y. Rs. NIL), being profit on redemption of investments held in HTM category.
6. During the year, the Bank has written off an amount of Rs. 3,799.42 Lacs (P.Y. Rs. 1,166.73 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.
7. Claims receivable outstanding more than 1 year is provided in the accounts over a period of 3 years. The same is disclosed net of provisions thereon.
8. Commission and Exchange Income includes Income from Forex Business Rs. 564.79 Lacs (P.Y. Rs. 503.57 Lacs). Exchange Profit is Rs. 122.98 Lacs (P.Y. Rs. 129.87 Lacs).
9. The Bank has earned an Income of Rs. 136.21 Lacs (P.Y. Rs. 195.79 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., Religare Health Insurance Co. Ltd. and ICICI Lombard General Insurance Co. Ltd. The same is disclosed under Commission, Exchange and Brokerage in the Profit and Loss Account.
10. The Bank has earned an Income of Rs. 21.58 Lacs (P.Y. Rs. 39.67 Lacs) on account of Corporate Agency of Mutual Fund business with Aditya Birla Sun Life AMC Ltd., Reliance Nippon Life Asset Management Ltd., HDFC Asset Management Co. Ltd and SBI Funds Management Pvt. Ltd. The same is disclosed under Commission, Exchange and Brokerage in the Profit and Loss Account.

11. Disclosure under AS 15 "Employee Benefits" Provident Fund:

(₹ in Lacs)

Particulars	Provident Fund	
	31.03.2019	31.03.2018
Employment and Retirement Benefits		
Post Employment Benefits		
Bank's contribution to Provident Fund debited to Profit and Loss Account	622.47	607.87

12. 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	
		31.03.2019	31.03.2018
1	Principal actuarial assumptions as at the date of Balance Sheet:		
	Discount Rate	7.50%	7.60%
	Salary Escalation	4.00%	4.00%
	Expected Return on Plan Assets	7.50%	7.60%
2	Reconciliation of opening and closing balances of present value of obligation		
	Present value of obligation as at beginning of the year	2,350.91	2,147.03
	Interest cost	166.53	145.22
	Current service cost	148.89	142.49
	Benefit Paid	(280.24)	(141.21)
	Actuarial (Gain)/ Loss on obligations	0.85	57.38
	Present value of obligation as at end of the year	2,386.94	2,350.91
3	Reconciliation of opening and closing balance of present value of plan assets		
	Fair value of plan assets at beginning of the year	2,321.50	2,008.72
	Expected return on plan assets	169.96	140.46
	Contributions	114.82	323.71
	Benefits paid	(280.24)	(141.21)
	Actuarial Gain/ (Loss) on plan assets	12.14	(10.18)
	Fair value of plan assets at end of the year	2,338.18	2,321.50
4	Amount to be recognised in the Balance Sheet		
	Present value of obligation as at the end of the year	2,386.94	2,350.91
	Present value of plan assets as at the end of the year	2,338.18	2,321.50
	Funded Status	48.76	29.41
	Net (Asset)/Liability in Balance Sheet	48.76	29.41
5	Expenses Recognised in the Profit and Loss Account		
	Current service cost	148.89	142.49
	Interest cost	166.53	145.22
	Expected return on plan assets	(169.96)	(140.46)
	Net Actuarial (Gain)/ Loss recognised in the year	(11.28)	67.57
	Expenses recognised in statement of Profit and Loss Account	134.18	214.82

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

13. 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	
		31.03.2019	31.03.2018
1	Principal actuarial assumptions as at the date of Balance Sheet:		
	Discount Rate	7.50%	7.60%
	Salary Escalation	4.00%	4.00%
	Expected Return on Plan Assets	7.50%	7.60%
2	Reconciliation of opening and closing balance of present value of obligation		
	Present value of obligation as at beginning of the year	1172.01	1153.96
	Interest cost	89.07	78.85
	Current service cost	68.95	53.71
	Benefit paid	(224.10)	(137.60)
	Actuarial (Gain)/ Loss on obligations	142.68	23.09
	Present value of obligation as at end of the year	1248.61	1172.01
3	Reconciliation of opening and closing balance of present value of plan assets		
	Fair value of plan assets at beginning of year	1273.00	1043.00
	Expected return on plan assets	99.37	72.88
	Contributions / (Utilization)	-	287.98
	Benefits paid	(224.10)	(137.60)
	Actuarial Gain/ (Loss) on plan assets	(10.10)	6.74
	Redemption from the fund	(33.17)	-
	Fair value of plan assets at end of the year	1105.00	1,273.00
4	The amounts to be recognised in the Balance Sheet		
	Present value of obligation as at the end of the year	1248.61	1,172.01
	Present value of plan assets as at the end of the year	1105.00	1,273.00
	Funded Status	143.61	(100.99)
	Net (Asset)/Liability in Balance Sheet	143.61	(100.99)
5	Expenses Recognised in the statement of Profit and Loss Account		
	Current service cost	68.96	53.71
	Interest cost	89.07	78.85
	Expected return on plan assets	(99.37)	(72.88)
	Net Actuarial (Gain)/ Loss recognised in the year	152.77	16.36
	Expenses recognised in statement of Profit and Loss Account	211.43	76.04

Investments of Employees Leave Encashment Fund is held in Fixed Deposits with Nationalised Banks/HDFC life. Necessary provisions is made in the Books of Accounts as per Actuarial Valuation Report.

14. Disclosure under AS-17 on "Segment Reporting":
Information about Primary Business Segments:

(₹ in Lacs)

Particulars	For 2018-19			For 2017-18		
	Treasury and Forex	Other Banking Operations	Total	Treasury and Forex	Other Banking Operations	Total
Segment Revenue	17,476.98	61,604.08	79,081.06	15,464.98	60,103.06	75,568.03
Segment Expenses	14,701.05	58,179.07	72,880.12	12,028.99	56,099.10	68,128.09
Result	2,775.93	3,425.01	6,200.94	3,435.99	4,003.95	7,439.94
Unallocated expenses			197.30			171.54
Operating profit			6,003.64			7,268.40
Income Tax			1,977.94			2,415.78
Net Profit			4,025.70			4,852.62
Other Information						
Segment assets	2,56,410.67	6,03,828.49	8,60,239.16	1,89,528.70	6,05,227.64	7,94,756.34
Unallocated assets			22,927.34			23,393.85
Total assets			8,83,166.50			8,18,150.19
Segment liabilities	2,21,878.74	6,06,408.80	8,28,287.54	1,76,904.76	5,87,898.23	7,64,802.99
Unallocated liabilities			19,781.90			19,764.44
Shareholders' Funds			35,097.06			33,582.76
Total liabilities			8,83,166.50			8,18,150.19

Notes: -

The Bank is engaged into two main business segments, (described in Policy Note 16).

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.

15. 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.

There being only one Managing Director Shri. Chintamani V. Nadkarni for the financial year 2018-19, in terms of RBI circular dated March 29, 2003, he being a single party coming under the category, no further details thereon are required to be disclosed.

16. 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. 1,382.36 Lacs (P.Y. Rs. 1,301.17 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	31.03.2019	31.03.2018
Future lease rental payable as at the end of the year :	5,655.59	6,666.14
-Not later than one year	1,381.32	1,389.88
-Later than one year and not later than five years	3,669.73	4,331.12
-Later than five years	604.54	945.14
Total of minimum lease payments recognised in the Profit and Loss Account for the year.	1,382.36	1,301.17

Lease agreements in respect of all leased premises are renewed as of date. Amount considered above is as per the final date of lease agreement.

17. 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 so far following funds to DEAF with RBI. The movement of the DEAF funds is as follows:

(₹ in Lacs)

Particulars	31.03.2019	31.03.2018
Opening Balance of amounts transferred to DEAF	836.67	647.09
Add : Amounts transferred to DEAF during the year	211.84	204.00
Less : Amounts reimbursed by DEAF towards claims*	25.67	14.42
Closing Balance of amounts transferred to DEAF	1,022.84	836.67

*Does not include an amount of Rs. 0.90 Lacs (P.Y. Rs. 3.65 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.

18. EARNINGS PER SHARE (EPS) (AS-20):

(₹ in Lacs)

Particulars	2018-19	2017-18
Net Profit/(Loss) after income tax	4,025.70	4,852.72
(*) Weighted average number of shares	843.52	840.38
Nominal Value of Shares (Rs.)	10	10
EPS (Rs.)	4.77	5.77

(*) Monthly Weighted average number of shares

19. Accounting for Taxes on Income (AS-22):

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

(₹ in Lacs)

Particulars	As At 31.03.2018	During 2018-19	As At 31.03.2019
DTA			
Provision for Advances	2,520.17	(365.24)	2,154.93
Provision for Leave Encashment	405.63	30.63	436.26
TOTAL	2,925.80	(334.61)	2,591.19
DTL			
Depreciation on Fixed Assets	432.69	94.18	338.51
Others (Special Reserve U/s 36 (1)(viii) of the Income Tax Act, 1961)	769.16	(59.25)	828.41
TOTAL	1,201.85	34.93	1,166.92
NET DTA/(DTL)	1,723.95	(299.68)	1,424.27

20. Intangible Assets (AS-26) :

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

(₹ in Lacs)

Particulars	2018-19	2017-18
Carrying Amount at the Beginning of the Year	1,384.07	2,118.69
Additions during the Year	108.69	152.34
	1,492.76	2,271.03
Amortisation during the Year	798.47	886.96
Carrying Amount at the End of the Year	694.29	1,384.07

21. 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.

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

(₹ in Lacs)

Particulars	31.03.2019	31.03.2018
a. No. of accounts (No of Borrowers : 54*)	111	N.A.
b. Aggregate value (net of provisions) of accounts sold to SC/RC	9,637.79	N.A.
c. Aggregate consideration	11,622.80	N.A.
d. Additional consideration realized in respect of accounts transferred in earlier years	N.A.	N.A.
e. Aggregate gain over net book value	1,985.01	N.A.

* (Includes 27 Retail borrowers (P.Y. NIL))

- 23.** 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. Therefore these have been charged /accounted for/to their respective head of accounts.
- 24.** The Bank has taken a Group Mediciam Policy and has paid a premium of Rs. 87.44 Lacs (P.Y. Rs. 63.72 Lacs) on this account.
- 25.** 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).
- 26.** Bills for Collection being Bill Receivable as per Contra includes cheques sent for clearing on 31.03.2019 to RBI amounting Rs. 1,959.01 Lacs (P.Y. Rs. 2,980.12 Lacs)
- 27.** 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 necessary opinion from Independent Tax Counsels that there will be no Liabilities/Demands to be paid in this regard. Bank also has favorable judgment substantiating their view. Consequently 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.

28. 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.

29. Collection Account of Rs.66.42 Lacs (P.Y. Rs.144.01 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. 108.38 Lacs has already been repaid as of date, leaving Rs. 56.42 Lacs to be repaid Rs. 10.00 Lacs is additionally held in this account by the Bank as a matter of prudence for settlements of claims, if any.

Rs. 35.41 Lac is 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 - operative Societies, Maharashtra State, Pune.

30. Capital Commitments:

Estimated amount of contracts stated net of CWIP executed on capital account as of date aggregate to Rs. 73.00 Lacs. (P.Y. Rs. 39.93 Lacs)

31. 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. During the year, Bank has transferred out of the amounts held in excess, an amount of Rs 400.00 Lacs to credit of it's Profit and Loss Appropriation Account.

Bank continues to hold IFR in excess of 5% as at 31.03.2019, in compliance with RBI guidelines.

32. Pay order/Drafts outstanding as at 31.03.2019 includes amount of Rs. 752.01 Lacs being issuance towards disbursement of Advances.**33. During the year Bank sold Assets/Advances amounting to Rs.12,830.69 Lacs of 54 borrowers to Assets Reconstruction Companies. This was done as per the Bank's ARC policy duly approved by the Board and framed in accordance with RBI guidelines.****34. During the year, Bank has purchased Priority Sector Lending Certificate amounting to Rs. 25,000.00 Lacs to meet RBI requirements of priority sector lending norms.****35. The Bank has made adequate interest provision of Rs.131.24 Lacs on Matured Term Deposits of Rs. 2,130.26 Lacs as on 31.03.2019 as per present Savings Bank rate.****36. The impact to the Profit and Loss Account as a result of change in the rate of depreciation of UPS / Batteries from 15% to 33.33% for the current year is Rs. 2.74 Lacs.****37. Previous year figures are re-grouped, re-arranged or modified wherever necessary to conform to the presentation of the current year.**

◆◆◆◆

Schedule 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)	31.03.2019	31.03.2018
1.	A. Tier-I Ratio	8.24%	7.60%
	B. Tier-II Ratio	4.66%	5.03%
	CRAR	12.90%	12.63%
2.	Movement of CRAR		
	A.Tier-I Capital	38,274.32	35,285.82
	B.Tier-II Capital	21,644.23	23,332.81
	Capital Funds	59,918.55	58,618.63
	C.Risk Weighted Assets	4,64,472.08	4,63,960.10

*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 13.03% (P.Y. 12.89%).

(₹ in Lacs)

3.	Value of Investments is as under:	31.03.2019	31.03.2018
	Government/ Approved Securities (Market Value)	1,99,557.38	1,50,978.26
	Bonds of Public Sector Undertakings (Market Value)	-	-
	Other Investments (Cost Value or Market Value whichever is less)	11904.46	25.08
	Shares in Co-operative Institution (Cost Value)	0.14	0.14
	TOTAL MARKET VALUE	2,11,493.53	1,51,003.48
	TOTAL FACE VALUE	2,10,919.11	1,50,426.23
	TOTAL BOOK VALUE	2,08,561.36	1,50,170.22

Investment of Face Value Rs. 2,000.00 Lacs as on 31st March, 2019 (P.Y. Rs. 2,000.00 Lacs) and Market Value Rs. 2,032.00 Lacs as on 31st March, 2019 (P.Y. Rs. 2,140.00 Lacs) have been lodged with CCIL as Collateral /Settlement Guarantee Fund.

Further, Investment of Face Value Rs. 5,500.00 Lacs as on 31st March, 2019 (P.Y. Rs.5,000.00 Lacs) and Market Value Rs.5,095.75 Lacs as on 31st March, 2019 (P.Y. Rs.4,983.63 Lacs) have been lodged with CBLO as Collateral/Settlement Guarantee Fund.

Investment of Face Value Rs. 125.00 Lacs as on 31st March,2019 (P.Y. Rs. 125.00 Lacs) and Market Value Rs. 113.37 Lacs as on 31st March, 2019 (P.Y. Rs.111.43 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, 2019 (P.Y. Rs. 125.00 Lacs) and Market Value Rs. 113.37 Lacs as on 31st March, 2019 (P.Y. Rs. 111.43 Lacs) have been lodged with CCIL as Contribution to Default Fund- Forex Forward Segment.

Investment of Face Value Rs. 16,500.00 Lacs as on 31st March, 2019 (P.Y. Rs. 4,142.50 Lacs), Book Value Rs. 15,944.44 Lacs as on 31st March, 2019 (P.Y. Rs. 4,047.46 Lacs) and Market Value Rs. 16,040.00 Lacs as on 31st March, 2019 (P.Y. Rs. 4,066.49 Lacs) have been lien marked for Reserve Fund Investment.

(₹ in Lacs)

Sr.No.	Particulars	31.03.2019	31.03.2018
4.	A. Foreign Currency Liabilities	870.73	933.25
	B. Foreign Currency Assets	805.81	933.25

**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 31,2019
Securities sold under REPO				
(i) Government Securities	NIL (-)	NIL (-)	NIL (-)	NIL (-)
(ii) Corporate Debt Securities	NIL (-)	NIL (-)	NIL (-)	NIL (-)
Securities purchased under Reverse REPO				
(i) Government Securities	100.00 (-)	14,000.00 (-)	2,904.52 (-)	18,500.00 (-)
(ii) Corporate Debt Securities	NIL (-)	NIL (-)	NIL (-)	NIL (-)

Note:- Figures in bracket represent previous year's figures.

**6. Disclosure regarding Non-SLR Investments in Bonds as on 31.03.2019.
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	- (-)	- (-)	- (-)	- (-)
B.	FI's	- (-)	- (-)	- (-)	- (-)
C.	Nationalised Bank	- (-)	- (-)	- (-)	- (-)
D.	Mutual Funds	- (-)	- (-)	- (-)	- (-)
E.	Others* (incl. ARC)	11,904.60 (35.22)	- (-)	9,904.60 (35.22)	9,904.60 (35.22)
F.	Provisions held towards Depreciation	0.09 (1.60)	- (-)	0.09 (1.60)	- (-)
	TOTAL	11,904.69 (36.82)	- (-)	9,904.69 (36.82)	9,904.60 (35.22)

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

B. Non Performing Investments: -NIL (For F.Y. 2018-19 and F.Y. 2017-18). Hence movement not disclosed.

(₹ in Lacs)

7.	Advances to sensitive sectors	31.03.2019	31.03.2018
	Against -		
	a. Housing*	90,743.90	93,057.64
	b. Construction business (excluding rent discounting)	5,736.82	7,331.41
	c. Real estate **	15,396.09	15,123.97
	d. Against Shares and Debentures	17.08	6.83
	*Includes staff housing loans of Rs. 8,461.34 Lacs (P.Y. Rs. 7,477.68 Lacs) ** Excludes IPRE (Income Producing Real Estate) of Rs. 8,327.32 Lacs **Includes Non-Funded CRE Advances of Rs. 365.00 Lacs and Overdraft against property of Rs. 1,856.42 Lacs		

8. There have been no sanctioned limits to directors and relatives and the company/ firm where they are interested (Funded and Non Funded) as at 31.03.2019 (P.Y. – NIL). Advances to directors outstanding as at 31.03.2019 is Nil (P.Y. - NIL). Directors and relatives have not given any guarantees for any limits sanctioned by the Bank.

	Particulars	31.03.2019	31.03.2018
9.	Average cost of deposits	6.48%	6.50%

(₹ in Lacs)

	Particulars	31.03.2019	31.03.2018
10.	NPA's at the end of the year		
	a. Gross NPA's	20,079.92	31,716.24
	b. Net NPA's **	8,858.47	18,985.54

** During the year, the Bank has proposed appropriation subject to approval of AGM of an amount of Rs. 1,200.00 Lacs (P.Y. Rs. 1,400.00 Lacs) towards Bad and Doubtful Debts Fund (BDDF) over and above the existing provision made towards Bad and Doubtful Debts. The proposed amount in the said fund is netted off against NPA's in arriving at the figure of net NPA's. Cumulative BDDF is Rs. 2,177.97 Lacs.

(₹ in Lacs)

	Particulars	31.03.2019	31.03.2018
11.	Movements in Gross NPA		
	Opening Balance – Gross NPA's	31,716.24	24,398.14
	Additions during the year *	8,047.13	14,270.73
	Less: Recovered /Upgraded/ Written Off/closed	6,852.76	6,952.63
	Less: Advances assigned to ARC	12,830.69	-
	Closing Balance – Gross NPA	20,079.92	31,716.24
	* Does not include amounts of NPA's of Rs. 19,432.36 Lacs added and recovered during the current year. (P.Y. Rs. 14,110.34 Lacs)		
	Net NPA		
	Gross NPA	20,079.92	31,716.24
	Less: Provision/appropriation as at end Mar 2019	11,221.45	12,730.70
	Net NPA's	8,858.47	18,985.54

12.	Profitability **	31.03.2019	31.03.2018
	A. Interest income as a percentage of working funds.	8.13%	8.87%
	B. Non-interest income as a percentage of working funds.	0.59%	0.49%
	C. Operating profit as a percentage of working funds.	1.07%	1.30%
	D. Return on Assets (Net Profit / Average of working funds).	0.49%	0.61%
	E. Business (Deposits + Advances) per employee (Rs. Lacs).	1,106.92	1,059.34
	F. Profit per employee (Rs. Lacs).	3.47	4.19

** Working Fund excludes Contra items in Balance Sheet.

(₹ in Lacs)

	Particulars	31.03.2019	31.03.2018
13.	Provisions made towards NPA during the year debited to Profit and Loss Accounts	3,137.20	2,890.00

(₹ in Lacs)

	Particulars	31.03.2019	31.03.2018
14.	Contingent provision made/written back during the year against depreciation in investment	13.20	0.30

(₹ in Lacs)

	Particulars	31.03.2019	31.03.2018
15.	Provisions made towards standard assets during the year debited to Profit and Loss Account	-	114.00

(₹ in Lacs)

	Particulars	2018-19	2017-18
16.	Movement in provisions		
	A. Towards NPAs		
	i. Bad and Doubtful Debts Reserve		
	Opening Balance	9,705.70	7,982.43
	Add: Provision during the year	3,137.20	2,890.00
	Total	12,842.90	10,872.43
	Less: Write back of provision on account of closure of/recovery in/write off of NPA/ ARC	(3,799.42)	(1,166.73)
	Closing Balance	9,043.48	9,705.70
	ii. Bad and Doubtful Debts Fund		
	Opening Balance	3,025.00	1,625.00
	Add: Amount proposed to be appropriated from profits after tax	1,200.00	1,400.00
	Less: Write back of provision on account of sale of assets to ARC	(2047.03)	-
	Closing Balance	2,177.97	3,025.00
	B. Towards Standard Assets		
	Opening Balance	2,189.00	2,075.00
	Add: Additions during the year	-	114.00
	Less: Written back during the year	-	-
	Closing Balance	2,189.00	2,189.00

(₹ in Lacs)

17.	Movements in Contingent provisions against depreciation in investment	31.03.2019	31.03.2018
	Opening Balance	1.60	1.30
	Add: Provision made during the year	13.20	0.30
	Less: Excess provision reversed	-	-
	Closing Balance	14.80	1.60

(₹ in Lacs)

18.	Movements in Investment Fluctuation Reserve	31.03.2019	31.03.2018
	Opening Balance	1,525.54	1,525.54
	Additions during the year	107	-
	Less: Excess written back	400	-
	Closing Balance	1,232.54	1,525.54

19. 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. 2018-19				
		Housing Loans	SME Debt Restructuring	Others
Standard Advances Restructured	No of Borrowers	-	-	1
	Amount Outstanding			31.65
	Sacrifice	-	-	1.36
Substandard Accounts Restructured	No of Borrowers	-	-	-
	Amount Outstanding	-	-	-
	Sacrifice	-	-	-
Doubtful Accounts Restructured	No of Borrowers	-	-	-
	Amount Outstanding	-	-	-
	Sacrifice	-	-	-
Total	No of Borrowers	-	-	1
	Amount Outstanding	-	-	31.65
	Sacrifice	-	-	1.36

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

20. DICGC Insurance Premium paid for the current financial year is Rs. 819.72 Lacs (P.Y. Rs. 762.24 Lacs).
21. No penalty or fine has been charged by the RBI for the current financial year.
22. There has been no default on CRR & SLR stipulated requirement by the Bank during the year.
23. **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	
	31.03.2019	31.03.2018
• Interest rate risk	739.06	0.00
• Equity position risk	5.11	5.11
• Foreign exchange risk	56.88	52.74

24. 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.

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



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, 2019
No. of Branches (including Head Office)	110
Membership	
No of Regular Members	55,071
No of Nominal Members	10,996
Paid up Share Capital	₹ 98.17
Total Reserves and Funds	₹ 775.94
Deposits :	
Current	₹ 356.43
Savings	₹ 1,400.00
Term	₹ 5,844.45
Total	₹ 7,600.88
Advances:	
Secured	₹ 5,205.54
Unsecured	₹ 44.98
Total	₹ 5,250.52
Total % of Priority Sector	42.03%
Total % of Weaker Section	7.82%
Overdues	₹ 317.90
Overdue Percentage	6.05%
Borrowings	₹ 159.70
Investments	₹ 2570.53
Audit Classification	A
Profit for the year	₹ 40.26
Working Capital	₹ 8633.90
Total Staff	1161



PROGRESS REPORT OF THE BANK (1917-2019)

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%
	2004	65127	1553.19	7398.20	84819.00	45354.59	35533.12	12684.13	97719.94	1164.89	14%
	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	4,345.95	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%

** (Recommended)

* 1917-1940 : Actual
 1942-2019 : ₹ in lacs
 # Including PNCPS

संचालक मंडळाचा अहवाल (संक्षिप्त गोषवारा)

आपल्या बँकेचा १०२वा वार्षिक अहवाल व ३१ मार्च २०१९ या वर्षाखेरीचा ताळेबंद व नफातोटा पत्रक आपल्यापुढे सादर करताना संचालक मंडळास अतिशय आनंद होत आहे.

जागतिक घडामोडी :

चालू आर्थिक वर्षात जागतिक वित्तीय घडामोडी मंदावल्या असून त्यामध्ये नवीन उदयास येणाऱ्या अर्थव्यवस्थांचाही समावेश आहे. कच्च्या तेलाच्या किंमती, चीन व अमेरिका यातील व्यापारसंबंध व त्यानुसार बदललेल्या सोन्याच्या किंमती तसेच महागाई निर्देशांकातील बदल या सर्व घटकांमुळे चलनबाजारात लक्षणीय चढउतार दिसून आले.

बँकिंग क्षेत्राचा आढावा – प्रमुख वैशिष्ट्ये :-

- चालू आर्थिक वर्षाच्या दुसऱ्या सहामाहीत मंदावलेल्या वाढीमुळे भारताचा जीडीपी (Gross Domestic Product) दर ६.८% इतका दिसतो.
- भारताच्या परकीय चलनाच्या गंगाजळी मार्च अखेरीस US\$ ४१४.८८ अब्ज इतक्या पोहोचल्या आहेत.
- भारत सरकारकडून इंडिया पोस्ट पेमेंट बँकेची (IPPB) स्थापना.
- रिझर्व्ह बँकेकडून पब्लिक क्रेडिट रजिस्ट्रीची स्थापना.
- दिवाळखोरी आणि नादारी कायदा पारित झाला.
- देना बँक व विजया बँक यांचे बँक ऑफ बडोदामध्ये विलीनीकरण.
- रिझर्व्ह बँकेकडून बोर्ड ऑफ मॅनेजमेंट (BOM) साठी मार्गदर्शकपर तत्वे.
- नॅफकॅब कडून अम्ब्रेला ऑर्गनायझेशन (UO) चा प्रस्ताव व तो प्रस्ताव रिझर्व्ह बँकेच्या विचाराधीन.
- रु.५० कोटींची नेटवर्थ (निकष पात्रता) व ९% पेक्षा अधिक स्वनिधी पर्याप्तता असणाऱ्या नागरी सहकारी बँकांचे लघु वित्त बँकांमध्ये ऐच्छिक रुपांतर

२०१८-१९ या वर्षातील आपल्या बँकेची ठळक वैशिष्ट्ये :

(रु. कोटीत)

तपशील	२०१६-१७	२०१७-१८	२०१८-१९
ठेवी (वाढीची टक्केवारी)	७,०९५ १८	६,९४५ (२)	७,६०१ ९
कर्जे (वाढीची टक्केवारी)	५,१२८ १३	५,३११ ४	५,२५१ (१)
उलाढाल (वाढीची टक्केवारी)	१२,२२३ १६	१२,२५६ ०.२७	१२,८५२ ५
कर व तरतूदीपूर्वीचा नफा	१०२.६१	१०३.६०	९२.५३
निव्वळ नफा	४६.५५	४८.५३	४०.२६
ढोबळ अनुत्पादित कर्जे (एकूण कर्जाशी टक्केवारी)	२४३.९८ ४.७६	३१७.१६ ५.९७	२००.८० ३.८२
निव्वळ अनुत्पादित कर्जे (नक्त कर्जाशी टक्केवारी)	१४७.९१ २.९४	१८९.८६ ३.६६	८८.५८ १.७२

- ठेवींमध्ये यंदा ९% ची वाढ होऊन त्या गतवर्षाच्या रु.६,९४५ कोटींवरून ७,६०१ कोटींवर पोहोचल्या.
- कर्जवाटपांमध्ये १%ची घट होऊन ते गतवर्षाच्या रु.५,३११ कोटींवरून रु.५,२५१ कोटींवर पोहोचले.
- बँकेची एकूण उलाढाल ५% नी वाढली. गतवर्षाच्या रु.१२,२५६ कोटींवरून यंदाची उलाढाल रु. १२,८५२ कोटींवर पोहोचली.
- कर्जाचे ठेवींशी गुणोत्तर (CD Ratio) गतवर्षाच्या ७६% टक्क्यांवरून ६९% वर आले.
- बँकेचा स्वनिधी रु.७७६ कोटींवर पोहोचला.
- बँकेचे (NII) नेट इंटरेस्ट इन्कम २.८२% इतके आहे.

* विनीयोग :

संचालक मंडळ २०१८-१९ या आर्थिक वर्षाकरता नोटीस क्र.२ अन्वये खालील विनीयोगांची शिफारस आपल्या मान्यतेसाठी करत आहे.

(रु. लाखात)

	तपशील	२०१७-१८	२०१८-१९
अ)	वैधानिक विनीयोग :-		
१)	वैधानिक राखीव निधी	१,२१३	१,००६
२)	आकस्मिक विपत्ती निधी	४८५	४०३
३)	शैक्षणिक निधी	४९	४०
ब)	इतर विनीयोग :-		
१)	इमारत निधी	१००	१६६
२)	अनुत्पादित कर्जासाठीचा निधी	१,४००	१२००
३)	देणगी निधी	५	५
४)	गुंतवणूक चढउतार निधी	-	१०७
५)	नियोजित लाभांश @ १०% on Equity Shares (गतवर्षी १०%)	८३५	८५०
६)	नियोजित लाभांश @ ८.५% on PNCPS (गतवर्षी ८.५०%)	९४	१२५
७)	कर्मचारी सानुग्रह अनुदान	८००	८३५
८)	कर्मचारी कल्याण निधी	७५	९०
९)	सभासद कल्याण निधी	१८	२०
१०)	विशेष निधी (आयकर कायदा १९६१च्या कलम ३६ (१) (viii) अन्वये)	४१४	२०३
	ताळेबंदात दर्शविलेला नक्त नफा	१	१
	एकूण	५,४८९	५,०५१

* बँकेची स्वनिधी पर्याप्तता :

यंदाही बँकेने आपल्या स्वनिधी पर्याप्ततेचे प्रमाण आवश्यक निकषापेक्षा (१२%) अधिक राखले असून मार्च २०१९ वर्षाखेरीस ते १२.९०% इतके पोहोचले आहे. आपली स्वनिधी पर्याप्तता बळकट करण्यासाठी बँक नवनवीन पर्यायांचा अवलंब करीत राहिल.

* लाभांश :

भागधारकांचे हित व बँकेच्या स्वनिधी पर्याप्ततेचे प्रमाण यांचा ताळमेळ साधून यंदा संचालक मंडळाने मार्च २०१९ अखेरीस १०% लाभांशाची शिफारस केली आहे. गतवर्षीप्रमाणेच यंदाही PNCPS वर ८.५०% इतक्या लाभांशाची शिफारस करण्यात आली आहे.

✱ भागभांडवल :

३१ मार्च, २०१९ रोजी बँकेत भरणा झालेले भागभांडवल रु. ८४.६५ कोटी इतके आहे. तसेच एकूण सभासद संख्या ५५,०७१ इतकी झाली आहे. तसेच बँकेचे Perpetual Non-Cumulative Preference Share Capital (PNCPS) गतवर्षीच्या रु. १२.५५ कोटीवरून रु. १३.५२ कोटीवर पोहोचले आहे.

✱ ठेवी संकलन :

मार्च २०१९ च्या वर्षात ठेवींमध्ये वाढ होऊन त्या रु. ७,६०१ कोटीवर पोहोचल्या. ही वाढ जवळ जवळ ९% होती.

ठेवींचे तपशील पुढील प्रमाणे :

(रु. कोटीत)

ठेव तपशील	३१/०३/२०१८	%	३१/०३/२०१९	%
बचत	१,३८९	२०.००	१,४००	१८.४२
चालू	३३८	४.८७	३५६	४.६८
मुदत	५,२१८	७५.१३	५,८४५	७६.९०
एकूण	६,९४५	१००.००	७,६०१	१००.००

✱ निधींचे आयोजन :

ठेवींचे कर्जाशी गुणोत्तर (CD Ratio) चालू वर्षाअखेर ६९.०८% इतके झाले आहे व बँकेची एकूण कर्जे रु. ५२५१ कोटी इतकी झाली आहेत.

कर्जवितरणाचे तपशील खालीलप्रमाणे :

(रु. कोटीत)

क्षेत्र	२०१७-१८	%	२०१८-१९	%
वैयक्तिक/किरकोळ	१९२३	३६.२०	१७१२	३२.६०
औद्योगिक	२५०५	४७.१६	२४३७	४६.४१
इतर	८८३	१६.६४	११०२	२०.९९
एकूण	५,३११	१००.००	५,२५१	१००.००

✱ **जोखीम व्यवस्थापन :** कर्जाच्या जोखमींचे मूल्यांकन करण्याकरता बँकेने CRISIL RAM MODEL अंगिकारले आहे.

✱ **कर्जाची गुणवत्ता :** मार्च २०१९च्या वर्ष अखेरीस बँकेची ढोबळ अनुत्पादित कर्जे व नवत अनुत्पादित कर्जे अनुक्रमे रु. २००.८० कोटी (३.८२%) व ८८.५८ कोटी (१.७२%) वर पोहोचली. यातील बहुतेक सर्व कर्जे ही पूरक तारणांद्वारे सुरक्षित असल्याने कायदेशीर मार्गाचा अवलंब करून बँक आवश्यक ती वसुली करून घेईल.

अनुत्पादित कर्जांचे प्रमाण कमी राहावे याकरता बँकेने नियंत्रण प्रणालीचाही अवलंब केला आहे. 'विलफुल डिफॉल्टर पॉलिसी'च्या अंतर्गत थकबाकीदारांविरोधात योग्य अशी कारवाई बँकेकडून केली जाते.

बँकेने अनुत्पादित कर्जासाठीची आवश्यक ती तरतूद केल्यामुळे बँकेचा तरतूद समावेशक प्रमाण (Provision Coverage Ratio) हा गतवर्षीच्या ४०% वरून ५६% इतका वाढला आहे.

✱ **गुंतवणूक :** रोखे बाजारातील अनेक नकारात्मक घटनांचे परिणाम होऊन सुद्धा रोखे व्यवहारात वाढ झाली. सुयोग्य व्यवहार दृष्टिकोन व अतिरिक्त निधीची परिणामकारक गुंतवणूक यामुळे ही उत्पन्नातील वाढ शक्य झाली. बँकेच्या कोष विभागाने यंदा १५.७२ कोटींचा व्यापारी नफा या आर्थिक वर्षात कमावला.

✱ **तंत्रज्ञान :** यंदा बँकेने मोबाईल बँकिंग व इंटरनेट बँकिंग सेवांमध्ये सुधारित तंत्रप्रणालीचा अवलंब केला असून इंटरनेट बँकिंगची सुविधा बँकेच्या कॉर्पोरेट ग्राहकांना उपलब्ध करून दिली आहे. याशिवाय ग्राहक त्यांच्या खात्याचे विवरणपत्र (Statement of Account) इमेल वर मिळवू शकतात. या नवीन प्रणालीद्वारे ग्राहक विविध सेवांची बिले सुरळीत भरू शकतात.

रिझर्व्ह बँकेच्या मार्गदर्शक तत्वानुसार बँक नेहमीच तिच्या ग्राहकांच्या फायद्याच्या नवनवीन तंत्रप्रणाली चा अवलंब करण्यास प्राधान्य देत असते.

✽ **व्यवसाय वृद्धी विभाग (Business Development Department) :**

बँकेचा व्यवसाय वृद्धी विभाग नेहमीच व्यवसाय वाढीकडे लक्ष केंद्रित करत असतो. उत्तम ग्राहक सेवेसाठी बँकेने त्यांच्या शाखांचे वेगवेगळे समूह केले आहेत. विमा क्षेत्रात बँकेने आधीच आपले पाय मजबूतपणे रोवले असून यंदा बँकेने “भारतीय जीवन विमा निगम”, “बजाज अलियांस” तसेच रेलिगेयर हेल्थ इन्शुरन्स कंपनी लि. या संस्थांबरोबर करार केले आहेत. ऑनलाईन म्युच्युअल फंड गुंतवणूक व इ-विमा सुविधा ग्राहकांपर्यंत पोहोचवण्यासाठी बँक BSE Star MF कार्यप्रणालीचा अवलंब करीत आहे.

✽ **आंतरराष्ट्रीय व्यवसाय**

बँकेचा ‘आंतरराष्ट्रीय बँकिंग विभाग (1BD) वेगवेगळ्या परकीय चलना संदर्भातल्या सुविधा बँकेच्या ग्राहकांना पुरवित असतो. यंदा बँकेची मर्चंट फॉरेक्स उलाढाल गतवर्षीच्या रु.५२० कोटींवरून रु.५७९ कोटींवर पोहोचली. बँकेने येस बँकेबरोबर करारबद्ध होऊन १० देशांच्या परदेश प्रवासासाठी ‘Travel Card’ आपल्या ग्राहकांना उपलब्ध करून दिले आहे. त्याचबरोबर अनेक प्रमाणित मनी चेंजर्स बरोबरही करार करून ही नवीन सेवा ग्राहकांना आपल्या शाखांद्वारे उपलब्ध करून दिली आहे. आपल्या बँकेने रिझर्व्ह बँकेच्या निर्देशानुसार SWIFT प्रणाली (७.२.५० आवृत्ती) कार्यान्वित केली आहे.

✽ **पुरस्कार:**

नवीन डीमॅट खाती उघडून नेत्रदीपक कामगिरी केल्याबद्दल यंदाही बँकेला NSDL Star Performer awards मध्ये द्वितीय क्रमांकाचे सन्मानित करण्यात आले.

✽ **लेखापरिक्षण :**

३१ मार्च, २०१८ या वर्षासाठी रिझर्व्ह बँकेने लेखापरिक्षण केले. बँकेच्या सर्व शाखा या समवर्ती व अंतर्गत लेखापरिक्षणाद्वारे तपासल्या जातात.

✽ **दक्षता कक्ष :**

तंत्रज्ञानातील प्रगतीमुळे अनेक आर्थिक गुन्ह्यांची नवीन आव्हाने बँकिंग क्षेत्रासमोर आहेत. त्यांना यशस्वीपणे सामोरे जाण्यासाठी व बँक आणि ग्राहकांचे हित लक्षात घेता यंदा बँकेने दक्षता कक्षाची स्थापना केली आहे. त्यामुळे आर्थिक गुन्हे रोखण्यास मदत होईल.

✽ **वैधानिक लेखापरिक्षकांची पुनर्नियुक्ती :**

४ ऑगस्ट २०१८ रोजी झालेल्या बँकेच्या १०१व्या वार्षिक सर्वसाधारण सभेत मे. अ.पी. संझगिरी आणि कं, सनदी लेखापाल यांची वैधानिक लेखापरिक्षक म्हणून पुनर्नियुक्ती झाली होती. यंदाही बँकेचे लेखापरिक्षण करण्याची कंपनीची इच्छा व कंपनीची योग्य पात्रता बघून संचालक मंडळाने पुढील वार्षिक सर्वसाधारण सभेपर्यंत त्यांच्या पुनर्नियुक्तीचा प्रस्ताव मांडला आहे.

✽ **कार्यविस्तार :**

२०१८च्या वर्षात बँकेने औरंगाबाद मध्ये वालुंज येथे तर अहमदाबादमधील मणीनगर येथे शाखाविस्तार केला. सध्या बँकेच्या १०९ शाखांचे जाळे महाराष्ट्र, गोवा, कर्नाटक, गुजरात व मध्यप्रदेशात पसरले आहे.

✽ **मनुष्यबळ विकास :**

संस्थेच्या वृद्धीमध्ये त्यातील मनुष्यबळ विकास विभागाने कर्मचारीवर्गासाठी आखलेल्या व राबविलेल्या विविध योजना व दिलेले ज्ञान व शिक्षण यांचा मोलाचा वाटा असतो. याकरताच बँकेने ‘सक्षम’ चळवळ राबविली असून यात उत्साह व हिरीरीने काम करणाऱ्या कर्मचाऱ्यांना स्वयंसेवक म्हणून घेऊन त्यांनाच इतर कर्मचाऱ्यांना सक्षम करण्याचे काम दिले आहे. संपूर्ण वर्षात प्रत्येक कर्मचाऱ्याला कमीत कमी २४ तासांचे प्रशिक्षण देण्याचा बँकेचा मानस आहे व त्यासाठी बँकेने वेगवेगळ्या विषयांवरची प्रशिक्षणे राबविली आहेत. यंदा २८ कर्मचाऱ्यांनी व्यावसायिक शिक्षणात उन्नती व २२ कर्मचाऱ्यांनी इंडियन इन्स्टिट्यूट ऑफ बँकिंगचे विविध अभ्यासक्रम पूर्ण केले आहेत. श्री.श्रीनिवासाराघवन एस् हे बँकेचे नवीन मुख्य वित्त अधिकारी (CFO) म्हणून कार्यरत आहेत. तसेच रोहित भुजबळ हे महाव्यवस्थापक म्हणून कार्यरत झाले. त्याचप्रमाणे श्री. अनिल मुळये हे बँकेचे मुख्य दक्षता अधिकारी म्हणून रुजू झाले आहेत. श्री. आनंद धारेश्वर हे ट्रेड फायनान्स विभागात रुजू झाले आहेत. संचालक मंडळ कर्मचाऱ्यांच्या सेवानिष्ठेचे कौतुक करत आहे.

✽ **ब्रँड बिल्डिंग :**

व्यवसाय वृद्धीसाठी ब्रँड बिल्डिंग अतिशय महत्वाचे ठरते. यंदाही बँकेने स्वतःच्या ब्रँडचा प्रसार करण्यासाठी विविध मार्गांचा अवलंब केला आहे. या उपक्रमांतर्गत बँकेने खालील २ मोठ्या उपक्रमात आपला सहभाग दिला.

१) मुंबईचे सुप्रसिद्ध दैनिक लोकसत्ताने आयोजित केलेले “लोकसत्ता विश्लेषण” व “लोकसत्ता दुर्गा अवार्ड्स २०१८”

२) डॉ.रामाणी गोवा मॅरेथॉन

तसेच एप्रिल २०१९ ला औरंगाबाद मध्ये बँकेने एक ग्राहकमेळावा आयोजित केला होता, ज्यात उत्पादन क्षेत्रातील व्यावसायिकांचा भरघोस प्रतिसाद मिळाला.

✽ **शेठ श्री. शांताराम मंगेश कुळकर्णी स्मृती व्याख्यानमाला :**

ऑक्टोबर २०१८ रोजी बँकेने शेठ श्री शांताराम मंगेश कुळकर्णी स्मृती व्याख्यानमाले अंतर्गत मुंबई मेट्रोरेल कॉर्पोरेशनच्या कार्यकारी संचालिका अश्विनी भिडे (प्रशासकीय अधिकारी) यांचे “द चेजिंग फेस ऑफ ट्रान्सपोर्टेशन इन मुंबई (विथ रेफरन्स टू मुंबई मेट्रो-३) या विषयावरचे व्याख्यान आयोजित केले होते. याच कार्यक्रमात २०१७-१८ या वर्षात उत्कृष्ट काम करणाऱ्या शाखांचा प्रमुख अतिथींच्या हस्ते गौरव करण्यात आला. २६ सप्टेंबर २०१८ रोजी बँकेच्या १०१व्या वर्धापनदिनी बँकेचे संस्थापक शेठ श्री. शांताराम मंगेश कुळकर्णी यांच्या ताम्र पुतळ्याचे अनावरण बँकेचे अध्यक्ष श्री.किशोर कुळकर्णी व उपाध्यक्ष श्री. सुनिल गायतोंडे यांच्या हस्ते करण्यात आले.

✽ **ठेव विमा :** बँकेच्या ठेवी “ठेव विमा व कर्ज संस्थेवरील विमा “(DICGC) या योजनेद्वारे सुरक्षित असून नियमितपणे बँक विम्याचा हप्ता भरते आहे. या वर्षी बँकेने रु. ८१९.७२ लाखांचा विमाहस्ता भरला आहे.

✽ **तक्रार निवारण कक्ष :** उत्तम ग्राहकसेवा देण्याच्या दृष्टिकोनातून व तक्रारींचे निवारण लवकरात लवकर करण्यासाठी बँकेने ग्राहक निवारण कक्षाची स्थापना आधीच केली होती. हा कक्ष बँकेच्या सर्व माध्यमातून आलेल्या तक्रारींचे निवारण बँकेचे उपमहाव्यवस्थापक श्री गिरीश होस्कोटे यांच्या नेतृत्वाखाली समर्थपणे करत आहे. बँकेने तक्रार निवारणासाठी वेबसाईटही उपलब्ध करून दिली आहे.

✽ **सभासद कल्याण योजना :** बँकेने यंदा २७ पाल्यांचा त्यांची शैक्षणिक व क्रीडा क्षेत्रातील गुणवत्ता पाहून सभासद कल्याण योजनानिधीतून सत्कार केला. १९ सभासदांना रुग्णालय खर्चासाठी तर ६९ सभासदांना वैद्यकीय तपासणीसाठीचा परतावा बँकेतर्फे देण्यात आला.

✽ **व्यवस्थापन :** बँकेचे कार्यकारी संचालक श्री. चिंतामणी नाडकर्णी यांची इंडियन बँक्स असोसिएशनच्या नागरी सहकारी बँकांच्या समितीचे अध्यक्ष म्हणून निवड झाली. त्याचप्रमाणे वर्ष २०१८-१९ च्या असोसिएशनच्या कृषी व संलग्न उपक्रमांच्या समितीचे अतिरिक्त अध्यक्ष व अर्थसमितीचे सभासद म्हणून ही त्यांची निवड करण्यात आली.

✽ **श्रद्धांजली :** बँकेचे माजी कर्मचारी श्री. मोहन जाधव यांचे निधन झाले. ईश्वर त्यांच्या व या वर्षात निधन पावलेल्या भागधारकांच्या मृतात्मास शांती देवो अशी श्रद्धांजली बँकेचे संचालक मंडळ व्यक्त करीत आहे.

✽ **आभार :** आम्ही आमचे सर्व सभासद, ग्राहक, कर्मचारी, हितचिंतक, इतर संस्था व त्यांचे अधिकारी, यांनी वेळोवेळी दिलेल्या सहकार्याबद्दल आभारी आहोत.

विशेषत :

- रिझर्व्ह बँकेचे मुख्य महाव्यवस्थापक, सरव्यवस्थापक व इतर अधिकारी वर्ग
- केंद्र व राज्यसरकारचे सहकार खाते
- सहकारी बँक कर्मचारी संघटना
- वैधानिक लेखापरिक्षक में. अ. पी. संझगिरी आणि कं., चार्टर्ड अकाउंटंटस्
- सर्व लेखापरिक्षक
- कृषि बँकिंग महाविद्यालय, पुणे
- नॅशनल इन्स्टिट्यूट ऑफ बँक मॅनेजमेंट.
- इंडियन बँक्स असोसिएशन
- नॅशनल फेडरेशन ऑफ अर्बन बँक व क्रेडिट सो.लि., नवी दिल्ली.
- महाराष्ट्र स्टेट को-ऑप. बँक फेडरेशन व असोसिएशन.
- बृहन्मुंबई को-ऑप. बँक असोसिएशन, मुंबई.
- कायदेतज्ज्ञ, स्थापत्यशास्त्रज्ञ, अभियंते.
- वृत्तपत्रे, दूरदर्शन, इतर माध्यमे व त्यांचे कलाकार तसेच बँकेच्या प्रगतीमध्ये ज्यांनी प्रत्यक्ष वा अप्रत्यक्षपणे हातभार लावला त्या सर्वांचे आम्ही मनःपूर्वक आभार मानतो.

संचालक मंडळाच्या वतीने

किशोर कुळकर्णी

अध्यक्ष

मुंबई

दि. ३१ मे, २०१९

३१ मार्च २०१९

(₹ लाखात)

भांडवल व देणी	३१ मार्च २०१९ रोजी	३१ मार्च २०१८ रोजी
भाग भांडवल	९,८१७	९,७६०
राखीव व इतर निधी	६७,७७७	६६,१५१
प्रिंसीपल/ सब्सीडीयरी स्टेट पार्टनरशीप फंड अकाऊंट	-	-
ठेवी	७,६०,०८८	६,९४,५३१
घेतलेली कर्जे	१५,९७०	१५,९७०
इतर देणी वसूलीची बिले (येणे बाजूप्रमाणे)	९,५७४	८,०१४
थकित कर्जावरील जमा न केलेले व्याज	१०,१०२	१५,०८१
व्याज देणे	१,५३९	१,९८५
इतर देणी	८,१९८	६,५५८
सेटलमेंट क्रेडिट अकाऊंट	१००	९९
नफा / तोटा	१	१
एकूण	८,८३,१६६	८,१८,१५०
संभाव्य देणी	२९,५९५	३४,७८१

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

श्री. अभिजित संझगिरी
 भागिदार (मे.नं. ४३२३०)
 वैधानिक लेखापरिक्षक
 मुंबई, ३१ मे, २०१९

चा ताळेबंद

(₹ लाखात)

मालमत्ता व येणी	३१ मार्च २०१९ रोजी	३१ मार्च २०१८ रोजी
रोख	३५,५४३	३७,०४१
बँकेतील जमा	१८,१०९	२३,६५५
इन्वेस्टमेंट आऊट ऑफ द प्रिंसीपल/सब्सिडियरी स्टेट पार्टनरशीप फंड	-	-
मागणी योग्य ठेव	३३,४८९	१०,२९४
गुंतवणूक	२,०८,५६१	१,५०,१७०
दिलेली कर्जे	५,२५,०५२	५,३१,१२९
इतर देणी वसुलीची बिले (येणे बाजूप्रमाणे)	९,५७४	८,०१४
येणे व्याज:-		
अ) गुंतवणूक व निर्धारित निधीवरील	३,९२१	३,४४१
ब) कर्मचारी कर्जावरील	९२७	८१५
क) बुडीत व संशयित कर्जावरील	१०,१०२	१५,०८१
स्थावर मालमत्ता	२७,३०१	२८,५१९
इतर मालमत्ता	९,०६३	८,१६८
डिफर्ड टॅक्स असेट (नेट)	१,४२४	१,७२४
सेटलमेंट डेबिट अकाऊंट	१००	९९
एकूण	८,८३,१६६	८,१८,१५०

किशोर कुळकर्णी (अध्यक्ष)
 सुनिल गायतोंडे (उपाध्यक्ष)
 चिंतामणी नाडकर्णी (व्यवस्थापकीय संचालक)
 श्रीनिवासासाराधवन एम्. (मुख्य वित्त अधिकारी)
 समीर रेगे (सहाय्यक महाव्यवस्थापक - अर्थ व कोष)

अलका दिवाडकर
 नागेश फोवकार
 रमेश कसवेकर
 (संचालक)

कौशल मुझुमदार
 अनिल नाडकर्णी
 नागेश पिंगे
 सुजाता रांगणेकर
 (संचालक)

मुंबई, ३१ मे, २०१९

३१ मार्च २०१९ अखेर

(₹ लाखात)

खर्च	३१ मार्च २०१९ अखेरीस	३१ मार्च २०१८ अखेरीस
ठेवीवरील व्याज	४७,२६५	४५,०९१
घेतलेल्या कर्जावरील व्याज	१,४८२	१,४८२
कर्मचारी व अधिकारी वर्गाचा पगार व भत्ते	८,१४३	७,९४१
भाडे, कर, विमा व वीज खर्च	२,६२३	२,४९६
कायदा व व्यावसायिक तज्ञांचे शुल्क	२२४	२३९
टपाल व टेलिफोन खर्च	२४३	३२५
प्रवास खर्च	७३	९१
हिशेब तपासणी शुल्क	११८	११८
दुरुस्ती व देखभाल	८२८	७६१
मालमत्तेवरील घसारा	१,५१२	१,५५५
रोख्यांचा स्थानांतरणावरील घसारा	१५	०
रोख्यावरील अतिरिक्त भार	४९१	४९५
छपाई व लेखन सामुग्री खर्च	८९	१०१
जाहिरात खर्च	२१४	२३२
निलेखित बुडित खर्च	३,७९९	१,१६७
संगणक प्रणालीवरील अग्रिमता	७९८	८८७
इतर खर्च	१,९११	२,२३६
व्यावसायिक नफा	९२५३	१०,३६०
	७९,०८१	७५,५७७
तरतूदी व संभाव्य देणी		
अ) बुडित व संशयित कर्जांची तरतूद	३,१३७	२,८९०
ब) उत्पादित कर्जावरील तरतूद	-	११४
क) पुनरर्चीत कर्जावरील तरतूद	२	-
ड) रजा मोबदला निधीवरील व्याज	८९	८०
इ) गुंतवणूक घसारा निधीसाठीची तरतूद	१३	०
ई) मतदान निधीची तरतूद	८	७
फ) कर पूर्व नफा	६,००४	७,२६९
	९,२५३	१०,३६०
आयकर	१,६७८	२,७८२
डिफर्ड टॅक्स	३००	(३६६)
निव्वळ नफा	४,०२६	४,८५३
एकूण	६,००४	७,२६९

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

श्री. अभिजित संझगिरी
भागिदार (मे.नं. ४३२३०)
वैधानिक लेखापरिक्षक
मुंबई, ३१ मे, २०१९

संपलेल्या वर्षाचे नफा/तोटा पत्रक

(₹ लाखात)

जमा	३१ मार्च २०१९ अखेरीस	३१ मार्च २०१८ अखेरीस
दिलेल्या कर्जावरील व गुंतवणूकीवरील व्याज		
१) दिलेल्या कर्जावरील व्याज	५४,९१९	५६,३९०
२) गुंतवणूकीवरील व्याज	१४,१९७	१२,४१५
३) बँकांतील ठेवीवरील व्याज	१,०६४	१,६८५
४) वठणावळ व हुंडणावळ	३,०४५	३,०७५
५) बुडित व संशयित कर्जनिधीतील तरतूदीचे प्रतिक्रमण	३,७९९	१,१६७
६) आधीच्या वर्षाच्या निलेखित बुडित कर्जांची वसुली	४	६
इतर उत्पन्न		
सरकारी रोख्यांच्या उलाढालीवरील नफा (म्युच्युअल फंडासहीत)	१,५७२	४२८
विदेशी मुद्रा व्यवहारावरील नफा	१२३	१३०
स्थावर मालमतेच्या विक्रीवरील नफा	५०	२
सुरक्षा तिजोरीवरील भाडे	२५०	२४१
इतर किरकोळ उत्पन्न	५८	३८
	७९,०८१	७५,५७७
व्यावसायिक नफा	९,२५३	१०,३६०
	९,२५३	१०,३६०
कर पूर्व नफा	६,००४	७,२६९
एकूण	६,००४	७,२६९
किशोर कुळकर्णी (अध्यक्ष)	अलका दिवाडकर	कौशल मुद्गुमदार
सुनिल गायतोंडे (उपाध्यक्ष)	नागेश फोवकार	अनिल नाडकर्णी
चिंतामणी नाडकर्णी (व्यवस्थापकीय संचालक)	रमेश कसबेकर	नागेश पिंगे
श्रीनिवासाराघवन एम्. (मुख्य वित्त अधिकारी)	(संचालक)	सुजाता रांगणेकर
समीर रेगे (सहाय्यक महाव्यवस्थापक - अर्थ व कोष)		(संचालक)
		मुंबई, ३१ मे, २०१९

TABLE NO. 1

Distribution of Shareholders as on March 31, 2019

No. of shares held	No. of Members	%
50-100	22,709	41.24
101-500	15,744	28.59
501-5000	13,347	24.23
5001 and Above	3,271	5.94
Total	55,071	100.00

TABLE NO. 2

Distribution of Deposit Accounts as on March 31, 2019

(₹ in Cr.)

Amount	No of Accounts	Amount of Deposits	%
Upto Rs. 10,000	3,01,334	64.08	0.84
Rs. 10,001 to Rs. 50,000	1,79,556	509.74	6.71
Rs. 50,001 to Rs. 1,00,000	1,10,046	833.48	10.97
Rs. 1,00,001 to Rs. 2,00,000	74,299	1,045.26	13.75
Rs. 2,00,001 to Rs. 10,00,000	58,668	2,428.36	31.95
Rs. 10,00,001 and Above	8,211	2,719.96	35.78
Total	7,32,114	7,600.88	100.00

TABLE NO. 3

Distribution of Advances as on March 31, 2019

(₹ in Cr.)

Amount	No of Accounts	Balance O/S	%
Upto Rs. 25,000	853	0.71	0.01
Rs. 25,001 to Rs. 1,00,000	1,908	11.49	0.22
Rs. 1,00,001 to Rs. 2,00,000	1,629	23.98	0.46
Rs. 2,00,001 to Rs. 10,00,000	6,338	331.64	6.32
Rs. 10,00,001 to Rs. 25,00,000	4,532	742.33	14.14
Rs. 25,00,001 to Rs. 50,00,000	2,127	739.34	14.08
Rs. 50,00,001 and Above	1,832	3,401.03	64.77
Total	19,219	5,250.52	100.00

PERFORMANCE AND BUDGET ESTIMATE

A]

ASSETS AND LIABILITIES

(₹ in Lacs)

ACTUAL 2018	PARTICULARS	BUDGET 2019	ACTUAL 2019	% INCREASE/ DECREASE OVER 2018	BUDGET 2020	% INCREASE/ DECREASE OVER ACTUAL 2019
LIABILITIES						
9,760	Share Capital	11,760	9,817	1	10,941	11
66,151	Reserves	72,775	67,777	2	70,618	4
1	Net Distributable Surplus	1	-	-	1	-
75,912		84,536	77,594	2	81,560	5
6,94,531	Deposits	8,20,000	7,60,088	9	9,50,000	25
15,970	Borrowings	15,970	15,970	-	17,500	10
8,437	Sundries	8,004	9,738	15	9,940	2
7,94,850		9,28,510	8,63,390	9	10,59,000	23
ASSETS						
2,21,170	Liquid Assets	2,84,333	2,95,702	34	3,63,930	23
5,31,129	Advances	6,00,000	5,25,052	(1)	6,50,000	24
28,519	Fixed Assets	29,677	27,301	(4)	28,200	3
14,032	Sundries	14,500	15,335	9	16,870	10
7,94,850		9,28,510	8,63,390	9	10,59,000	23

B]

INCOME AND EXPENDITURE

ACTUAL 2018	PARTICULARS	BUDGET 2019	ACTUAL 2019	% INCREASE/ DECREASE OVER 2018	BUDGET 2020	% INCREASE/ DECREASE OVER ACTUAL 2019
75,577	INCOME	82,646	79,081	5	90,172	14
EXPENDITURE						
46,573	Interest Paid	52,060	48,747	5	56,391	16
7,941	Establishment	8,400	8,143	3	8,500	4
10,703	Others	10,571	12,938	21	13,774	6
2,416	Provision for Taxes	2,800	1,978	(18)	2,200	11
3,091	Provisions	2,728	3,249	5	3,307	2
4,853	Net Profit	6,087	4,026	(17)	6,000	49
75,577	TOTAL	82,646	79,081	5	90,172	14

NKGSB Bank – WALUJ (AURANGABAD)



NKGSB Bank inaugurated its 108th Branch and 3rd Branch in Aurangabad at WALUJ on 28th May, 2018. The branch is situated at MIDC Area. NKGSB Bank has total 3 Branches in Aurangabad (Samarth Nagar, Garkheda, Waluj).

NKGSB Bank – MANINAGAR (AHMEDABAD)



The 109th Branch of NKGSB Bank was inaugurated on 7th July, 2018 at Maninagar, Ahmedabad. This is the 3rd branch in Ahmedabad. NKGSB Bank has total 5 Branches in the state of Gujarat (Surat, Vadodara, Ahmedabad - C G Road, Drive In Gurukul, Maninagar).

BRONZE STATUE OF BANK'S FOUNDER CHAIRMAN INSTALLED AT HEAD OFFICE



The bronze statue of our Bank's Founder Chairman Sheth Shantaram Mangesh Kulkarni was installed at our Head Office, Girgaum and unveiled at the hands of our Chairman Kishore Kulkarni & Vice Chairman Sunil Gaitonde on 26th Sept, 2018 Bank's 101st Foundation day.

20TH SHETH SHANTARAM MANGESH KULKARNI MEMORIAL LECTURE



Bank organised its 20th Memorial Lecture under the auspices of Sheth Shantaram Mangesh Kulkarni Lecture series on 30th October, 2018 at Pracharaya B N Vaidya Sabhagruh, IES School Hindu colony Dadar.

Smt. Ashiwini Bhide IAS (MD, Mumbai Metro Rail Corporation) delivered the lecture on THE CHANGING FACE OF TRANSPORTATION IN MUMBAI (With reference to Mumbai Metro 3). Smt Bhide captivated the audience with her lucid language and audio visual presentation.

AWARDS & RECOGNITION



NSDL, Star Performers Awards - 2018

This year at the NSDL Star Performer awards 2018 our bank has been awarded "Top performing Co-operative bank in new Demat account opened" - 2nd position.

The coveted award is no doubt a hard earned & deserved accomplishment for our bank.

SME BUSINESS CONCLAVE, AURANGABAD



Customer Meet organized in Aurangabad on April 16, 2019 to stay connected with our HNI customers as also to tap further potentials amongst the SME sector.

DR. RAMANI GOA MARATHON



Creating good brand awareness in the state of Goa



NKGSB Bank
NKGSB Co-op. Bank Ltd.
(Multi-State Scheduled Bank)

(Customer Care No.: 022 2860 2000, Email : customercare@nkgsb-bank.com, Web : www.nkgsb-bank.com)

Lets join together to go green

Dear Member,

We are sure you will support the 'go green' efforts of your Bank by just following the simple steps below:

- Contact the nearest NKGSB Bank branch or the Shares Dept. at 'Laxmi Sadan, 361, V. P. Road, Girgaum, Mumbai - 400 004' with the filled up 'Go Green' Mandate
- Receive all communication (including the Annual Reports) on email
- Receive credit of dividend to your registered account

Go green mandate

Membership No.: _____ Name of the Shareholder: _____

Address : _____

_____ Pin Code: _____

Mobile No.: _____ Tel. No.: _____ Email Id: _____

Date of Birth : _____ PAN No. : _____

Aadhar No.: _____ (kindly enclose a self attested copy of your PAN and Aadhar)

Name of the Nominee: _____

Whether borrower of the Bank : Yes / No. If yes, the loan account number: _____

As a go green initiative, I, hereby agree to receive all future communication (including the Notice and Annual Report of the General Body Meetings), from the Bank in electronic mode. Please register my above e-mail id in your record for sending communication through e-mail.

Signature _____

Bank Account Details for dividend credit:

Name of the Bank	
Branch	
Bank Account Type (as appearing on cheque)	SB/CD/OD/CC/Loan/Others _____
Bank Account Number(as appearing on cheque)	
MICR No. in case account is held with other Bank (as appearing on cheque)	
RTGS/NEFT/IFS Code(as appearing on cheque)	
In case bank details of other bank are provided, please enclose a cancelled cheque	

Signature _____

NEW AGE BANKING from NKGSB Bank

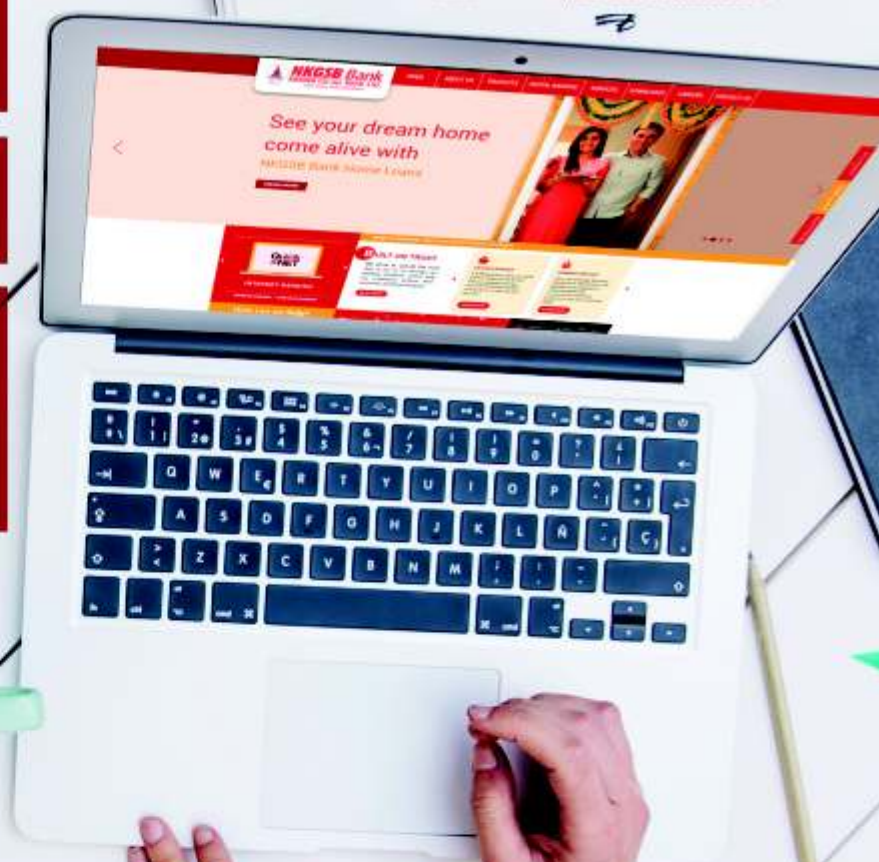


NKGSB Bank
NKGSB Co-op. Bank Ltd.
(Multi-State Scheduled Bank)

Our QUICK MOBIL App and Quick NET are one of the ways we help you manage your money more quickly, conveniently and safely.

NKGSB Bank Rupay Platinum Debit Card & VISA Debit Card gives you ATTRACTIVE DISCOUNTS, CASH BACK OFFERS, LOUNGE ACCESS and MUCH MORE....

(POS) Point of Sale machine for our Current Account Holders: Accept payments from your customers through your POS terminal for easy and quick transaction. Choose what works best for you - Wired Card Swipe Machine (EDC/POS) or Wireless Card Swipe Machine.



D I G I T A L B A N K I N G

**Quick
NET**



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NKGSB Bank: then and now

It is 102 years since NKGSB Bank was founded by the great visionary Sheth Shantaram Mangesh Kulkarni on 26th September 1917, with the aim to help individuals, businesses and communities to grow and flourish. Much has changed since then. NKGSB Bank has been transformed both physically and economically. The Bank has benchmarked growing from a Co-operative Credit Society into one of the leading Multi-State Scheduled Co-operative Banks, an excellent banking legacy of over 100 years, having Branch Network of 109 branches

across the five states viz. Maharashtra, Karnataka, Gujarat, Goa and Madhya Pradesh.

NKGSB Bank still aims to be where the growth is, connecting customers to opportunities, enabling businesses to thrive and economies to prosper and helping people to fulfill their hopes and realize their ambitions.

We are proud to have served our customers with distinction for 102 years and our endeavour to give the best of banking services will continue...



NKGSB Bank
NKGSB Co-op. Bank Ltd.
(Multi-State Scheduled Bank)

Regd. Office:

Laxmi Sadan,
361, V. P. Road, Girgaum,
Mumbai - 400004.
Telephone: 022 67545000
www.nkgsb-bank.com