



वार्षिक सर्वसाधारण सभेची नोटीस (फक्त सभासदांकरिता)

दि कॉसमॉस को-ऑप.बँक लि.च्या सभासदांची १९३ वी वार्षिक सर्वसाधारण सभा रविवार दि.४ ऑगस्ट २०१९ रोजी सकाळी ठीक ९.०० वाजता शिवशंकर सभागृह, स.नं.६९८/१, महर्षिनगर, पायगुडे बाग, पुणे ४११ ०३७ येथे होणार आहे. त्यावेळी पुढील कामकाज होईल. तरी सदर सभेस आपण अवश्य उपस्थित राहावे अशी विनंती आहे.

- दि.२ सप्टेंबर २०१८ रोजी झालेल्या १९२ व्या वार्षिक सर्वसाधारण सभेचा वृत्तान्त कायम करणे.
- अ) पुढील प्रस्तावांचा विचार करणे व त्यास मान्यता देणे.
 - सन २०१८-२०१९ या आर्थिक वर्षाचा वार्षिक वृत्तान्त.
 - दि.३१ मार्च २०१९ रोजी संपलेल्या वर्षाचे नफातोटा पत्रक.
 - दि.३१ मार्च २०१९ अखेर संपलेल्या वर्षाचा ताळेबंद.
- ब) सन २०१८-२०१९ या वर्षातील गंगाजळी व इतर निर्धीच्या प्रत्यक्ष वापरासंबंधी माहिती घेणे.
- मा.संचालक मंडळाने सुचविलेल्या सन २०१८-१९ च्या नफा विभागणीसंबंधी विचार करणे व त्यास मान्यता देणे.
- सन २०१८-२०१९ च्या वैधानिक लेखापरीक्षण अहवालावर विचार करणे व त्याच्या पूर्तता अहवालाची माहिती घेणे.
- सन २०१९-२०२० या आर्थिक वर्षासाठी वैधानिक लेखापरीक्षकांची नियुक्ती करणे. त्यांचे सेवाशुल्क ठरविण्याचा अधिकार संचालक मंडळास देणे.
- बँकेचे संचालक व त्यांचे नातेवाईक यांचेकडे सन २०१८-२०१९ या आर्थिक वर्षात येणेबाकी असलेल्या कर्जाची माहिती घेणे. (मल्टिस्टेट को-ऑप.सोसायटीज् अँक्ट २००२ कलम ३९(३) अनुसार)
- बँकेचे commercialization करणेबाबत विचार करून निर्णय घेणे.
- बँकेचे सध्याचे पोटनियम क्रमांक ५ (ix), ३१ (ii)(a) व ४४ यामधील दुरुस्त्यांबाबत मा.संचालक मंडळाने केलेल्या शिफारशीचा विचार करणे व मान्यता देणे. (सोबत मसुदा दिला आहे.)
- १९३ व्या वार्षिक सर्वसाधारण सभेस उपस्थित राहू न शकलेल्या सभासदांची अनुपस्थिती मान्य करणे.
- मा. अध्यक्ष यांच्या संमतीने आयत्यावेळी येणाऱ्या विषयांचा विचार करणे.

दि.१२ जुलै २०१९

मा.संचालक मंडळाच्या आज्ञेवरून

पुणे

सुहास गोखले

व्यवस्थापकीय संचालक

सूचना

- वरील सभेस सकाळी ठीक ९.०० वाजता प्रारंभ होईल. त्यासाठी आवश्यक ती गणसंख्या पूर्ण झाली नसेल तर ही सभा स्थगित केली जाईल. अशा स्थगित सभेचे कामकाज त्याच दिवशी, त्याच ठिकाणी सकाळी ९.३० वाजता सुरु होईल व या स्थगित सभेस गणसंख्या पूर्तीची आवश्यकता राहणार नाही. या सभेत वरील नोटिशीमध्ये नमूद केलेल्या विषयांचा विचार करण्यात येईल.
- दि. ४ ऑगस्ट २०१९ रोजी होणा-या वार्षिक सर्वसाधारण सभेपुढील विषयांसंबंधीची कागदपत्रे बँकेच्या कॉसमॉस टॉवर या मुख्य कार्यालयामध्ये दि. १ ऑगस्ट २०१९ पर्यंत कामकाजाच्या दिवशी सकाळी ११.०० ते दुपारी ४.०० या वेळेत पाहावयास मिळतील.
- वार्षिक सर्वसाधारण सभेपुढील विषयांबाबत सभासदांना काही प्रश्न विचारावयाचे असल्यास ते लेखी स्वरूपात बँकेच्या मुख्य कार्यालयामध्ये दि.१ ऑगस्ट २०१९ पर्यंत कामकाजाच्या दिवशी सकाळी ११.०० ते दुपारी ४.०० या वेळेत आणून द्यावेत, ही विनंती.
- बँकेचा संपूर्ण अहवाल बँकेच्या संकेत स्थळावर (www.cosmosbank.com) उपलब्ध असून सभासदांसाठी अहवालांच्या प्रती बँकेच्या शाखांकडेही उपलब्ध करून देण्यात आलेल्या आहेत. सभेपूर्वी जे सभासद संपूर्ण अहवाल मिळण्याची लेखी मागणी करतील त्यांना बँकेचा संपूर्ण अहवाल बँकेकडे नोंदविलेल्या त्यांच्या पत्त्यावर पोस्टाने पाठविण्यात येईल.
- सभेस येताना सभासद ओळखपत्र कृपया जरूर बरोबर आणावे.

अध्यक्षीय मनोगत (संक्षिप्त)

सन्माननीय सभासद बंधू व भगिनी,

आर्थिक वर्ष २०१८-१९ चा वार्षिक आढावा व या वर्षात घडलेल्या विशेष परिणामकारक घडामोडी आपणा सभासदांपुढे सादर करित आहे.

भारतीय बँकिंग क्षेत्रामध्ये मोठ्या प्रमाणात डिजिटलायझेशन होत आहे. या स्थित्यंतराच्या अवस्थेमध्ये सर्व क्षेत्राप्रमाणे सायबर सिक्युरिटी भेदण्याचा मोठा धोका निर्माण झाला आहे. याचा आघात आपल्या बँकेवरसुद्धा झाला.

बँकेच्या इतिहासात सर्वात हानीकारक घटना म्हणजे बँकेवर सायबर हल्ला होऊन त्यात आपले ₹९८.६६ कोटीचे निव्वळ नुकसान झाले. दि.११ ऑगस्ट २०१८ व दि.१३ ऑगस्ट २०१८ या दोन दिवसांत एटीएम पेमेंट गेटवे सिस्टीमचा स्वीच व स्विफ्ट पेमेंट गेटवे यावर क्रमशः हॅकरने हल्ला करून ताबा मिळविला. यावेळी स्वीफ्ट पेमेंटद्वारे गेलेल्या ₹१३.९२ कोटी रकमेबाबत पहिल्या १५ मिनिटात लक्षात आल्यामुळे तातडीने हालचाली करून हॉगकॉंग येथील हँगसँग बँकेत वर्ग झालेल्या रकमेपैकी अंदाजे ₹८ कोटी आपण हँगसँग बँकेतून बाहेर जाण्यात रोखू शकलो आहोत. हॉगकॉंग पोलिस व स्थानिक न्यायालयातून ही रक्कम परत मिळविण्याची कार्यवाही चालू आहे.

बँकेतील सिक्युरिटी सिस्टीम परत पूर्ववत करण्यापूर्वी त्यांची संपूर्ण सखोल तपासणी केली आहे. बदलत्या गरजांनुसार व सल्लागारांचे सुचनांनुसार बँकेमध्ये अधिक सक्षम सिक्युरिटी सिस्टीम कार्यान्वित केल्या असून त्यावर जादा भांडवली खर्च करण्यात आला आहे.

या अनपेक्षित आघातामुळे बँकेच्या मुदत ठेवीमध्ये सुमारे ₹५०० कोटी व बचत ठेवीमध्ये ₹४९५ कोटी घट झाली. तसेच काई व्यवहारांचे कमिशनमध्ये ₹३.७० कोटीची घट झाली.

एकंदरीत बँकेच्या आर्थिक परिस्थितीबाबत ठेवीदारांमध्ये निर्माण झालेला संभ्रम व भिती याचा परिणाम बँकेतील ठेवी मुदतपूर्व मोडण्यावर झाला. अशा बिकट परिस्थितीत अतिशय ठामपणे अल्पकालावधीतच आपण दैनंदिन कामकाज पूर्ववत रुळावर आणले. या काळात समाजातील काही घटकांनी कॉसमॉस बँक बुडणार / बंद होणार असाही प्रचार केला, तर सहकार क्षेत्रातील बँक संघटना व त्यांच्या सदस्य बँका सहकार धर्माने कायम व प्रभावीपणे कॉसमॉस बँकेबरोबर राहिल्या, त्याबद्दल मी त्यांचे मनापासून आभार मानतो.

बँकेच्या सेवकांवर आलेल्या दडपणाचे निवारण व बँकेच्या प्रतिमेचे पुनरुज्जीवन करण्यावर आम्ही विशेष भर दिला व सेवकांना आवाहन करून प्रेरित केले. यामुळे पुढील ५ महिन्यांत मुदतठेवी व कर्ज यामध्ये गत ३ वर्षातील सर्वोच्च वाढ झाली. यामुळे मार्च २०१८ अखेरच्या तुलनेत मार्च २०१९ अखेर बँकेच्या एकूण सेटअपमध्ये सुमारे ₹१,२५० कोटींनी (४.८६%) वाढ झाली आहे.

बँकेच्या या प्रगतीमध्ये बँकेच्या सेवकांचे योगदान विशेष कौतुकास पात्र आहे. बँकेची प्रतिमा उंचावण्याकरता उपलब्ध असलेल्या सर्व प्लॅटफॉर्मचा वापर करून जनमानसात त्यांनी बँकेबद्दल पुनः विश्वास निर्माण केला. जानेवारी २०१९ मध्ये ठेवीदार व खातेदारांचे मेळावे घेऊन त्यांनी परत कॉसमॉसशी वाढवलेल्या ठेवी व व्यवहाराबद्दल आभार मानले, त्याचा खूप सकारात्मक परिणाम ठेवीदार, खातेदार, सेवक व एकूण समाजावर झाला. परंतु, काहीकाळ काई पेमेंट स्विचचा परफॉर्मन्स असमाधानकारक झाल्यामुळे त्याचा परिणाम CASA ठेवीवर झालेला आहे. अशा परिस्थितीत पेमेंट स्विच प्रणालीमध्ये मोठा बदल करण्याचा धोरणात्मक व कठोर निर्णय व्यवस्थापनाने घेतलेला आहे.

सायबर हल्ल्याच्या संदर्भात पुणे पोलिस सायबर सेलकडून सखोल तपास चालू आहे. पुणे शहर सायबर सेलने विशेषप्रकारे या प्रकरणी तपास केला आहे. त्यांचे यश व कामगिरी विशेष उल्लेखनीय व प्रशंसनीय आहे.

याचबरोबर बँकेने वसुलीकडे विशेष लक्ष देऊन आजपर्यंतची सर्वोच्च ₹२११.३८ कोटी रक्कम एनपीए खात्यांमध्ये व ₹६९.०९ कोटी रक्कम write off केलेल्या खात्यांमध्ये वसुली केली आहे. तसेच गतवर्षीच्या तुलनेत अहवाल वर्षात अनुत्पादित कर्जांमध्ये निव्वळ ₹२८.२४ कोटी अर्थात ०.९२% घट झाली आहे.

ऑगस्ट २०१८ नंतरच्या पुढील ३ महिन्यांत बँकेच्या ठेवी कमी होण्यामुळे कर्जवितरणावर याचा विपरीत परिणाम झाला होता. अशाही कठीण परिस्थितीत बँकेने यावर्षी एकूण कर्जामध्ये सुमारे ₹८२८ कोटी इतकी निव्वळ वाढ केली आहे. गेल्या ४ वर्षातील सर्वोच्च कर्जवाटप यावर्षी केले आहे. विशेष महत्वाची बाब म्हणजे या कर्जवाटपात मोठी कर्जे कमी व लहान कर्जे जास्त देण्यावर भर ठेवला होता.

अतिशय बिकट परिस्थितीत एकूण सायबर हल्ला नुकसानापैकी निम्मी रक्कम म्हणजे ₹५०.२१ कोटी खर्ची टाकल्यानंतर निव्वळ नफा ₹२१.८३ कोटी झाला असून अन्य निर्धीचे योग्य ते अर्काँटींग करून या वर्षाअखेर सरप्लस ₹७५.५४ कोटी झाले आहे.

खर्चांमध्ये बचत करण्याच्यादृष्टीने बँकेच्या काही शाखा गरजेनुसार छोट्या जागेत स्थलांतर करणे, स्वमालकीच्या व वापरात नसलेल्या जागा हस्तांतरित करणे या बाबींवर लक्ष केंद्रित केले आहे.

गेली ३ वर्षे लाभांशाच्या अपेक्षा बँक पूर्ण करू न शकल्यामुळे, या आर्थिक वर्षात सभासदांकडून मोठ्या प्रमाणात भांडवल परतवा मागणी आली व कायद्यातील तरतुदीप्रमाणे १०% प्रमाणे ₹३७.१६ कोटी भांडवल बँकेने परत केले आहे. काही सभासदांनी बँकेची आर्थिक वाटचाल समाधानकारक असलेचे समजून घेऊन ₹१० कोटीचे नवीन भांडवल उभारणीस सहाय्य केले आहे.

सायबर हल्ल्यामधील संपूर्ण नुकसानीची रक्कम पूर्णपणे खर्ची टाकल्याशिवाय बँकेस लाभांश वाटप करता येणार नाही असे रिझर्व्ह बँकेने सुचित केले आहे. त्यामुळे सन २०१८-१९ च्या नफा विभागणीमध्ये लाभांशाबाबत शिफारस करण्यात आलेली नाही.

एकंदरीत हे आर्थिक वर्ष खूपच अडचणी व आव्हानांचे होते. तरीही जनमानसातील बँकेची प्रतिमा उंचावत ठेवत व्यवसायवृद्धी करून परिणामी व्यवसायात लाभदायी व प्रगतीकारक ठरले.

धन्यवाद!

आपला स्नेहांकित,
मिलिंद काळे, अध्यक्ष

BALANCE SHEET AS AT 31ST MARCH, 2019

AS AT 31/3/2018 ₹	CAPITAL AND LIABILITIES	AS AT 31/3/2019 ₹	AS AT 31/3/2018 ₹	PROPERTY AND ASSETS	AS AT 31/3/2019 ₹
3,716,380,200.00	1) CAPITAL	3,444,748,600.00	8,583,868,652.09	1) CASH AND BANK BALANCES	8,789,169,414.60
16,124,462,885.65	2) RESERVE FUND AND OTHER RESERVES	15,158,556,201.20	1,709,143,526.58	2) BALANCES WITH OTHER BANKS	1,665,719,659.18
—	3) PRINCIPAL AND SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNT	—	2,000,000,000.00	3) MONEY AT CALL AND SHORT NOTICE (Lending under Reverse REPO/LAF)	3,248,530,943.44
149,324,977,453.40	4) DEPOSITS AND OTHER ACCOUNTS	153,530,420,386.17	47,733,834,129.93	4) INVESTMENTS	45,384,598,299.41
6,845,112,000.00	5) BORROWINGS	11,247,126,000.00	107,709,317,896.52	5) ADVANCES	115,991,541,528.21
3,269,859,711.25	6) BILLS FOR COLLECTION BEING BILLS RECEIVABLE (AS PER CONTRA)	4,115,007,199.89	885,935,338.00	6) INTEREST RECEIVABLE	866,595,318.35
228,496,975.80	7) BRANCH ADJUSTMENTS	453,409,346.20	2,261,719,056.19	Interest on Deposits & Securities	2,819,883,802.74
2,261,719,056.19	8) OVERDUE INTEREST RESERVE	2,819,883,802.74	—	Overdue Interest on Loans & Advances	—
4,994,797.77	On Non-Performing Advances	15,474,730.99	3,269,859,711.25	7) BRANCH ADJUSTMENTS	—
4,872,259,038.22	9) INTEREST PAYABLE	4,897,259,105.62	6,612,732,215.49	8) BILLS RECEIVABLE BEING BILLS FOR COLLECTION (AS PER CONTRA)	4,115,007,199.89
26,130,085.00	10) OTHER LIABILITIES	802,871,886.45	5,250,053,970.42	9) FIXED ASSETS	6,330,246,146.13
243,257,416.77	11) MERGED BANKS COLLECTION ACCOUNT PAYABLE	—	392,640,824.84	(GROSS BLOCK LESS ACCUMULATED DEPRECIATION)	6,654,925,632.93
—	12) PROFIT & LOSS ACCOUNT	—	469,784,000.00	10) OTHER ASSETS	219,612,760.64
—	NOTES ON ACCOUNTS	—	38,760,298.74	11) NON BANKING ASSETS ACQUIRED IN SATISFACTION OF CLAIMS	386,269,052.00
186,917,649,620.05	TOTAL	196,509,828,589.26	186,917,649,620.05	12) DEFERRED TAX ASSET	37,728,831.74
5,675,197,644.61	SECURITIES PURCHASED UNDER REPO/LAF(CONTRA)	8,336,992,983.02	—	13) GOODWILL A/C - MERGED BANKS	—
6,717,571,860.38	CONTINGENT LIABILITIES :	—	—	TOTAL	196,509,828,589.26
4,360,195,382.44	BANK GUARANTEES	8,163,511,041.61	—	—	—
2,369,495,938.40	LETTERS OF CREDIT ISSUED	2,539,961,274.27	—	—	—
293,297,186.92	FORWARD EXCHANGE CONTRACTS PURCHASE/SALE	1,303,842,582.07	—	—	—
—	OTHERS - DEPOSITOR EDUCATION & AWARENESS FUND	337,125,719.25	—	—	—

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2019

31/3/2018 ₹	EXPENDITURE	31/3/2019 ₹	31/3/2018 ₹	INCOME	31/3/2019 ₹
10,995,602,338.81	1 INTEREST ON DEPOSITS, BORROWINGS ETC.	10,510,278,098.26	14,616,742,881.73	1 INTEREST & DISCOUNT	14,627,512,668.19
1,579,933,015.76	2 SALARIES, ALLOWANCES, PF CONTRIBUTION & GRATUITY ETC.	1,763,593,998.34	961,049,595.59	2 PROFIT ON SALE OF SECURITIES (Net)	411,321,983.78
1,248,000.00	3 DIRECTORS FEES & ALLOWANCES	1,047,880.00	745,789,661.39	3 COMMISSION + EXCHANGE	784,382,152.87
589,965,152.29	4 RENT, TAXES, INSURANCE, LIGHT ETC.	630,498,268.58	317,810,227.93	4 OTHER RECEIPTS	745,194,048.75
1,262,201.50	5 LEGAL CHARGES	63,950.00	20,425,876.44	5 PROFIT ON SALE OF PROPERTIES / OTHER ASSETS	91,348,140.59
56,243,363.76	6 POSTAGE, TELEGRAM & TELEPHONE	50,059,350.14	9,651,673.01	6 EXCESS PROVISION FOR MERGED BANK LOSSES WRITTEN BACK	1,031,467.00
21,739,497.14	7 AUDITORS FEE	27,671,238.00	18,416,000.00	7 EXCESS PROVISION FOR STANDARD ASSETS WRITTEN BACK	—
402,932,685.99	8 DEPRECIATION, REPAIRS, MAINTENANCE TO BANK'S PROPERTY	405,128,280.76	2,097,535,286.33	8 B.D.D.R WRITTEN BACK	1,545,530,159.76
87,524,199.99	9 STATIONERY, PRINTING, ADVT. SADIL ETC.	81,759,617.91	974,130,181.00	9 LOSS BEFORE TAX	—
154,557,237.21	10 AMORTISATION OF PREMIUM ON SECURITIES	204,923,840.87	657,302,775.00	10 LOSS AFTER TAX	—
533,641,834.03	11 OTHER EXPENDITURE	1,019,554,280.89	657,302,775.00	11 NET LOSS	—
3,239,366,570.61	12(I) PROVISION FOR ASSETS	1,600,740,243.29	—	—	—
—	12(II) RESERVE FOR INFRASTRUCTURE & HOUSING DEVELOPMENT	—	—	—	—
2,097,535,286.33	13 BAD DEBTS WRITTEN OFF	1,545,530,159.67	—	—	—
—	14 PROFIT BEFORE TAX	365,471,414.23	—	—	—
150,000.00	15 INCOME TAX - CURRENT YEAR	3,788,700.00	—	—	—
6,247,878.00	INCOME TAX EARLIER YEARS (EXCESS)/SHORT	13,913,830.00	—	—	—
(323,225,284.00)	ADD / (LESS): DEFERRED TAX	129,465,720.00	—	—	—
—	16 PROFIT AFTER TAX	218,303,164.23	—	—	—
—	17 NET PROFIT CARRIED FORWARD	218,303,164.23	—	—	—
19,444,723,977.42	TOTAL	18,206,320,620.94	19,444,723,977.42	TOTAL	18,206,320,620.94
657,302,775.00	NET LOSS BROUGHT FORWARD	—	—	NET PROFIT BROUGHT FORWARD	218,303,164.23
66,932,334.46	NET SURPLUS CARRIED TO BALANCE SHEET	755,359,660.62	724,235,109.46	TRANSFER FROM RESERVE FOR UNFORESEEN LOSSES	237,056,496.39
—	—	—	—	EXCESS INVESTMENT FLUCTUATION RESERVE	300,000,000.00
—	—	—	—	WRITTEN BACK	—
724,235,109.46	TOTAL	755,359,660.62	724,235,109.46	TOTAL	755,359,660.62

AS PER OUR REPORT OF EVEN DATE

Above financial statements are being referred as the 'Abridged Financial Statements for the FY2018-19', in so far as they contain only the Balance Sheet and Profit & Loss Account for the said Financial Year.

These abridged Financial Statements are sent to the members pursuant to the bye law no24(i) and also as a part of Bank's commitment to the Green Initiative.

FOR M/s. YARDI PRABHU & ASSOCIATES LLP

CHARTERED ACCOUNTANTS
F.R.NO.111727/WW/100101

SUDHAN YARDI PARTNER

M.NO. 22887
STATUTORY AUDITOR

MILIND A. KALE
CHAIRMAN

GOVIND R. KSHIRSAGAR
VICE CHAIRMAN

SUHAS S. GOKHALE
MANAGING DIRECTOR

FOR M/s. P. G. BHAGWAT

CHARTERED ACCOUNTANTS
F.R.NO. 101118 W

NACHIKET DEO PARTNER

M. NO: 117695
STATUTORY AUDITOR

MUKUND L. ABHYANKAR
DIRECTOR

SMITA V. JOG
DIRECTOR

JAYANT B. SHALIGRAM
DIRECTOR

RAJEEV B. SABADE
DIRECTOR

PRALHAD B. KOKARE
DIRECTOR

SHRIPAD D. PANCHPOR
DIRECTOR

JITENDRA B. SHAH
DIRECTOR

Place : Pune
Date : 29/05/2019

ARCHANA V JOSHI
ASST GENERAL MANAGER

UMESH C. DATAR
STAFF REPRESENTATIVE

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
The Cosmos Co-operative Bank Ltd.,

Report on Financial Statements

Opinion

1. We have audited the accompanying Financial Statements of **The Cosmos Co-operative Bank Limited**, ("the bank") which comprises of Balance Sheet as at **March 31, 2019** and Profit and Loss Account and the Cash Flow Statement for the year ended on March 31, 2019 and a summary of significant accounting policies and other explanatory information in which are included returns of Head Office and its departments and 140 branches, out of which, 71 branches are audited by M/S P. G. Bhagwat, Chartered Accountants, 69 branches are audited by Yardi Prabhu & Associates LLP, Chartered Accountants, which are consolidated in these financial statements. Since all the branches are subjected to statutory audit, the matter of submission of details of percent of advances /deposits /interest income / interest expense of unaudited branches is not applicable.
2. In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Banking Regulation Act, 1949, the Multi State Cooperative Societies Act, 2002 and the rules made there under and 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, 2019 and true & fair balance of profit and the Cash Flows for the financial year ended on that date.

Basis of 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 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 there under and under the provisions of the Multi State Cooperative Societies Act, 2002 and the rules made there under 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 on the Financial Statements.

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

4. The Bank's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Report of Board of Directors including other explanatory information, but does not include the financial statements and our auditor's report thereon.

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 during the course of our 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

5. The Bank's Board of Directors is responsible for 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, provisions of Banking Regulation Act, 1949 and the rules made there under, provisions of Multi State Cooperative Societies Act, 2002 and the rules made there under and RBI from time to time and the accounting standards issued by ICAI. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act 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 mis statement, 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 Board of Directors are also responsible for overseeing Bank's Financial Reporting progress.

Auditor's Responsibilities for the Audit of the Financial Statements

6. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing 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 Standards on Auditing, 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.
- Obtain an understanding of internal control relevant to the audit in order to design procedures that are appropriate in the circumstances.
- 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 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.

COSMOS e-SOLUTIONS & SERVICES PRIVATE LIMITED

Registered Office Address: CTS No. 269 & 270/1, 4th Floor, Devi Heights, Shaniwar Peth, Pune – 411030

BALANCE SHEET AS AT 31ST MARCH 2019

AS AT 31/03/2018 ₹	CAPITAL & LIABILITIES	AS AT 31/03/2019 ₹	AS AT 31/03/2018 ₹	PROPERTIES & ASSETS	AS AT 31/03/2019 ₹
2,500,000	Share Capital	2,500,000	21,625,331	Tangible assets	18,519,788
72,305,329	Reserves and Surplus	87,023,770	5,310,367	Intangible assets	2,647,521
—	Deferred tax liabilities (Net)	—	288,355	Deferred Tax Asset	163,396
			29,207,088	Long term loans and advances	35,258,749
22,274,436	Trade payables	724,053	24,240,845	Trade receivables	8,349,778
18,506,558	Other current liabilities	5,781,089	27,807,930	Inventories	4,312,930
25,980,000	Short-term provisions	31,300,000	17,767,749	Cash and cash equivalents	28,795,518
2,939,514	Long Term Provisions	96,059	2,061,029	Short-term loans and advances	4,402,574
			16,197,143	Other current assets	24,974,717
144,505,837	Total	127,424,971	144,505,837	Total	127,424,971

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2019 Abridged

For the year ended 31/03/2018	EXPENDITURE	For the year ended 31/03/2019	For the year ended 31/03/2018	INCOME	For the year ended 31/03/2019
(27,107,055)	Change in Inventories	23,495,000	140,590,848	Revenue from operations	124,613,986
55,541,075	Expenses relating operating activity	20,265,580	653,643	Other Income	3,259,164
70,077,361	Employee benefit expense	55,508,199			
—	Financial costs	—			
5,840,163	Depreciation and amortization expense	5,496,474			
4,954,976	Other expenses	2,944,497			
1,166,041	Prior Period Expenses	—			
8,615,525	Tax Expenses	5,444,959			
22,156,405	Profit after Tax	14,718,441			
141,244,491	Total	127,873,150	141,244,491	Total	127,873,150

As per our report of even date attached

For C V Chitale & CO
Chartered Accountants

Firm Registration No: 126338W

For and on behalf of the Board of Directors of
Cosmos e-Solutions & Services Private Limited**Darrshan Sawaiwala** (Partner)

Membership No: 127450

Dr. Mukund Abhyankar

Director

DIN: 00881021

Ashutosh Joshi

Director

DIN: 00546675

Arti Dhole

Managing Director

DIN: 07670787

Place: Pune

Date: 2nd July, 2019

Place: Pune

Date: 2nd July, 2019

Important Notice**(For the Shareholders of The Cosmos Co-op. Bank Ltd.)**

Disqualification of Member:

As per Bank's Bye-law No. 7 (iv) (b)

No person shall be eligible for being a member of the Bank if he used for two consecutive years, the service of the Bank, without maintaining the deposits or taking loan above the minimum level of Rs.5,000/- or he / she fails to open any type of account in the Bank and utilizing the service of the Bank.

Failing which, the management will be forced to take action as per the provisions of the above referred bye-law regarding the membership.



THE COSMOS CO-OP. BANK LTD.

(Multistate Scheduled Bank)

Cosmos Tower, Plot No.6, ICS Colony, University Road, Ganeshkhind, Pune 411007

Amendments to Bye-laws of the Bank placed before the Annual General Meeting dated 4 August 2019

Bye Law No.	Text of Existing Bye Law	Proposed Amendment	Text after incorporation of amendment	Reasons for amendment
5 (ix)	<p>Objects To purchase and to sell bonds, scrips or other forms of securities on behalf of constituents.</p>	To rephrase the sentence by adding- 'those constituents which are permitted by RBI' before the word constituents.	To purchase and to sell bonds, scrips or other forms of securities on behalf of those constituents which are permitted by RBI.	To align with RBI guidelines on Investments.
31 (ii) (a)	<p>Board of Directors: The Board of Directors shall, at all times, have two professional Directors i.e. persons with suitable banking experience (at middle/ senior management level) or with professional qualification in the field of law, accountancy, finance, economics or co-operation. In case the Directors with such professional qualifications are not elected from the category under bye-law 31 (i) above, then the Board shall co-opt that number of directors falling short of two from amongst the shareholders, who are otherwise qualified as per Act, Rules & these bye-laws, to fill the vacant post (if any). Such co-opted Directors shall have same Rights and Duties as that of the elected members of the Board. The tenure of such co-opted Directors shall be co-terminus with the tenure of the Board of Directors.</p>	To delete words 'economics' and 'co-operation'	The Board of Directors shall, at all times, have two professional Directors i.e. persons with suitable banking experience (at middle/ senior management level) or with professional qualification in the field of law, accountancy or finance. In case the Directors with such professional qualifications are not elected from the category under bye-law 31 (i) above, then the Board shall co-opt that number of directors falling short of two from amongst the shareholders, who are otherwise qualified as per Act, Rules & these bye-laws, to fill the vacant post (if any). Such co-opted Directors shall have same Rights and Duties as that of the elected members of the Board. The tenure of such co-opted Directors shall be co-terminus with the tenure of the Board of Directors.	To align with RBI guidelines on Constitution of Board.
44	<p>Linking of Shareholding with Loan Limits A borrower should hold preference or Equity Shares of the Bank in such proportion to his borrowings as may be fixed from time to time by the Reserve Bank of India and / or Central Registrar of Co-operative Societies. The total amount of share capital to be held by a member will, however, have to be within the limits laid down under the Act. No member other than the authorities referred in clauses (c) to (g) of sub section 1 of section 25 of the Act, shall hold more than one fifth of the total share capital of the Bank.</p>	To delete the word 'one fifth' and replace it with '5 %'	A borrower should hold preference or Equity Shares of the Bank in such proportion to his borrowings as may be fixed from time to time by the Reserve Bank of India and / or Central Registrar of Co-operative Societies. The total amount of share capital to be held by a member will, however, have to be within the limits laid down under the Act. No member other than the authorities referred in clauses (c) to (g) of sub section 1 of section 25 of the Act, shall hold more than 5 % of the total share capital of the Bank.	To align with RBI guidelines on Share linking.

Emphasis of Matter

7. Without qualifying our opinion, we draw attention to Note 2 which states that withdrawal is made from the Reserve for Unforeseen Losses (created u/s 63(1) of the Multi State Cooperative Societies Act, 2002) in order to replenish the loss suffered by the Bank due to cyber-attack during the year.

Report on Other Legal and Regulatory Requirements

8. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms A and B respectively of the Third Schedule to the Banking Regulation Act, 1949 and the Multi State Co-operative Societies Act, 2002, the Multi State Co-operative Societies Rules, 2002.
9. As required by Section 73(4) of the Multi State Co-operative Societies Act, 2002, we report that:
- 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;
 - 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/offices;
 - 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.
 - 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;
 - 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;
10. 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) to (e) of Rule 27(2) of the Multi State Co-operative Societies Rules, 2002
- In our opinion and according to information and explanations given to us, we have not noticed any material impropriety or irregularity in the expenditure or in the realization of money due to the bank.
 - During the course of our audit, we have generally not come across any violations of guidelines, conditions etc. issued by the Reserve Bank of India. 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.
 - As required by Rule 27(3) (a) to (f) of the Multi State Co-operative Societies Rules, 2002 we give in the annexure, a schedule on the matters specified in the said Rule.

FOR M/s. YARDI PRABHU & ASSOCIATES LLP
 CHARTERED ACCOUNTANTS
 F.R.NO.111727W/W100101

SUDHAN YARDI
 PARTNER
 M.NO. 022887
 STATUTORY AUDITOR

Date: May 29, 2019
 Place: Pune

FOR M/s. P. G. BHAGWAT
 CHARTERED ACCOUNTANTS
 F.R.NO. 101118 W

NACHIKET DEO
 PARTNER
 M. NO: 117695
 STATUTORY AUDITOR

**ANNEXURE TO INDEPENDENT AUDITOR'S REPORT
 FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2019**

(As referred in Clause 10 of our report of even date as on 31st March, 2019)

As required by the Rule 27(3) of the Multi-State Co-operative Rules, 2002, we report on the matters specified in clauses (a) to (f) of the said Rule to the extent applicable to the Bank.

- During the course of our audit, we have generally not come across transactions which appear to be contrary to the provisions of the Act, the Rules or the Bye-Laws of the Bank.
- During the course of our audit, we have not come across material and significant transactions which appear to be contrary to the guidelines issued by the Reserve Bank of India. 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.
- The following advances are categorized as doubtful or loss assets as per prudential norms of RBI as on 31.03.2019 and reported in terms of clause (c) of Rule 27(3) of the Multi State Co-operative Societies Rules, 2002:

Category	Amount Outstanding as on 31.03.2019 (₹ in Lakhs)
Doubtful Assets	82,761.59
Loss Assets	Nil
Total	82,761.59 *

* A provision of ₹ 25,830.20 Lakhs has been made against the above advances.

- 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 or their relatives:

Particulars	Amount outstanding (₹ in lakhs)	Security Value (₹ in lakhs)	Overdues, if any (₹ in lakhs)
Fund Based	138.01	183.22	NIL
Non Fund Based	NIL	NIL	NIL

- During the course of our audit, we have generally not come across any violations of guidelines, conditions etc. issued by the Reserve Bank of India. Since the Bank has neither accepted deposits nor received subsidy from National Bank for Agriculture and Rural Development, our comments regarding violations of guidelines issued by the said Bank are not called for.
- To the best of our knowledge, no other matters have been specified by The Central Registrar of Co-operative Societies, which require reporting under this Rule.

FOR M/s. YARDI PRABHU & ASSOCIATES LLP
 CHARTERED ACCOUNTANTS
 F.R.NO.111727W/W100101

SUDHAN YARDI
 PARTNER
 M.NO. 022887
 STATUTORY AUDITOR

Date: May 29, 2019
 Place: Pune

FOR M/s. P. G. BHAGWAT
 CHARTERED ACCOUNTANTS
 F.R.NO. 101118 W

NACHIKET DEO
 PARTNER
 M. NO: 117695
 STATUTORY AUDITOR

Date: May 29, 2019
 Place: Pune