## SCHEDULE "Q"

## NOTES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2021 AND BALANCE SHEET AS ON EVEN DATE.

I.

### 1. OVERVIEW

The Cosmos Co-operative Bank Ltd. ("the bank") was established on 18th January, 1906. The bank is a multi-state scheduled co-operative bank having 140 branches in 7 states as on 31st March, 2021. The Bank is licensed by the Reserve Bank of India (RBI) as 'Authorized Dealers' in Foreign Exchange transactions under category-1.

### 2. BASIS OF PREPARATION

The Financial Statements have been prepared and presented under the historical cost convention on accrual basis of accounting, unless otherwise stated, and comply with generally accepted accounting principles in India, statutory requirements prescribed under the Banking Regulation Act, 1949, and the Multi State Co-operative Societies Act, 2002, and rules made there under, circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time, the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI) and current practices prevailing within the banking industry in India.

### 3. USE OF ESTIMATES

The preparation of the 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 estimates. Management believes that the estimates used in the preparation of the Financial Statements are prudent and reasonable. Any revision to the accounting estimates is recognized prospectively.

The SARS-CoV2 virus responsible for Covid-19 pandemic continues to spread across the globe thus impacting India. This has resulted in significant decline and volatility in global and Indian economy. Implementation of lockdown and extension of the same has resulted in disruptions of business and common life. The current second wave of Covid-19 pandemic, where the number of new cases has increased significantly in India, has resulted in re-imposition of localized/regional lockdowns in various parts of the country.

The extent of impact on account of the pandemic, including the current second wave witnessed in the country, on the Bank's results, credit quality and provisions depends on future developments, which are uncertain and may differ from that estimated as at the date of approval of these financials statements and the Bank will continue to closely monitor any material changes to future economic conditions. Despite these events and conditions, the Bank's results in future are neither expected to be materially adverse nor would there be any significant impact on the going concern assumption.

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## II. SIGNIFICANT ACCOUNTING POLICIES

### 1. Accounting Convention -

The Financial Statements are drawn up in accordance with historical cost convention and ongoing concern basis.

### 2. Revenue Recognition

Items of income and expenditure are accounted on accrual basis except for the following:

i. Interest and other income on Advances classified as 'Non-performing assets' is recognized to the extent realized, as per the directive issued by the RBI. Unrealized interest on non-performing advances is shown under 'Overdue Interest Reserve' and as 'Interest Receivable' on liability side and asset side respectively.

ii. Commission and Exchange are fully recognized as income on realization.

iii. Locker Rent is recognized on receipt basis, to the extent of income accrued and due.

iv. Loan Processing Fee is accounted upfront when it becomes due.

v. Dividend is recognized as income when right to receive payment is established.

vi. Interest on Government Securities, debentures and other fixed income securities is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

vii. Income generated from sale of insurance and mutual funds products are recognised on accrual basis.

### 3. Investments

Categorisation, Classification and Valuation of the Investments is carried out as per the guidelines of the RBI which are applicable to Urban Co-Operative Banks.

### 3.1 Categorisation of Investments:

As per the RBI guidelines, Urban Co-operative Banks require to catergorise its Investments in the following categories:

i. Held to Maturity (HTM): Securities acquired by the Bank with the intension to hold till Maturity.

ii. Held for Trading (HFT): Securities acquired by the Bank with the intension to Trade.

iii. Available for Sale (AFS): Securities which do not fall within the above two categories are classified as 'Available for Sale'.

### 3.2 Classification of Investments:

For the purpose of the Disclosure in the Balance Sheet, Investments are classified as per RBI guidelines which are as follows -:

i. Central & State Government Securities
ii. Other Approved Securities
iii. Shares ( Shares of Co-operative Banks & Subsidiary Company)
iv. Bonds in PSU
v. Others (Other Bonds & Security Receipts under ARC)

### 3.3 Valuation of the Investments :

a. Investments purchased under HTM category are accounted at acquisition cost. Investment transferred from AFS category to HTM category are accounted at lower of cost or depreciated value on the date of shifting. Any premium paid on acquisition, if any, on investments under HTM category is amortized over the residual life of the investment.

b. Investments under HFT and AFS categories are marked-to-market on the basis of guidelines issued by the RBI. The securities are valued scrip-wise and depreciation / appreciation is aggregated for each category. Net depreciation, if any, under each of the category is provided for, and net appreciation, if any, is ignored.

c. For the purpose of valuation, Market value in case of Central and State Government securities, is determined as per price list issued by RBI or price periodically declared by the Financial Benchmark India Pvt. Ltd. (FBIL).

d. Market Value of the other approved securities is determined on the basis of the 'Yield to Maturity' indicated by Primary Dealers Association of India (PDAI) / Fixed Income and Money Market Derivatives Association of India (FIMMDA), and Financial Benchmark India Pvt. Ltd. (FBIL).

e. Unquoted Equity Investments including Investment in the Subsidiary Company are stated at cost.

f. Quoted Mutual Fund investments are valued at the Stock Exchange quotations and Un-quoted Mutual Funds are valued at last available re-purchase price for Net Asset Value (NAV) where re-purchase price is not available.

g. **Transfer between categories :**

Transfer of securities from HFT/AFS category to HTM category is carried out at lower of the acquisition cost / book value / market value on the date of transfer and the depreciation, if any, fully provided for.

Transfer of securities from HTM category to HFT category is carried out at the acquisition price / book value. After transfer, these securities are immediately revalued and resultant depreciation, if any, is provided.

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Transfer from AFS category to HFT category and vice-a-versa is made at the book value and the provision for the accumulated depreciation held is transferred to the provision for depreciation against HFT securities and vice-a-versa.

h. Treasury Bills under all the categories are valued at carrying cost.

i. Security Receipts (SR) issued by the Asset Reconstruction Companies are valued at in accordance with the guidelines prescribed by the RBI. Accordingly, SRs are valued at NAV provided by the issuing reconstruction company.

j. Broken period interest and costs such as brokerage, commission paid at the time of acquisition of the security are charged to Profit and Loss Account and excluded from cost / sale consideration.

k. The investments are accounted for on the settlement date.

l. Non Performing investments are identified and classified as per RBI guidelines.

### 3.4 Accounting for Re-purchase (Repo) / Reverse Re-purchase (Reverse Repo), Liquidity Adjustment Facility (LAF) and Tri-Party Repo (TREPS)

The securities sold and purchased under Repo/Reverse Repo are accounted as collateralized lending and borrowing transactions. However, securities are transferred as in the case of normal outright sale / purchase transactions and such movement of securities is reflected using Repo/Reverse Repo Accounts and contra entries. The above entries are reversed on the date of maturity. Cost and revenues are accounted as interest expenditure / income, as the case may be. Balance under Repo account, TREPS and LAF is reported under Borrowings. Lending under Reverse Repo, LAF & TREPS is shown under Money at call and short notice.

### 3.5 Disposal of Investments

Profit or Loss on sale of Investments under the aforesaid three categories are recognized in the Profit & Loss Account.

## 4. Advances & Provisions thereon :

### 4.1 Classification:

a. Advances are primarily classified as Performing and Non-performing Assets (NPAs). And NPAs are further classified into Sub-Standard, Doubtful & Loss Assets as per guidelines issued by the RBI from time to time.

b. Advances are disclosed net of write off in the Balance Sheet & divided into Short Term, Medium Term & Long Term.

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4.2 **Provisions**

a. Provisions are made for Advances under Sub-Standard, Doubtful and Loss Assets as per criteria stipulated by the RBI. In addition, a general provision is made on following categories of standard assets as per RBI guidelines, as under:

| Category | Provision (%) |
|---|---|
| Direct advances to Agricultural and SME Sectors | 0.25 |
| Commercial Real estate loans | 1.00 |
| CRE – RH | 0.75 |
| Other advances | 0.40 |

b. Provision is made for restructured accounts in accordance with RBI guidelines which require diminution in the fair value of assets to be provided for at the time of restructuring.

5. **Property Plant & Equipment (PPE) & depreciation:**

a. Property, Plant and Equipment (PPE) other than premises of the Bank and merged Banks are stated in Balance Sheet at historical cost less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price including non-refundable purchase taxes and any cost attributable for bringing the asset to its working condition for its intended use after deducting trade discount and rebates. Subsequent expenditure incurred on assets put to use is capitalized, only when it increases the future benefit/ functioning capability from / of such assets.

b. i) Premises are carried at revalued amount, being fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses in accordance with AS 10 (Revised) Property, Plant & Equipment (PPE) issued by ICAI. Revaluations made with sufficient regularity as decided by the management as per the valuation reports of Registered Government Approved Valuers to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the balance sheet date.

ii) The surplus arising out of revaluation of premises carried out is credited to the Revaluation Surplus in the Balance Sheet.

iii) In respect of premises kept in use by the Bank, yearly amortization of revaluation surplus of the premises is debited to Profit and Loss Account along with depreciation on original cost of premises and credited to premises account. Correspondingly, yearly amortization of revaluation surplus of the premises is debited to revaluation surplus with identical credit to General Reserve. In case of de-recognition of asset, the revaluation surplus / deficit is treated as per the guidelines prescribed in AS 10 (Revised) Property, Plant & Equipment (PPE) issued by ICAI.

c. Premises of the merged Bank are recorded at fair value upon merger and PPE and equipment other than premises are recorded at book value as on date of merger as per Due Diligence Report.

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d. Premises are depreciated over the residual life of premises not exceeding 60 years. Accordingly, the Bank has a policy of assessing the residual life of premises periodically to present the realistic value of premises from time to time.

e. Subsequent costs are included in carrying amount of asset or recognized as separate asset, as appropriate only when it is probable that future economic benefit associated with the item will flow to the entity and the cost can be measured reliably.

f. **Depreciation:**

Depreciation on PPE is recognized based on cost of asset less their residual values over their useful lives, using the Straight Line Method. The useful life of PPE is considered as per the management's estimate. The estimated useful lives, residual values and depreciation method are reviewed at the end of the each Balance Sheet date, with the effect of any changes in estimate accounted for on prospective basis.

The estimated useful lives of PPE and depreciation rates considering the useful life of an individual asset as determined by the management is as follows:

| Sr. No. | Property, Plant and Equipment | Useful lives of an individual Asset |
|---|---|---|
| 1 | Building | 60 |
| 2 | Furniture & fixtures | 10 |
| 3 | Vehicles | 6.7 |
| 4 | Electrical items | 10 |
| 5 | ATM | 5 |
| 6 | Computer hardware | 3 |
| 7 | Renewable Energy Equipment | 5 |

g. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. These estimates and associated assumptions are based on historical experiences and various other factors that are believed to be reasonable under the circumstances.

h. Whenever there is a revision in the estimated useful life of the asset, the unamortized depreciable amount is charged over the revised remaining useful life of the said asset.

i. An item of PPE is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as difference between the sales proceeds and the carrying amount of the asset and is recognized in profit and loss.

j. The cost of assets not put to use before such date are disclosed under "Capital work in progress".

k. Depreciation is not provided on the freehold land. Leasehold land is amortized over the period of the lease.

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l. Capital expenditure on leasehold land & building is amortized over a period of 10 years.

m. Stamp duty and registration charges on leasehold premises are amortize over the period of lease.

n. The items of PPE whose written down value has become NIL due to charge of depreciation over the years are stated at nominal value of Re. 1/- to facilitate their identification.

o. Impairment of PPE

PPE's are reviewed at each Balance Sheet date for impairment. If any indication exists, the bank estimates the recoverable amount of the asset. An asset's recoverable amount is higher of an asset's net selling price and its value in use. If, such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is considered as an impairment loss and is recognized in the Profit and Loss Account.

## 6. Foreign Currency Transactions

a. The bank has no foreign branches. Transactions denominated in foreign currencies are accounted for at the rates prevailing on the date of transaction.

b. Monetary foreign currency assets and liabilities are translated at the Balance Sheet date at rates notified by Foreign Exchange Dealers Association of India (FEDAI). All gains / losses resulting from year-end revaluations are recognized in the Profit and Loss Account. Non-monetary items which are carried at historical cost, are reported using the rates at the date of initial recognition.

c. Outstanding forward exchange contracts and spot exchange contracts are revalued at year-end exchange rates notified by FEDAI for specified maturities. The resulting gains/losses on revaluation are included in the Profit and Loss account in accordance with RBI/FEDAI guidelines.

d. Contingent liabilities in foreign currencies on account of guarantees, acceptances, endorsements and other obligations are reported using closing spot rates on the Balance Sheet date as notified by FEDAI.

## 7. Accounting for Amalgamation

Accounting for Amalgamation in case of amalgamated Banks with the Bank is carried out as per the scheme approved by the RBI, from time to time in consonance with AS 14 'Accounting for Amalgamation' issued by ICAI.

## 8. Employee Benefits

a) **Provident Fund:**
It is a defined contribution scheme. The eligible employees of the Bank are entitled to receive benefits under the Provident Fund, where, both the employee and the Bank contribute monthly at a stipulated rate to the Government Provident Fund. The Bank has no liability for future Provident Fund benefits other than its annual contribution and recognizes such contributions as an expense to Profit and Loss Account in the period in which employee renders the related service.

b) **Gratuity:**
The Bank provides for the Gratuity, a defined benefit retirement plan, covering all employees. The plan provides for lump sum payments to employees upon death while in employment or on separation from employment after serving for the stipulated years mentioned under 'The Payment of Gratuity Act, 1972'. Liabilities with regard to the Gratuity Plan are determined by Actuarial Valuation at each Balance Sheet date using the Projected Unit Credit Method.

The Bank funds for the plan asset in the form of qualifying insurance policy. The fair value of plan asset is reduced from the gross obligation under the defined benefits plans to recognize the net obligation of the Gratuity plan in the Balance Sheet as liability, in accordance with AS-15 'Employee Benefits'. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the Statement of Profit and Loss in the period in which they arise.

c) **Compensated Absences :**
The Bank provides for Compensated Absence liability of its employees who are eligible for encashment accumulated leave. Accumulated leave, which is expected to be utilized within the next twelve months, is treated as Short Term Employee Benefits. The Bank measures the cost of such absences at the amount it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The accumulated leave expected to be carried forward beyond twelve months is Other Long Term Employee Benefit. The same is provided for based on the Actuarial Valuation using the Projected Unit Credit Method at the reporting date. Actuarial gains/losses are immediately taken to the Statement of Profit and Loss and are not deferred.

## 9. Segment Reporting :

In accordance with the guidelines issued by RBI, Segment Reporting is made as under:

i) Treasury includes all investment portfolio, profit/loss on sale of investments, profit/loss on foreign exchange transactions, equities and money market operations. The expenses of this segment consist of interest expenses on funds borrowed from external sources as well as internal sources and depreciation/amortization of premium on Held to Maturity category investments.

ii) Other Banking Operations include all other operations not covered under Treasury operations.

Segment information is prepared in conformity with the accounting policies adopted for preparing and presenting the Financial Statements of the Bank as a whole.

**10. Operating Lease :**

Lease payments for assets taken on operating lease are recognized in the Profit and Loss Account over the lease term in accordance with the AS 19 'Leases', issued by the ICAI. Initial direct costs are charged to Profit and Loss Account.

**11. Earnings Per Share :**

The Bank reports basic and diluted earnings per share in accordance with AS 20 'Earnings per Share' issued by the ICAI.

a. Basic earnings per share is calculated by dividing the Net Profit or Loss after Tax for the year, attributable to shareholders by the weighted average number of shares outstanding during the year. The weighted average number of shares is calculated on monthly basis.

b. For the purpose of calculating diluted earnings per share, the Net Profit or Loss after Tax for the year attributable to shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential shares.

**12. Taxation**

i. Income Tax expenses is the aggregate amount of deferred and current tax expenses incurred by the Bank. Current Income Tax is measured at the amount expected to be paid to the Tax Authorities in accordance with the Income Tax Act, 1961. Deferred Income Tax reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

ii. Deferred Tax is recognized, subject to consideration of prudence, on timing differences between taxable income & accounting income that originate in one period and is capable of reversal in subsequent period. DTA is recognized only to the extent that there is reasonable certainty that asset can be realized in future. Income of unabsorbed depreciation, carried forward losses under tax laws, deferred tax asset is recognized only to the extent that there is virtual certainty supporting by convincing evidences. These are reviewed at each Balance Sheet date and appropriately adjusted to reflect the amount that is reasonably/virtually certain to be realized.

iii. Current tax is debited to the Profit and Loss Account. The impact of changes in DTA and DTL is recognized in the Profit and Loss Account.

iv. DTAs are reassessed at each reporting date, based upon management's judgment as to whether the realization is reasonably certain.

## 13. Intangible Assets

An intangible asset is recognized if and only if it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably. Intangible asset is measured initially at cost and stated in balance-sheet at historical cost less accumulated amortization.

**Amortization**

Amortization of intangible assets is provided on Straight Lime Method (SLM) @ 33.33% in line with the RBI circular RBI/2005-06/286 UBD.BPD.PCB Cir. No. 28/12.05.001/2005-06.

## 14. Provisions, Contingent liabilities and Contingent Asset

A provision is recognized when Bank has a present obligation as a result of past event where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value except in case of decommissioning, restoration and similar liabilities that are recognized as cost of PPE and determined based on best estimate of the expenditure required to settle the present obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure of contingent liability is made when there is:

a) A possible obligation arising from a past event, 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

b) A present obligation arising from a past event which is not recognized, as it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible or a present obligation in respect of which the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

## 15. Non-Banking Assets acquired in satisfaction of claims

Non-Banking Assets (NBA's) acquired in satisfaction of claims are carried at lower of net book value and net realizable value.

## 16. Cash and Cash Equivalents

Cash & Cash Equivalents include cash in hand, balances with RBI and with Other Bank and FD maturing in 3 months.

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## III. NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2021.

1. **Long Term Subordinated (Tier-II) Deposits:**

   In accordance with the approval granted by RBI vide its letter no. DoS.CO.RSG/12.01.034/355/2020-21 dated 18th March 2021 and Office of Central Registrar of Co-operative Societies vide its letter F.No.R-11017/44/2012- L & M (vol. III) dated 19th March 2021, the bank has raised Rs. 5885.10 lakh by way of Long Term Subordinated (Tier-II) Deposits during the year. During the Financial year the Bank has serviced Rs. 6558.79 lakh towards interest on total outstanding portfolio of LTDs raised till date.

2. The Bank has written off an amount of Rs. 25131.96 Lakhs (Previous year: Rs. 29203.23 Lakhs) towards Bad debts, which is approved by the Board of Directors.

3. In accordance with the RBI Circulars dated March 27, 2020, April 17, 2020 and May 23, 2020 on 'COVID-19 Regulatory Package -Asset Classification and Provisioning', the details pertaining to loan accounts to which a moratorium on instalments and interest, as applicable, due between March 1, 2020 and August 31, 2020 was extended. The disclosures as required by RBI Circular dated April 17, 2020 are given below:

**(₹ In Lakhs)**

| Sr. No. | Particular | Amount |
|---|---|---|
| (i) | Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended | 119480.71 |
| (ii) | Respective amounts where asset classification benefits is extended | 18292.22 |
| (iii) | Provisions made during the Q4, FY2020 and Q1, FY 2021 | 1829.23 |
| (iv) | Provisions adjusted during the respective accounting periods against slippages | ----- |
| (v) | Residual provisions (written back as on March 31, 2021) | 1829.23 |

4. Suppliers/Service providers covered under Micro, Small, Medium Enterprises Development Act, 2006 (MSME), have not furnished the information regarding filing of necessary memorandum with the appropriate authority. As such, information relating to cases of delays in payments to such enterprises or of interest payments due to delays in such payments, cannot be given.

5. The income for Bank assurance business for the period April' 2020 to March' 2021 is as follows -

**(Rs. in Lakhs)**

| Sr. No. | Nature of Income | FY 2020-21 | FY 2019-20 |
|---|---|---|---|
| 1. | From selling Life Insurance Policies | **180.28** | 161.35 |
| 2. | From selling Non-Life Insurance Policies | **45.63** | 42.71 |
| 3. | From selling Mutual Fund Products | **38.10** | 37.35 |
| | **Total** | **264.01** | 241.41 |

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6. **Restructured Loans:**

Details of loans subjected to restructuring as on 31 March 2021 are given

**(Rs. In lakhs)**

| Sr. No. | Particulars | | CDR Mechanism | Housing Loans | SME Debt Restructuring | Others |
|---|---|---|---|---|---|---|
| 1. | Standard advances restructured | No. of Borrowers | ---- | ---- | 18 (06) | 7 (05) |
| | | Amount outstanding | ---- | ---- | 29958.19 (5504.03) | 24013.58 (21489.54) |
| | | Diminution in the fair value | ---- | ---- | ---- | ---- |
| 2. | Sub-standard advances restructured | No. of Borrowers | ---- | ---- | ---- (1) | ---- |
| | | Amount outstanding | ---- | ---- | ---- (488.11) | ---- |
| | | Diminution in the fair value | ---- | ---- | ---- | ---- |
| 3. | Doubtful advances restructured | No. of Borrowers | ---- | ---- | ---- | ---- |
| | | Amount outstanding | ---- | ---- | ---- | ---- |
| | | Diminution in the fair value | ---- | ---- | ---- | ---- |
| | **Total** | **No. of Borrowers** | ---- | ---- | **18 (07)** | **7 (05)** |
| | | **Amount outstanding** | ---- | ---- | **29958.19 (5992.14)** | **24013.58 (21489.54)** |
| | | **Diminution in the fair value** | ---- | ---- | ----- | ---- |

(Figures in bracket are of previous year)

1. These restructured loans constitute about 4.54% (2.39%) of the total advances as at 31-03-2021.
2. Amount and number of accounts in respect of which applications received and under process, but the restructuring packages have not yet been approved NIL (NIL) as on 31-03-2021

Of the above,

A] MSME Restructuring proposals sanctioned as per RBI Circular Ref No. DBR.No.BP.VC.18/21.04.048/2018-19 dated 01.01.2019 are as under:

| No. of accounts restructured | Amount (Rs. In lakhs) |
|---|---|
| 1 | 1820.39* |

*Provision of Rs.91.02 lakhs is made @ 5 % of debt as per provisions of the circular.

B] Restructuring proposals sanctioned as per RBI Circular Ref.No.DOR.No.BP.BC/3/ 21.04.048/2020-21 dated August 6, 2020 are as under

**Format - A**

**(Rs. in Lakhs)**

| Type of borrower | (A) Number of accounts where resolution plan has been implemented under this window | (B) exposure to accounts mentioned at (A) before implementation of the plan | (C) Of (B), aggregate amount of debt that was converted into other securities | (D) Additional funding sanctioned, if any, including between invocation of the plan and implementation | (E) Increase in provisions on account of the implementation of the resolution plan |
|---|---|---|---|---|---|
| Personal Loans | 1 | 2738.02 | Nil | 130.06 | 269.48 |
| Corporate persons* | 2 | 1400.68 | Nil | 52.10 | 142.48 |
| *Of which, MSMEs* | Nil | Nil | Nil | Nil | Nil |
| Others | 2 | 438.42 | Nil | 37.54 | 45.87 |
| **Total** | 5 | **4577.12** | Nil | **219.70** | **457.83** |

**As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016*

7. The Bank has not sold any assets to ARCs and not purchased or sold any Non-Banking Assets during the current year.

8. **Prior Period Items - AS 5**

There are no items of material significance in the prior period account requiring disclosure.

9. **Gain/(Loss) on Foreign Exchange Transactions – AS 11 :**

The Bank has revalued the Forward Exchange Contracts & Spot Exchange Contracts as per the FEDAI rates as on the date of Balance Sheet and net gain on account of such revaluation of Rs. 363.87 Lakhs (Previous Year: Rs. 533.81 Lakhs) is credited to Profit & Loss account in accordance with AS-11 issued by ICAI.

10. **Accounting for Amalgamation.( AS 14 ) :**

**Merger of Co-operative Bank of Ahmedabad Ltd.:**
As per the merger scheme, there is no period limit for recovery of loss on merger in case of Co-op Bank of Ahmedabad Ltd (CBA). During the year, on comparison of losses provided up to FY 2019-20 with credits received on account of recovery, the excess provision of Rs. 42.19 Lakhs (Previous Year: Rs. 47.38 Lakhs ) on account of amortization of losses is written back to Profit and Loss Account, the details of which are as under.

(Rs. in Lakhs)

| Bank Name | Accumulated losses on merger | Net credit to losses on A/C of Recovery etc. | Losses C/F to be provided. | Loss Provided up to FY 2019-20 | Excess Provided w/back during FY 2020-21 | Accumulated loss pending to be Provided over the next year |
|---|---|---|---|---|---|---|
| Co-Op. Bank of Ahmedabad Ltd. | 2207.38 (2207.38) | 1919.66 (1877.47) | 287.72 (329.91) | 329.91 (377.29) | -42.19 (-47.38) | --- |
| **Total** | **2207.38** | **1919.66** | **287.72** | **329.91** | **-42.19** | --- |

(Figures in bracket are of previous year)

The balance loss of Rs. 287.72 Lakhs in respect of CBA will be adjusted against the further recovery received as there is no time limit prescribed for such recovery of loss in merger scheme of CBA.

11. **Employee Benefits – (AS - 15)**

The Bank has defined benefit gratuity plan. Every employee who has completed five years or more of service is eligible for a gratuity on separation at 15 days basic salary (last drawn salary) for each completed year of service. The Bank funds for the plan asset in the form of qualifying insurance policy.

The liability towards leave encashment and Gratuity is assessed on the basis of actuarial valuation report of Actuary.

**Disclosures required by AS-15 are given as under:**

(Rs. in Lakhs)

| Sr. No. | Particulars | Gratuity | | Leave Encashment | |
|---|---|---|---|---|---|
| | | 31st March, 2021 | 31st March, 2020 | 31st March, 2021 | 31st March, 2020 |
| | **Principal assumptions used in determining gratuity obligations** | | | | |
| I | Discount Rate | **6.80%** | 6.87% | **6.80%** | **6.87%** |
| II | Expected return on plan assets | **6.80%** | 6.87% | **0.00%** | **0.00%** |
| III | Salary Escalation rate | **4.00%** | 4.00% | **4.00%** | **4.00%** |
| | | | | | |
| IV | **Reconciliation of opening and closing balance of the present value of the defined benefit obligation:** | | | | |
| | Opening Present value of obligation | **6475.91** | 5496.89 | **1709.41** | **1537.25** |
| | Interest cost | **444.89** | 426.56 | **117.44** | **119.29** |
| | Current service cost | **376.09** | 315.06 | **294.52** | **251.34** |
| | Past service cost | | ------ | | ------ |
| | Liability transfer in | --------- | 105.62 | | ------ |

| | | | | | |
|---|---|---|---|---|---|
| | Benefits paid | **(543.11)** | (568.82) | **(754.55)** | **(676.75)** |
| | Actuarial (gain)/ loss on obligations | **(12.31)** | 700.59 | **99.65** | **478.28** |
| | Closing Present value of obligation | **6741.47** | 6475.91 | **1466.47** | **1709.41** |
| | | | | **(Rs. in Lakhs)** | |
| V | **Reconciliation of opening and closing balance of the fair value of the plan assets:** | | | | |
| | Opening Fair value of plan assets | **5414.90** | 4792.35 | ------ | ------ |
| | Expected return on plan assets | **372.00** | 371.89 | ------ | ------ |
| | Contributions | **1067.29** | 708.98 | ------ | ------ |
| | Transfer from other entity | **0.12** | 122.97 | ------ | ------ |
| | Benefits paid | **(543.11)** | (568.82) | ------ | ------ |
| | Actuarial gain / (loss) on plan assets | **38.60** | (12.46) | ------ | ------ |
| | Closing Fair value of plan assets | **6349.80** | 5414.90 | ------ | ------ |
| VI | **Amount recognized in Balance Sheet:** | | | | |
| | Present value of obligation | **6741.47** | 6475.91 | **1466.47** | **1709.41** |
| | Fair value of plan assets | **(6349.80)** | (5414.90) | -------- | ------ |
| | (Assets) / liability as at | **391.67** | 1061.01 | **1466.47** | **1709.41** |
| VII | **Expenses recognized in Profit and Loss Account:** | | | | |
| | Current service cost | **376.09** | 315.06 | **294.52** | **251.34** |
| | Past service cost | | ------ | -------- | ------ |
| | Interest cost | **444.89** | 426.56 | **117.44** | **119.29** |
| | Expected Return of Plan Assets | **(372.00)** | (371.89) | -------- | ------ |
| | Net actuarial (gain) /- loss | **( 50.91)** | 713.05 | **99.65** | **478.28** |
| | Expenses recognized in P & L Account included in Salaries, Allowances, PF contribution and Gratuity etc. | **398.07** | 1082.79 | **511.61** | **848.91** |
| VIII | Category of fair value of Plan Assets:<br>- Insured managed funds | ----- | ----- | ----- | ------ |

12. **Primary Segment Reporting (By Business Segments)– (AS- 17)**

**(Rs. in Lakhs)**

| Particulars | Treasury | Other Banking Operations | Total |
|---|---|---|---|
| Revenue (before Exceptional items) | **63,095.40** | **1,45,027.21** | **2,08,122.61** |
| | 47,363.07 | 1,59,379.01 | 2,06,742.08 |
| Cost | **26,144.27** | **1,35,245.87** | **1,61,390.14** |
| | 38,347.07 | 1,42,132.89 | 1,80,479.96 |
| Result before unallocated Expenses / Provisions | **36,951.13** | **9,781.34** | **46,732.47** |
| | **9,016.00** | 17,246.12 | 26,262.12 |
| Unallocated Expenses / Provisions | - | | **36,762.56** |
| | --- | --- | 34,661.64 |
| Operating Profit (PBT) | - | | **9,969.91** |
| | --- | --- | -8,399.53 |
| Income Taxes including Deferred Tax | - | | **4,292.08** |
| | --- | --- | -2,965.54 |

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| | | | |
|---|---|---|---|
| Reversal of Excess IFR | - | | - |
| | --- | --- | - |
| Previous year's BDDR | - | | - |
| | --- | --- | - |
| Net Profit / Loss (-) | - | | **5,677.83** |
| | --- | --- | -5,433.98 |
| OTHER INFORMATION | | | |
| Segment Assets | **3,83,065.18** | **16,06,887.03** | **19,89,952.21** |
| | 4,92,974.63 | 14,61,819.19 | 19,54,793.82 |
| Unallocated Assets | - | | **57,455.91** |
| | --- | --- | 60,023.58 |
| Total Assets | - | | **20,47,408.12** |
| | --- | --- | 20,14,817.40 |
| Segment Liabilities | **23,090.15** | **18,41,246.80** | **18,64,336.95** |
| | 30,826.44 | 17,63,133.50 | 17,93,959.94 |
| Unallocated Liabilities | - | | **1,83,071.17** |
| | --- | --- | 2,20,857.46 |
| Total Liabilities | - | | **20,47,408.12** |
| | --- | --- | 20,14,817.40 |

(Figures in the bracket are of previous year)

These segments have been reported considering the nature of products or services, the class of customers for the products or services, different risks and returns attributable to them, organizational structure and internal management information system.

**Types of products and services in each business segment:-**

a) Treasury: Dealing Operations in Forex/ Money Market Instruments.
b) Other Banking Operations: Foreign and Local Finance/ Services

Secondary Segment Information: Bank operates only in one geographical area, hence separate information regarding secondary segment i.e. geographical segment is not given.

13. **Related Party Disclosures (AS-18)**

a. Details of Related Parties:

| Sr. No. | Name of the Related Parties | Description of Relationship |
|---|---|---|
| 1 | Cosmos E Solutions & Services Pvt. Ltd. | Wholly Subsidiary Company |

b. Related Party disclosures:

**(Rs. in Lakhs)**

| Sr. No. | Items / Related Party | 31st March, 2021 | 31st March, 2020 |
|---|---|---|---|
| **Transactions-** | | | |
| 1 | Availment of services/Capital Purchases | | |
| | Towards Services | **127.57** | 127.68 |
| 2 | Interest paid & accrued by bank on Fixed Deposit during the year | **29.76** | 18.85 |
| 3 | Dividend received | **20.00** | 25.00 |
| **Balances-** | | | |
| 1 | Current account with Bank | **35.04** | 106.53 |
| | Maximum Balance maintained in Current account with Bank | **139.48** | 227.29 |
| 2 | Investment in Subsidiary | **25.00** | 25.00 |

c. 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 (AS-18) issued by The Institute of Chartered Accountants of India, other than Key Management Personnel, Mr. Suhas Gokhale, Managing Director from 01st April, 2020 to 31st March, 2021. However, in terms of RBI circular dated 29th March, 2003, he being a single party under the category, no further details thereon need to be disclosed.

14. **Operating lease comprises leasing of office premises, ATM and data center site storage equipment (AS-19)**

**(Rs. in Lakhs)**

| Particulars | 31st March, 2021 | 31st March, 2020 |
|---|---|---|
| Minimum lease payments payable at the end of the year: | | |
| - Not later than one year | 2801.67 | 3130.45 |
| - Later than one year and not later than five years | 10244.01 | 10718.87 |
| - Later than five years | 11872.86 | 14314.33 |
| Total minimum lease payments recognized in the Profit and Loss Account for the year. | 3609.86 | 3719.49 |
| Total of minimum sub-lease payment expected to be received under non-cancelable sub-lease | N.A. | N.A. |
| Sub-lease payments recognized in the Profit and Loss Account for the year. | N.A. | N.A. |

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15. **Earnings Per share (AS – 20):**

**(Amount in Rs.)**

| Sr. No. | Particulars | FY 2020-21 | FY 2019-20 |
|---|---|---|---|
| A | Profit/Loss for the year attributable to shareholders (Rs.)- | **56,77,83,370.56** | (54,33,98,252.00) |
| B | Total number of shares at the end of year | **3,33,58,644.00** | 3,22,66,898.00 |
| C | Weighted avg. number of shares of Rs. 100/- each for the purpose of computing Basic Earnings per share | **3,23,66,757.25** | 3,36,02,385.92 |
| D | Basic Earnings per share (A / C) (Rs.) | **17.54** | (16.17) |
| E | Weighted avg. number of shares of Rs. 100/- each for the purpose of computing diluted Earnings per share | **3,23,66,757.25** | 3,36,02,385.92 |
| F | Diluted Earnings per share (A / E) (Rs.) | **17.54** | (16.17) |

16. **Consolidated Financial Statements (AS 21)**

There is no requirement to present Consolidation Financial Statements under the Multi-State Co-operative Societies Act, 2002.

17. The Bank has decided to exercise the option of lower tax rate available under section 115BAD of the Income Tax Act, 1961 as introduced by the Finance Act 2020 w.e.f. Assessment Year beginning on 1st April 2021. Accordingly, the Bank has recognized provision for tax and remeasured its deferred tax assets (DTA) at 31st March 2021 based on the tax rate prescribed in the said section. The resultant impact has been taken through the profit and loss account".

18. **Deferred Tax (AS – 22)**

The major components of Deferred Tax for the year are as under:

**(Rs. in Lakhs)**

| **Deferred Tax Assets** | **31st March, 2021** | 31st March, 2020 |
|---|---|---|
| 1. Provision for BDDR & on investment Diminution | **26375.99** | 26,460.63 |
| 2. Leave encashment Provision | **1466.47** | 1,709.41 |
| 3. Carry Forward Losses under Tax Laws | **0.00** | 3,615.00 |
| 4. Expenses disallowed U/s 40(a)(ia) | **107.67** | 130.35 |
| 5. Provision for Re-structured Assets | **548.85** | 0.00 |
| 6. Amortization of premium | **0.00** | 78.77 |
| **Sub Total (A)** | **28498.99** | 31994.16 |
| **Deferred Tax Liability** | | |
| 1. Difference in W.D.V. | **4158.60** | 4175.62 |
| 2. Depreciation on HTM securities | **0.00** | 7448.62 |
| **Sub Total (B)** | **4158.60** | 11624.24 |
| **Total (A-B)** | **24340.39** | 20369.92 |
| **Deferred Tax Asset** | **6125.99** | 7118.06 |

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The application of Deferred Tax has resulted in a net debit of Rs. 992.08 Lakhs to the Profit and Loss Account for the year ended 31st March, 2021. The closing Deferred Tax Asset (net) of Rs. 6125.99 Lakhs shown separately in the Balance Sheet.

19. **Details of computer software other than internally generated- (AS– 26):**

**i) The details of computer software included in the Fixed Assets block as "Intangible assets" are as follows:**

**(Rs. in lakhs)**

| **Particulars** | **31st March, 2021** | 31st March , 2020 |
|---|---|---|
| Opening Balance of Software (Intangible assets) | **393.51** | 642.49 |
| Add: Additions during the year | **63.01** | 278.79 |
| Less: Deletion / Amortization during the year | **239.86** | 527.77 |
| Closing Balance of Software (Intangible assets) | **216.66** | 393.51 |

20. **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 **Impairment of Assets** issued by the ICAI is required.

21. **Contingent Liabilities AS -29:**

a) Contingent liabilities in respect of Bank guarantees, Letters of credit, Forward contracts etc.

**(Rs. in Lakhs)**

| **Particulars** | **31st March, 2021** | 31st March, 2020 |
|---|---|---|
| Bank Guarantees | **90,825.20** | 92,427.21 |
| Letters of Credit ( LC + Buyer's Credit) | **19,492.48** | 20,648.08 |
| Forward Exchange contracts Purchase / Sale | **31,940.03** | 21,878.31 |
| Others – Depositors' Education Awareness Fund | **4,436.54** | 3,760.54 |
| **Total** | **1,46,694.25** | 1,38,714.14 |

b) Claims not acknowledged as debts:

**(Rs. in Lakhs)**

| | **31st March, 2021** | 31st March, 2020 |
|---|---|---|
| On account of Income Tax Demand (Gross) | **6188.77** | 6188.77 |
| On account of Service Tax | **741.24** | 796.99 |

- The Bank has paid Rs. 6181.77 Lakhs (Previous Year: Rs. 5637.73 Lakhs) against the above Income Tax demands raised by the Income Tax Department for various assessment years. The Bank has contesting these demands at various appellate levels and Bank is hopeful of getting substantial relief in respect thereto.
- The Bank has paid Rs. 54.81 Lakhs against the above demand of Service Tax demands.

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c) **Contingent Liabilities – Others**

In terms of DBOD Circular No. DEAF Cell.BC.114/30.01.002/2013-14 dated 27th May, 2014, the Bank has transferred all credit balances amounting to Rs. 726.24 Lakhs (as mentioned in sub-clause i) to viii) in Clause 3 of DEAF Scheme 2014) maintained with the Bank which have not been in operation for 10 years or more. The required disclosure as per the said circular is as under:

**(Rs. in lakhs)**

| Particulars | 31st March, 2021 | 31st March, 2020 |
|---|---|---|
| **Opening balance of amounts transferred to DEAF** | 3760.54 | 3371.26 |
| Add: Amounts transferred to DEAF during the year | 726.24 | 479.45 |
| Less: Amounts reimbursed by DEAF towards claims | 50.24 | 90.17 |
| Closing balance of amounts transferred to DEAF | 4436.54 | 3760.54 |

The Bank has paid **Rs. 50.24 Lakhs** to customers / depositors towards the said deposits which have remained unclaimed for 10 years or more and also claimed refund of the said amount from RBI in terms of the said scheme.

22. **Capital charge on market risk:**

**Market Risk in Trading Book-Standardized Modified Duration Approach.**
**Qualitative Disclosures:**

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 08th February, 2010 and business requirements.

- The overall objective of market risk management is to enhance profitability by improving the bank's competitive advantage and reducing 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, VaR limit, Daylight limit, Aggregate Gap limit, 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 HFT and AFS and Forex Open positions.

**Quantitative Disclosures:**

**(Rs. in Lakhs)**

| Particulars | Amount of Capital required |
|---|---|
| Interest Rate Risk | 2600.98 |
| Equity Position Risk | 0.00 |
| Foreign Exchange Risk | 40.50 |

**IV. Disclosure Requirements as Per RBI Guidelines -**
**Disclosure as per RBI Circular No. UBD.CO.BPD. (PCB) CIR. NO. 52/12.05.001/2013-14 dated 25th March, 2014:**

**(Rs. in Lakhs)**

| Sr. No. | Particulars | 31st March, 2021 | 31st March, 2020 |
|---|---|---|---|
| 1. | Capital to Risk Asset Ratio (CRAR) | **12.54%** | 12.30% |
| 2. | Movement of CRAR | | |
| | Total Capital Funds | **152699.59** | 151235.33 |
| | Risk Weighted assets | **1217889.75** | 1229333.24 |
| 3. A | Values of Investments are as under: | | |
| | Total Face Value (of investments) | **334097.40** | 443956.37 |
| | Total Book Value (of investments) | **366706.16** | 466178.40 |
| | Total Market Value (of investments) | **350185.69** | 472339.75 |

**3. B. Composition of Non-SLR Investments * as on 31st March, 2021:**

**(Rs. in Crores)**

| Sr. No. | Issuer | Amount | Extent of 'below Investment grade' Securities | Extent of 'unrated securities' | Extent of 'unlisted' securities |
|---|---|---|---|---|---|
| 1. | PSUs | 2.60<br>(2.60) | 0.00 | 0.00 | 0.00 |
| 2. | FIs | 44.73<br>(44.73) | 9.82 | 0.00 | 0.00 |
| 3. | Public & Private Banks | 10.00<br>(10.00) | 0.00 | 0.00 | 0.00 |
| 4. | Mutual Fund | 0.00<br>(0.00) | 0.00 | 0.00 | 0.00 |
| 5. | Others-(Security Receipts under ARC Rs. 231.51 Crores and Shares Rs. 1.56 Crores) | 233.07<br>(255.98) | 0.00 | 74.11<br>0.00 | 1.56<br>(1.56) |
| | Total | 290.40<br>(313.31) | 9.82<br>(0.00) | 74.11<br>(0.00) | 1.56<br>(1.56) |
| 6. | Provision held towards depreciation | 143.13<br>(76.70) | --- | --- | --- |

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During the FY 2020-21, out of Rs. 74.11 crs of unrated securities, provision is done only of Rs.74.10 crs. Provision 0.0095 is not done as there is recovery of surplus distribution in FY 2020-21 and also recovery of surplus distribution is expected in next FY 2021-22.

(Figures in bracket are of previous year)

**3. C. Non performing Non-SLR Investments**

**(Rs. in Crores)**

| Particulars | 31st March, 2021 | 31st March, 2020 |
|---|---|---|
| Opening Balance | 0.01 | 0.11 |
| Add: Additions during the year | 9.82 | 0.00 |
| Less: Reductions during the above period | 0.00 | 0.10 |
| Closing Balance | 9.83 | 0.01 |
| Total provisions held | 2.72 | 0.01 |

**3. D. Statement of Securities sold / purchased under REPO Transactions during FY 2020-21.**

**(Rs. In Crores)**

| Particulars | Minimum Outstanding during the year | Maximum outstanding during the year | Daily Average outstanding during the year | As on 31st March, 2020 |
|---|---|---|---|---|
| **Securities sold under REPO (CROMS+RBI)** | | | | |
| i. Govt. Securities | 0.00 (0.00) | 900.90 (1090.00) | 411.93 (471.97) | 0.00 (851.00) |
| ii. Corporate Debt Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| iii. Any Other Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| **Securities purchased under Reverse REPO** | | | | |
| i. Govt. Securities | 0.00 (0.00) | 1570.00 (870.00) | 444.48 (70.65) | 1461.00 (825.00) |
| ii. Corporate Debt Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| iii. Any Other Securities | 0.00 | 0.00 | 0.00 | 0.00 |

(Figures in bracket are of previous year)

4. Advances of **Rs. 1188067.35** Lakhs (Previous Year: Rs. 1150315.08 Lakhs) shown in the Balance Sheet include:

**(Rs. in Lakhs)**

| **Particulars** | **31st March, 2021** | **31st March, 2020** |
|---|---|---|
| Advance to Directors, their relatives and Companies/Firms in which they are interested | | |
| Fund Based | **1770.56** | 1723.62 |
| Non-Fund Based | **0.00** | 6.44 |

**(Rs. in Lakhs)**

| **Sr. No.** | **Particulars** | **31st March, 2021** | 31st March, 2020 |
|---|---|---|---|
| **5.** | **Advances against Real Estate, Construction Business, Housing, Shares and Debentures** | | |
| | Real Estate | **15574.93** | 21858.81 |
| | Construction business | **5784.28** | 424.19 |
| | Housing | **100012.75** | 94259.51 |
| | Shares and Debentures | **60.84** | 38.71 |

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| | | | (Rs. in Lakhs) |
|---|---|---|---|
| Sr. No. | **Particulars** | **31.03.2021** | 31.03.2020 |
| 6. | Average cost of deposits | **5.81%** | 6.59% |
| 7. | NPAs | | |
| | a) Gross NPAs | **130719.68** | 108189.07 |
| | b) % of Gross NPA to Loans | **11.00%** | 9.41% |
| | c) Net NPAs | **101329.79** | 80290.31 |
| | d) % of Net NPA to Loans | **8.75%** | 7.15% |
| 8. | Movement in Gross NPAs | | |
| | Opening Balance | **108189.07** | 98952.30 |
| | Add: Additions during the year | **60029.27** | 53261.85 |
| | Less: Reductions during the year | **37498.66** | 44025.08 |
| | Closing Balance | **130719.68** | 108189.07 |
| 9. | Disclosure of Net NPAs | | |
| | Gross NPAs | **130719.68** | 108189.07 |
| | Less: Provisions | **27806.65** | 26135.17 |
| | Less: Provisions for FITL | **1583.24** | 1763.59 |
| | Net NPAs | **101329.79** | 80290.31 |
| 10. | Profitability | | |
| | a) Interest income as a percentage of working funds | **7.12%** | 7.63% |
| | b) Non-interest income as a percentage of working funds | **2.42%** | 3.45% |
| | c) Operating profit as a percentage of working funds | **2.42%** | 1.35% |
| | d) Business (Deposits + Advances) per employee (In Lakhs) | **1027.53** | 945.40 |
| | e) Profit per employee (In Lakhs) | **2.08** | -1.92 |
| 11. | Provisions made in the year towards | | |
| | NPA | **29409.18** | 31337.67 |
| | Depreciation on Investments | **6804.52** | 2998.52 |
| | Standard Assets | **0.00** | 325.46 |
| 12. | a) Provisions on NPAs required to be made | **29006.86** | 31337.67 |
| | b) Provisions on NPAs actually made | **29409.18** | 31337.67 |
| 13. | Movement in provisions | | |
| | A. Towards NPAs | | |
| | Opening Balance | **26135.17** | 24870.47 |
| | Add: Additions during the year (Net)* | **29671.45** | 31337.67 |
| | Less: Closed/ Recovered/ Written Off | **27999.97** | 30072.97 |
| | Closing Balance | **27806.65** | 26135.17 |

(Rs. In Lakhs)

| | | | |
|---|---|---|---|
| 14. | B. Towards Standard Assets | | |
| | Opening Balance | **4269.21** | 3943.75 |
| | Add: Additions during the year | **0.00** | 325.46 |
| | Less: Reduction during the year | **432.06** | 0.00 |
| | Closing Balance | **3837.15** | 4269.21 |
| | C. Towards Depreciation on Investments | | |
| | Opening Balance | **7670.53** | 4672.01 |
| | Add: Additions during the year | **6804.52** | 2998.52 |
| | Less: Reduction during the year | **16.76** | 0.00 |
| | Closing balance | **14458.29** | 7670.53 |
| 15. | Foreign Currency Assets<br>Foreign Currency Liabilities | **8020.18**<br>**2853.63** | 17540.07<br>17540.07 |
| 16. | DICGC Premium paid up to date (no arrears thereof) | **2171.54** | 1812.85 |
| 17. | **No penalty has been imposed by RBI on the Bank during the year.** | | |

23. Previous year's figures have been re-grouped / re-arranged wherever necessary to conform to the presentation of the accounts of the current year.

ARCHANA JOSHI
DY. GENERAL MANAGER

SUHAS S. GOKHALE
MANAGING DIRECTOR

SANDEEP WELLING
PARTNER M.NO.44576
STATUTORY AUDITOR
FOR M/s. KIRTANE & PANDIT LLP
CHARTERED ACCOUNTANTS
F.R.NO.105215W/W100057

SAURABH PESHWE
PARTNER M. NO.121546
STATUTORY AUDITOR
FOR M/s. G. D. APTE & CO.
CHARTERED ACCOUNTANTS
F.R.NO.100515W