



## NOTICE OF ANNUAL GENERAL MEETING (FOR MEMBERS ONLY)

The 117<sup>th</sup> Annual General Meeting of the members of THE COSMOS CO-OPERATIVE BANK LTD., will be held on **Monday, 10<sup>th</sup> July 2023 at 10.00 a.m. at Shivshankar Sabhagruha, S.No.698/1, Maharshinagar, Paigude Baug, Pune 411 037** for transacting following business. Your presence therefore is highly solicited.

### Agenda of the Meeting:

1. To confirm the minutes of the 116<sup>th</sup> Annual General Meeting held on 27<sup>th</sup> September 2022 and Special General Meeting held on 30<sup>th</sup> March 2023.
2. A) To Consider and adopt,
  - i) Annual Report for the financial year 2022-2023.
  - ii) Profit & Loss Account for the year ended 31<sup>st</sup> March 2023.
  - iii) Balance Sheet as on 31<sup>st</sup> March 2023.B) To review the actual utilisation of reserves and other funds during the year 2022-2023
3. To consider and approve the appropriation of profit for the financial year 2022-2023 as proposed by the Board of Directors.
4. To consider the Report of Statutory Auditors for the FY 2022-2023.
5. As per approval from Reserve Bank of India to appoint Statutory Auditors for the year 2023-2024 and to authorize Board of Directors to decide their remuneration.
6. To take note of the loans and advances outstanding from the Directors and their relatives during the year 2022-2023 (Pursuant to section 39(3) of the Multistate Co-operative Societies Act, 2002).
7. To consider and approve the scheme of Amalgamation of The City Co-operative Bank Ltd., Mumbai into The Cosmos Co-operative Bank Ltd and to send the recommendation to Reserve Bank of India for approval of the scheme.
8. To grant leave of absence of members who are not able to attend the 117<sup>th</sup> Annual General Meeting.
9. Any other matter, with the permission of the Chair.

Date: 17<sup>th</sup> June 2023  
Pune

By order of the Board of Directors  
**Mrs. Apekshita Thipsay**  
Managing Director

### Notes

1. The meeting shall commence at 10.00 a.m. sharp. If the required quorum of the members is not present at the commencement of the meeting, it shall be adjourned. The adjourned meeting will resume business on the same day, at the same place at 10.30 a.m., irrespective of the quorum, in which, only the business mentioned in the Notice of the Meeting shall be transacted.
2. All documents and information relating to the business to be transacted at this Annual General Meeting to be held on 10<sup>th</sup> July 2023 will be available at Bank's Head Office up to 4<sup>th</sup> July 2023 on working days, between 11.00 a.m. to 4.00 p.m.
3. Members are requested to submit their queries, if any, regarding the business to be transacted at this Annual General Meeting, in writing at the Bank's Head Office up to 4<sup>th</sup> July 2023 on working days, between 11.00 a.m. to 4.00 p.m.
4. Bank's Annual Report for FY 2022-2023 will be available on Bank's website ([www.cosmosbank.com](http://www.cosmosbank.com)). Members will be provided with hard copy of the Annual Report through the concerned branch, upon written request,
5. Members are requested to carry their Membership Photo Identity Card for the meeting.

## Message From Chairman (Abridged)

Dear Members,

Central Government has amended The Banking Regulation Act, 1949 in June 2020, giving authority to The Reserve Bank of India to regulate Urban Co-operative Banks. In line with the Central Government's policy of 'Sahakar Se Samridhi', Central & State Government are making various policies to strengthen Co-operative sector. For the FY 2023-24 many important provisions are made in the Union Budget for Co-operative sector. The positive effects of all these actions will reflect in the working of Co-operative banks.

During the year under review, Bank has made outstanding progress in all segments and Bank's business has increased remarkably. As per the Directives of Reserve Bank of India, out of the total loans, retail loans up to ₹1 Crore should be 50%, by March 2024. Our Bank is working relentlessly to achieve this target. In this FY, there is net growth of ₹1,348 Crore in retail loans portfolio of the Bank. At the end of 31<sup>st</sup> March 2023, total advances of Bank stand at ₹13,116.60 Crore. The retail loans upto 1 Crore are ₹4,866.45 Crore. Recently, Reserve Bank of India has extended the phase-in time for achievement of Priority Sector Lending targets upto 31<sup>st</sup> March 2026, which is a big relief to all UCBs.

As per the permission of Reserve Bank of India, Bank had launched Long Term Subordinated Bonds -1 in the month of December 2022. Under this issue, Bank has garnered amount of ₹50.16 Crore till March 2023.

**Recovery Efforts** – Right from the beginning of the year, effective mechanism was put in place for Recovery and with these efforts Bank could achieve recovery of ₹469.46 Crore.

**Competition in Interest Rates** – Taking into consideration the changes happening in banking sector, interest rates on deposits were revised. As Depositors shifted to other modes of investment in quite large numbers, the deposit in-flow was affected. Our Bank increased the interest rates on deposits from time to time analysing deposit profile, renewal ratio of maturing deposits, increase in credit off-take, liquidity required to meet the credit needs, expectations of depositors and the increase in rate of interest by nationalised, private and peer banks. During the year under review the deposits of Bank increased by ₹1,107.05 Crore and at the end of the year, the deposits of Bank stand at ₹17,629.42 Crore.

**Amalgamation** – In the month of October 2022, Pune based financially strong Bank, Shree Sharada Sahakari Bank Ltd., Pune was amalgamated with our Bank. The

said Bank had 8 branches which are now operational as Cosmos Bank branches. Bank had sent proposals to Reserve Bank of India for amalgamation of The Sahebrao Deshmukh Co-operative Bank Ltd, Mumbai (11 branches) and Maratha Sahakari Bank Ltd, Mumbai (7 branches). As per permission of Reserve Bank of India, Maratha Sahakari Bank was amalgamated with our Bank in the month of May 2023 and 7 branches of erstwhile Maratha Sahakari Bank are now functioning as Cosmos Bank branches.

**Latest Technology** – During the year under review, Bank launched the services of Whatsapp Banking, Chatbot and also launched new version of Internet and Mobile banking along with Marathi website for benefit of customers.

**Various Awards** – Bank received many prestigious awards for technological initiatives and Banking achievements. Amongst these are, Banking Frontier Award for Best NPA Management, Best Audit Initiative & Best Security Operation Centre. Bank also received award from Indian Bank's Association for Best IT Risk Management, Best Technology Bank and Best Technology Talent. Bank also received Best Technology Award from BANCO.

As on 31<sup>st</sup> March 2023, Banks total business set-up reached ₹30,746.02 Crore, showing growth of ₹1,930.74 Crore over previous year. Bank has earned historic profit in the year under review. Bank's operating profit is ₹514 Crore and Profit before Tax is ₹213 Crore while Net Profit is ₹151 Crore. The percentage of Gross NPA is 4.80% while net NPA is 1.74%. Bank has achieved outstanding performance in Deposit Mobilisation, Business Set-up, Loan Disbursement, NPA Recovery, Net & Gross Profit etc.

Achievements in the FY 2022-23, have strengthened the foundation of the Bank and this assures our progress towards the status of Financially Sound and Well Managed Bank – FSWM. With support and Co-operation of you all, I am confident about sustained growth of the Bank.

Thank you!

With Regards,

**CA Milind Kale**  
Chairman

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2023**

Sr. No.	CAPITAL AND LIABILITIES	AS AT 31 <sup>ST</sup> MARCH 2023 ₹	AS AT 31 <sup>ST</sup> MARCH 2022 ₹
1)	CAPITAL	3,32,76,93,700	3,35,33,93,000
2)	RESERVE FUND AND OTHER RESERVES	16,91,07,02,887	17,65,27,06,016
3)	DEPOSITS AND OTHER ACCOUNTS	1,76,29,42,38,436	1,65,22,37,36,117
4)	BORROWINGS	6,17,92,02,000	7,19,18,02,000
5)	BILLS FOR COLLECTION BEING BILLS RECEIVABLE as per contra	4,00,35,51,222	4,30,86,71,313
6)	BRANCH ADJUSTMENTS	1,07,75,19,103	1,03,95,19,976
7)	OVERDUE INTEREST RESERVE		
	a) Overdue Interest Reserve on NPA	3,40,65,83,760	3,85,88,84,462
	b) Overdue Interest on NPA Investment	-	-
8)	INTEREST PAYABLE	6,99,43,107	4,39,92,905
9)	OTHER LIABILITIES	4,12,47,22,402	2,81,02,86,389
10)	MERGED BANKS COLLECTION ACCOUNT PAYABLE	7,37,15,601	2,36,10,995
11)	PROFIT & LOSS ACCOUNT	2,25,54,73,176	1,15,09,79,938
	<b>TOTAL</b>	<b>2,17,72,33,45,394</b>	<b>2,06,65,75,83,111</b>
	<b>PROPERTY AND ASSETS</b>		
1)	CASH AND BANK BALANCES	13,99,37,90,792	9,67,29,68,798
2)	BALANCES WITH OTHER BANKS	3,68,00,13,539	2,74,29,56,208
3)	MONEY AT CALL AND SHORT NOTICE	-	8,18,95,70,595
4)	INVESTMENTS	48,46,70,07,809	42,28,50,08,493
5)	ADVANCES	1,31,16,59,73,794	1,22,92,91,16,527
6)	INTEREST RECEIVABLE		
	a) Interest on Deposits & Securities	90,15,77,549	70,26,44,066
	b) Interest on NPA Investment	-	-
	c) Overdue Interest on Loans & Advances	3,40,65,83,760	3,85,88,84,462
7)	BILLS RECEIVABLE BEING BILLS FOR COLLECTION as per contra	4,00,35,51,222	4,30,86,71,313
8)	PROPERTY, PLANT AND EQUIPMENT	6,52,07,77,700	6,24,36,62,317
9)	OTHER ASSETS	3,80,63,54,264	3,95,61,85,966
10)	NON BANKING ASSETS acquired in satisfaction of claims (Valued at Acquisition Cost or Market Value whichever is lower)	86,18,81,733	1,01,41,61,733
11)	DEFERRED TAX ASSET	90,25,98,665	73,75,98,665
12)	GOODWILL A/C - MERGED BANKS	13,2,34,567	1,61,53,968
	<b>TOTAL</b>	<b>2,17,72,33,45,394</b>	<b>2,06,65,75,83,111</b>
	SECURITIES PURCHASED UNDER REPO/LAF	27,08,79,208	8,11,77,31,318
	CONTINGENT LIABILITIES :		
	BANK GUARANTEES	10,12,81,35,767	10,12,80,86,294
	LETTERS OF CREDIT ISSUED	1,12,48,37,590	1,58,36,83,625
	FORWARD EXCHANGE CONTRACTS PURCHASE/SALE	4,07,22,48,561	4,17,47,35,931
	OTHERS - DEPOSITOR EDUCATION & AWARENESS FUND	64,61,58,757	53,50,29,669

**AS PER OUR REPORT OF EVEN DATE**

**FOR M/s. G. D. APTE & CO.**  
CHARTERED ACCOUNTANTS  
F.R.NO.100515W

**SANTOSH B. RASHINKAR**  
PARTNER  
M. NO: 103483  
STATUTORY AUDITOR

**FOR M/s. M. P. Chitale & CO.**  
CHARTERED ACCOUNTANTS  
F.R.NO.101851W

**SANAT ULHAS CHITALE**  
PARTNER  
M. NO: 143700  
STATUTORY AUDITOR

**FOR THE COSMOS CO-OPERATIVE BANK LTD.**

**MILIND A. KALE**  
CHAIRMAN

**MUKUND L. ABHYANKAR**  
DIRECTOR

**RAJAISHWARI DHOTRE**  
DIRECTOR

**NANDKUMAR KAKIRDE**  
DIRECTOR

**YASHWANT KASAR**  
DIRECTOR

**RAVISHANKAR KORE**  
(STAFF REPRESENTATIVE)

**SACHIN APTE**  
VICE CHAIRMAN

**PRALHAD B. KOKARE**  
DIRECTOR

**ANURADDA GADALE**  
DIRECTOR

**MILIND POKALE**  
DIRECTOR

**PRAVEENKUMAR GANDHI**  
DIRECTOR

**APEKSHITA THIPSAY**  
MANAGING DIRECTOR

**JAYANT BARVE**  
DIRECTOR

**AJIT GIJARE**  
DIRECTOR

**ARVIND TAVARE**  
DIRECTOR

**ARCHANA V. JOSHI**  
DY. GENERAL MANAGER

**PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED ON 31<sup>ST</sup> MARCH, 2023**

Sr. No.	INCOME	AS AT 31 <sup>ST</sup> MARCH 2023 ₹	AS AT 31 <sup>ST</sup> MARCH 2022 ₹
1)	INTEREST & DISCOUNT	14,73,32,13,812	13,97,95,94,006
2)	PROFIT ON SALE OF SECURITIES (Net)	9,55,81,097	19,03,34,233
3)	COMMISSION & EXCHANGE	1,06,12,98,380	90,94,34,620
4)	OTHER RECEIPTS		
	a) Rent	62,071	62,071
	b) Share Transfer Fee, Form Fee etc.	16,63,326	16,50,883
	c) Locker Rent	6,32,20,314	6,15,16,766
	d) Other Income	72,30,431	1,56,68,293
	e) Depository Income	84,37,746	89,82,226
	f) Principal Recovery in NPAs Written off	1,55,34,88,498	72,58,99,512
5)	PROFIT / (LOSS) ON SALE OF PPE	14,01,868	1,72,166
6)	EXCESS PROVISION FOR MERGED BANK LOSSES WRITTEN BACK	29,19,401	1,26,18,154
7)	EXCESS ARC SURPLUS WRITTEN BACK	17,87,886	37,41,14,311
8)	EXCESS PROVISION FOR RESTRUCTURED ASSETS WRITTEN BACK	3,63,26,050	-
9)	EXCESS INVESTMENT DEPRECIATION RESERVE WRITTEN BACK	2,80,55,880	-
10)	EXCESS INVESTMENT DEPRECIATION RESERVE WRITTEN BACK - ARC RECEIPT	1,72,42,83,613	-
11)	EXCESS PROVISION WRITTEN BACK	3,97,673	30,49,563
12)	CYBER SECURITY PROVISION WRITTEN BACK	93,91,62,843	-
13)	AMARAVATI BANK SECURITIES PROVISION WRITTEN BACK	8,00,00,000	-
14)	B.D.D.R / FITL PROVISION WRITTEN BACK	1,88,23,43,838	2,80,21,80,600
	<b>TOTAL</b>	<b>22,22,08,74,727</b>	<b>19,08,52,77,404</b>
	<b>EXPENDITURE</b>		
1)	INTEREST ON DEPOSITS, BORROWINGS ETC.	7,95,26,01,761	8,05,41,24,224
2)	SALARIES, ALLOWANCES, PF CONTRIBUTION & GRATUITY ETC.	2,15,78,89,764	2,08,32,00,100
3)	DIRECTORS FEES & ALLOWANCES	46,73,070	50,00,070
4)	RENT, TAXES, INSURANCE, LIGHT ETC.	71,81,87,964	68,66,43,034
5)	LAW CHARGES	2,69,37,595	4,06,18,859
6)	POSTAGE, TELEGRAM & TELEPHONE CHARGES	5,36,89,019	4,85,91,071
7)	AUDITOR'S FEES	3,27,75,269	2,62,80,398
8)	DEPRECIATION, REPAIRS, MAINTENANCE TO BANK'S PPE	44,15,93,363	41,92,09,779
9)	STATIONERY, PRINTING, ADVT. SADIL ETC.	12,07,48,628	9,07,62,003
10)	AMORTISATION OF PREMIUM ON SECURITIES	31,46,94,933	28,58,96,093
11)	LOSS ON SALE OF NON-BANKING ASSETS	6,07,80,000	-
12)	OTHER EXPENDITURE	49,65,88,021	45,46,67,494
13)	PROVISION FOR ASSETS	3,08,39,73,718	3,24,52,79,229
14)	BAD DEBTS WRITTEN OFF	1,88,23,43,838	2,80,21,80,600
15)	ARC RECEIPT WRITTEN OFF	1,72,42,83,613	-
16)	CYBER SECURITY LOSS WRITTEN OFF	93,91,62,843	-
17)	AMARAVATI BANK SECURITIES WRITTEN OFF	8,00,00,000	-
	<b>TOTAL</b>	<b>20,09,09,23,399</b>	<b>18,24,24,52,954</b>
	<b>PROFIT / (LOSS) BEFORE TAX</b>	<b>2,12,99,51,328</b>	<b>84,28,24,450</b>
18)	INCOME TAX EXPENSES		
	CURRENT YEAR TAX	78,13,45,857	8,50,00,000
	INCOME TAX FOR EARLIER YEARS (EXCESS)/SHORT, NET	(4,42,028)	22,36,96,657
	DEFERRED TAX	(16,50,00,000)	(12,50,00,000)
	<b>TOTAL</b>	<b>61,59,03,829</b>	<b>18,36,96,657</b>
	<b>PROFIT / (LOSS) AFTER TAX</b>	<b>1,51,40,47,499</b>	<b>65,91,27,793</b>
	TRANSFER FROM INVESTMENT FLUCTUATION RESERVE	-	12,00,00,000
	<b>NET SURPLUS</b>	<b>1,51,40,47,499</b>	<b>77,91,27,793</b>

**AS PER OUR REPORT OF EVEN DATE**

**FOR M/s. G. D. Apte & Co.**  
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**ARCHANA V. JOSHI**  
DY. GENERAL MANAGER

# INDEPENDENT AUDITORS' REPORT

To,  
The Members,  
The Cosmos Co-operative Bank Ltd,  
Report of Financial Statements

## Opinion

We have audited the accompanying Financial Statements of The Cosmos Co-operative Bank Ltd. ("the Bank") as at March 31, 2023, which comprise the Balance Sheet as at March 31, 2023, the 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.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements together with the notes thereon give the information required by the Banking Regulation Act, 1949, the Multi State Cooperative Societies Act, 2002 and the Rules made thereunder, the guidelines issued by the Reserve Bank of India ("RBI") and the Central Registrar of Cooperative Societies, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Bank as at March 31, 2023 and its profit and its Cash Flows for the financial year ended on that date.

## Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by 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 ICAI together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Banking Regulations Act, 1949 and the rules made thereunder and under the provisions of the Multi State Cooperative Societies Act, 2002 and the rules made 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.

## Information Other than the Financial Statements and Auditor's Report thereon

The Bank's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board of Directors Report including other explanatory information, but does not include Financial Statements and our auditor's report thereon. The report of the Board of Directors is expected to be made available to us after the date of this auditor's report.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Report of Board of Directors including other explanatory information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and the members in the Annual General Meeting.

## Responsibilities of Management and those Charged with Governance for the Financial Statements

The Bank's Board of Directors is responsible for 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 accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, provisions of Banking Regulation Act, 1949 and the Rules made thereunder, provisions of Multi State Cooperative Societies Act, 2002 and the Rules made thereunder and circulars and guidelines issued by RBI and the Central Registrar of Cooperative Societies from time to time. This responsibility also includes maintenance of adequate records in accordance with the provisions of the Acts for safeguarding of assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 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.

The Boards of Directors are responsible for overseeing the Bank's financial reporting process.

## **Auditor's Responsibility for the Audit of Financial Statements**

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 auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but it 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 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 scepticism 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's 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.

## **Other Matter**

The financial statements of the Bank for the previous year ended March 31, 2022 were jointly audited by M/s. Kirtane & Pandit LLP, Chartered Accountants (ICAI Firm Registration No: 104215W / W100057) & M/s. G. D. Apte & Co., Chartered Accountants (ICAI Firm Registration No: 100515W), and had expressed an unmodified opinion vide their report dated June 10, 2022 on those financial statements. This report has been relied upon by M/s. M. P. Chitale & Co., Chartered Accountants (ICAI Firm Registration No: 101851W) (Joint Auditors) for the purpose of the audit of the financial statements.

Our opinion is not modified in respect of this matter.

## **Report on Other Legal & Regulatory Requirements**

1. 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.
2. As required by Section 73(4) of the Multi State Co-operative Societies Act, 2002, and section 30(3) of the Banking Regulation Act, 1949 (as amended), 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 account 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 or offices.
  - c) No separate audit of the branches has been conducted under the Multi State Co-operative Societies Act, 2002 and therefore no other auditor's report has been received by us.
  - d) The transactions of the Bank which have come to our notice have been within the powers of the Bank.
  - e) The Balance Sheet, the Profit and Loss Account and the Cash Flow Statement dealt with by this report, are in agreement with the books of account and the returns.
  - f) The profit and loss account shows a true balance of profit for the period covered by such account.

3. As per the information and explanations given to us and based on our examination of the books of account and other record, we report as under on the matters specified in clause (d) and (e) of Rule 27 (2) of the Multi State Co-operative Societies Rules, 2002:
- In our opinion and according to the information and explanations given to us, we have not noticed any material impropriety or irregularity in the expenditure or in the money due to the Bank.
  - During the course of Audit, we have generally not come across any violations of guidelines, conditions etc. issued by the RBI. The guidelines of National Bank for Agriculture and Rural Development ("NABARD") are not applicable to the Bank since the Bank has neither accepted deposits nor received subsidy from NABARD.

4. As required by 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 as under.

- During the course of our audit, we have generally not come across transactions which appear to be contrary to the provisions of the Act, the Rules or the Bye-Laws of the Bank.
- During the course of our audit, we have not come across material and significant transactions which appear to be contrary to the guidelines issued by the Reserve Bank of India ("RBI"). The guidelines of National Bank for Agriculture and Rural Development ("NABARD") are not applicable to the Bank since the Bank has neither accepted deposits nor received subsidy from NABARD.
- Based on our examination of the books of account and other records and as per the information and explanations given to us, the money belonging to the Bank which appears to be bad or doubtful of recovery (Advances categorized as doubtful and loss assets as per prudential norms laid down by RBI) are as follows:

Category	Outstanding Amount as on March 31, 2023 (Rs. In Crore)
Doubtful Advances (including Loss assets)	510.79
Non-Performing Investments	0.01
Other Assets	30.66

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

Particulars	Outstanding Amount as on March 31, 2023 (Rs. In Crore)
Fund Based	1.95
Non-Fund Based	Nil

- During the course of our audit, we have generally not come across any violations of guidelines conditions etc. issued by the RBI. The guidelines of National Bank for Agriculture and Rural Development ("NABARD") are not applicable to the Bank since the Bank has neither accepted deposits nor received subsidy from NABARD.
- To the best of our knowledge, no other matters have been specified by the Central Registrar of Co-operatives Societies, which requires reporting under this rule.

**G. D. Apte & Co.**

Chartered Accountants

ICAI Firm Registration No: 100515W

**Santosh B. Rashinkar**

ICAI Membership No: 103483

UDIN: 23103483BGYBNV8567

Place: Pune

Date: May 20, 2023

**M. P. Chitale & Co.**

Chartered Accountants

ICAI Firm Registration No: 101851W

**Sanat Ulhas Chitale**

ICAI Membership No: 143700

UDIN: 23143700BGXAWJ6635

Place: Pune

Date: May 20, 2023

## Highlights of the year under review-

- Business set-up - Crossed milestone of ₹ 30,000 Crore
- Net Profit ₹151 Crore
- Total Recovery ₹ 469.46 Crore
- Gross NPA 4.80%
- Net NPA 1.74%
- Net Growth in Retail Loans ₹1,348 Crore
- Amalgamation of Pune based Shree Sharada Sahakari Bank Ltd. Pune into Cosmos Bank with its 8 branches - October 2022
- Amalgamation of Mumbai based Maratha Sahakari Bank Ltd. Mumbai into Cosmos Bank with its 7 branches – May 2023

## Instructions to Members-

01. If there is any change in your communication postal address, email id or mobile number, we request you to update the same at branch.
02. As per Directives of Reserve Bank of India Members should submit updated KYC documents at branch.
03. In order to disseminate new product information and to keep customers updated about their transactions, Bank sends SMS regularly. We request you to update your mobile number and email id with your home branch to receive the SMS.
04. As per the provision of the Multistate Co-op. Societies Act, if a member of the Multistate Co-op Society is absent for the Annual General Meeting for three consecutive years and his absence is not approved by the Annual General Meeting, his membership is automatically terminated. Members should take note of this provision and attend the Meeting. Also, if you are unable to attend the meeting, please inform us in advance in writing.
05. As per Bank's bye law no.4(xxix)-(a) member should maintain average quarterly balance of ₹5,000/- in their current/ savings account or total fixed or other deposits of ₹5,000/- or loan facility aggregating to ₹5,000/- and as per bye-law no. 7 (iv) (b) a member will be disqualified as a Member if he has availed services of Bank for 2 consecutive years without complying to above criteria. Hence, we request the Members who have not complied with the aforesaid criteria, to ensure compliance immediately.

- The Balance Sheet and Financial statements for FY 2022-2023 of Cosmos e-Solutions & Services Pvt Ltd., the wholly owned subsidiary of Bank, are included in Annual Report of the Bank for FY 2022-2023.
- Cosmos Bank is effectively utilising social media platforms to connect with young generation. Bank is active on social media handles like FaceBook, Instagram, Twitter, LinkedIn and YouTube channel. Stay Connected!