



कोकण बँक KOKAN BANK TM کوکن بینک
KOKAN MERCANTILE CO-OP. BANK LTD.
MULTI STATE BANK

Multiplying Trust... Multiplying Prosperity!

54th ANNUAL REPORT | 2022-23

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Mr. Asif Gulam Mohammed Dadan
Hon. Chairman

BOARD OF DIRECTORS
2023 - 2028



Mr. Asgar Mohammed Dabir
Vice Chairman



Mr. Najeeb Suleman Mulla
Director



Mr. Altaf Mohammed Kazi
Director



Mr. Bashir Amin Murtuza
Director



CA. Mohammed Naveed M. Ibrahim Roghay
Director



Mr. Dilip Abdul Rahiman Mujawar
Director



Adv. Tasneem Mohamed Sharif Kazi
Director



Mrs. Farida Razzak Kazi
Director



Dr. Shahid Ishaque Barmare
Director



Mr. Milind Hiran Kadalak
Director



Mr. Sameer Mehmood Mulla
Director



Mr. Abdur Rashid Abdul Latif Shaikh
Director



Adv. Maqbool Yusuf Surve
Director



Dr. Sajid Abdul Samad Adhikari
Director



Mr. Farhan Akhlaque Walele
Director



Mr. Akbar Kondkari
Chief Executive Officer

External Members of Board of Management



Mr. Tabrez Abdul Hamid Balbale
B.E. Electronics, MBA, IS., & M.Sc. Cybersecurity



Mr. Anis Aslam Kazi
B.Com, LLM



CA. Abdul Kadir Noor Mohammed Mukadam
Chartered Accountant

NOTICE

(For Share Holders Only)

21st August, 2023

The 54th Annual General Meeting of KOKAN MERCANTILE CO-OPERATIVE BANK LTD., will be held on Sunday, 10th September, 2023 at 11.00 a.m. at Rama & Sundri Watumull Auditorium, K.C. College, Dinshaw Wacha Road, Churchgate, Mumbai 400 020 to transact the following items of agenda :

AGENDA

1. To read and confirm the minutes of the Annual General Meeting held on 24th September, 2022,
2. To read and confirm the minutes of Special General Meeting held on 29th October, 2022 and 6th May 2023.
3. To consider and adopt:
 - i. Annual Report for the year 2022-2023.
 - ii. Profit & Loss Account for the year ended 31st March, 2023.
 - iii. Balance Sheet as on 31st March, 2023.
4. To consider and adopt the Report of Statutory Auditor and compliance thereof for the year 2022-2023.
5. To approve Budget for the year 2023-2024.
6. To appoint M/s Atul Dhoot & Co., Chartered Accountants as Statutory Auditors for the year 2023-2024 as approved by Reserve Bank of India and authorize the Board of Directors to fix their remuneration.
7. To approve appointment of new Chief Executive Officer.
8. To take note of the loans and advances outstanding from the Directors and their relatives during the year 2022-2023 [vide section 39(3) of the Multi State Co-operative Societies Act, 2002].
9. Any other matter with the permission of the Chair.

By order and on behalf of
the Board of Directors

AKBAR Y. KONDKARI

Chief Executive Officer

NOTES

1. If there is no quorum at scheduled time, the meeting shall stand adjourned and the adjourned meeting shall be held half an hour later at the same venue for which quorum is not necessary.
2. Annual Report for the year 2022 – 2023 is uploaded on the Bank's Website “www.kokanbank.net” as per the provision of Bye Law No.29(d)(iii) and members who desire to have copy may download the same from the Bank's website.
3. Any member desiring to seek information pertaining to the accounts is requested to write to the Bank atleast six days prior to the date of the Annual General Meeting i.e. on or before 4th September, 2023 by their registered email to shareholders@kokanbank.in quoting their membership number and registered mobile number. Members who have not yet registered their email ids and mobile numbers may do so latest by 4th September, 2023.
4. Members are required to notify the change in address (along with address proof), branch and / or account number, if any, to the respective branch. Those members who do not have account with our bank are requested to open the account with nearest branch.
5. All members are required to comply with KYC requirements as advised by RBI. Members are requested to contact their concerned Branch in this regard, if un-complied till date.
6. Members are requested to avail the facility of Nomination for shares, if not availed so far.
7. The Bank has formulated a policy to felicitate children of the members in the order of merits. Members are therefore requested to provide the Bank, information about achievements of their children / ward in SSC and HSC examinations held for the academic year 2022 - 2023 if their children / ward have secured 85% & above in aggregate in SSC and 80% & above in aggregate in HSC :
 - a) Under the scheme, parent member who is registered on 31st March of the preceding year shall be eligible to apply.
 - b) If both the parents are members, only one parent member will be eligible to apply.

STATUTORY AUDITOR

M/s. Shroff Gonsalves & Dalia
Chartered Accountants

CONCURRENT AUDITORS

1. M/s. Fakh & Co., Chartered Accountants
2. M/s. Yardi Prabhu & Associates, Chartered Accountants

INVESTMENT AUDITOR

M/s. Vindu & Associates
Chartered Accountants

TAX AUDITOR

M/s N. Chauhan & Associates
Chartered Accountants



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LIST OF OUR BANKERS

1. Reserve Bank of India
2. Maharashtra State Co-op. Bank Ltd.
3. Mumbai District Central Co-op. Bank Ltd.
4. Ratnagiri District Central Co-op. Bank Ltd.
5. Goa State Co-op. Bank Ltd., Panjim
6. Bank of India
7. Union Bank of India
8. Canara Bank
9. Punjab National Bank
10. State Bank of India
11. Bank of Maharashtra
12. Bank of Baroda
13. IDBI Bank Ltd.
14. Yes Bank Ltd.
15. Kotak Mahindra Bank Ltd.
16. HDFC Bank Ltd.
17. ICICI Bank Ltd.
18. Axis Bank
19. RBL Bank
20. DCB Ltd.
21. Jana Small Finance Bank
22. Suryoday Small Finance Bank
23. Fincare Small Finance Bank
24. A.U. Small Finance Bank
25. Ujjivan Small Finance Bank
26. Unity Small Finance Bank
27. Utkarsh Small Finance Bank
28. Esaf Small Finance Bank
29. TJSB Sahakari Bank Ltd.
30. Saraswat Co-op. Bank Ltd.
31. ShamraoVithal Co-op. Bank Ltd.

LIST OF OUR EXECUTIVES

Mr. Akbar Y. Kondkari

Chief Executive Officer

Mrs. Shagufta Khalfay

Deputy General Manager (HR & Legal)

Mr. Sattar Shaikh

Deputy General Manager (Operations)

Mr. Irfan Kazi

Assistant General Manager (Finance, Investment & Taxation)

Mr. Gafoor Balbale

Assistant General Manager (Credit)

Mr. Rafique Shaikh

Assistant General Manager (Recovery)

Mr. Noor Mohd Mukadam

Assistant General Manager (IT & Cyber Security)

Mr. Ashfaque Khan

Chief Manager (Compliance)

Mr. Hasham Dhamaskar

Chief Manager (Recovery)

Mr. Jahid Shaikh

Chief Manager (IT Head - Technical)

Mr. Ismail Kasu

Chief Manager (Legal)

Mr. Hasan Sayed

Chief Manager (Cluster Head - Ratnagiri, Raigad & Goa Branches)

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DIRECTORS REPORT

Dear Members,

The Board of Directors hereby present 54th Annual Report along with the Audited Balance Sheet as on 31st March, 2023 and the Profit & Loss Account for the year ended March 31, 2023.

INDIAN ECONOMY :

The Country has survived from Covid-19 pandemic and the business, economy and livelihood are returning to normal. The growth momentum showed a pickup and witnessed a recovery in the economy.

India's economic growth in FY-2023 has been principally led by private consumption and capital formation.

Rural Development and MSME plays a major role in the development of the National Economy which creates equitable opportunities for the rural people and enables them to develop economically and create employments.

MSMEs are micro businesses but their impact is big. They generate large scale employment and contribute significantly to GDP. The Reserve Bank of India launched a next generation data warehouse namely Centralised Information Management System (CIMS) for continuous engagement with regulated entities and statistical research studies for the formulation and implementation of monetary policy in India.

Growth is expected to be brisk in FY-2024 as a vigorous credit disbursement and capital investment cycle is expected to unfold in India with the strengthening of the balance sheets of the corporate and banking sectors.

OUR CONTRIBUTION TO ECONOMY :

We have significant presence in rural/urban areas of Maharashtra & Goa. We operate into different business segments such as MSME, Retails, Housing, Vehicle, Agriculture and allied activities including loans to Fishermen. We have been focusing on empowering the country by providing financial support for income generation in rural areas.

BOARD OF DIRECTORS ELECTION FOR 2023 – 2028 :

The tenure of the Board of Directors expired on 12th May, 2023 and the election process was conducted as per the MSCS Act, 2002 by the Returning Officer Mr. Jayant D. Patil, District Deputy Registrar, Co-operative Societies, Mumbai (1) City.

We are very much thankful to the returning officer for completing the election process in a fair and peaceful manner. We deeply express our gratitude for electing this Board unopposed for the period 2023 – 2028.

The newly elected Board has constituted a Board of Management with highly qualified people as per the guidelines of Reserve Bank of India.

APPOINTMENT OF CHIEF EXECUTIVE OFFICER :

The Board of Directors appointed Mr. Akbar Yusuf Kondkari as Chief Executive Officer of the Bank under the provision of Bye Law No. 45 and fulfillment of directives and guidelines of Reserve Bank of India, replacing Mr. Sadanand K. Nayak.

PERFORMANCE OVERVIEW :

The overall performance of the Bank during the year was satisfactory. The sustained efforts of one and all have enabled the Bank to increase its Share Capital to **Rs.1,741.06** lakh and Reserve stood at **Rs.14,004.18** lakh. The Banks own fund stood at **Rs.15,745.24** lakh and Deposit of the Bank stood at **Rs.73,948.73** lakh and Advances at **Rs.42,613.47** lakh as on 31st March, 2023. Bank's Working Capital stood at **Rs.88,003.35** lakh whereas Gross Income of the year stood at **Rs.7,170.53** lakh.

The performance highlights of the year 2022 - 23 are as under :

(Figures In lakh)

	31.3.2022	31.3.2023	Growth %
Share Capital	1,629.68	1,741.06	6.82%
Reserves	14,108.22	14,004.18	-0.74%
Owned Funds	15,737.90	15,745.24	0.05%
Deposits	70,393.72	73,948.73	5.05%
Loans & Advances	40,531.77	42,613.47	5.14%
Investments	23,263.15	24,884.49	6.97%
Working Capital	84,862.84	88,003.35	3.70%
Gross Income	6,525.34	7,170.53	9.89%
Total Expenditure	7,435.18	7,052.65	-5.14%
Net Profit	(909.84)	117.88	112.96%
Capital to Risk Assets Ratio	13.96%	13.94%	-0.14%
Gross NPA	10,829.36	7,301.67	-32.58%
Net NPA	7,679.36	4,020.67	-47.64%

MEMBERSHIP :

Membership of the Bank stood at **52,986** as on 31st March, 2023 as against 52254 as on 31st March, 2022. The number of nominal members as on 31st March, 2023 was **6,139** (as against 7,462 as on 31.3.2022) which is 11.59% of the total members as against 20% permissible by Reserve Bank of India.



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SHARE CAPITAL :

Paid up Share Capital of the Bank as at the year-end stood at **Rs.1,741.06** lakh, as compared to Rs.1,629.68 lakh as at the previous year end, giving a rise of **6.83%** in the equity during the year.

RESERVES AND OTHER FUNDS :

The Reserves and Other Funds of the Bank stood at **Rs.14,004.18** lakh on 31.3.2023 as against Rs.14,108.22 lakh last year.

The following table shows the figures of the Reserves & Other Funds under various heads as on 31.3.2023 as compared to that as on 31.3.2022 :

(Figures In lakh)

PARTICULARS	2021 – 2022	2022 – 2023	RISE (%)
Reserve Fund (Statutory)	1,914.74	1,916.81	0.11%
Building Fund	1,619.42	1,619.42	--
Dividend Equalization Fund	69.59	69.59	--
Bad and Doubtful Debts	3,150.00	3,281.00	4.16%
Contingent provisions for Standard Assets	201.11	201.11	--
Members' Welfare Fund	42.72	42.72	--
Development Reserve Fund	19.75	19.75	--
Charitable Fund	4.25	4.25	--
Contingency Fund	420.70	420.70	--
Investment Fluctuation Reserve Fund	188.73	188.73	--
Investment Depreciation Reserve	631.50	454.00	-28.11%
Revaluation Reserve	2,998.45	2,830.69	-5.59%
General Reserve	1,220.82	1,388.57	13.74%
Special Reserve	84.08	84.08	--
Golden Jubilee Fund	34.20	34.20	--
Provision for MSME restructured under Covid 19 & Non MSME restructured under Covid 19	481.74	369.42	-23.32%
20% Reserve for Balance in PMC Bank	1,026.42	--	--
Provision for Unity Small Finance Bank	--	1,078.00	--
Total	14,108.22	14,003.04	

WORKING CAPITAL :

The Working Capital stood at **Rs.88,317.83** lakh as against Rs.84,862.84 lakh of the last year. The following abridged Balance Sheet reflects the composition of working capital as at the year end : (Rs. In lakh)

2021-2022	Liabilities	2022-2023	2021-2022	Assets	2022-2023
15,737.90	Own Funds	15,745.24	37,114.83	Liquid Assets	38,847.73
70,393.72	Deposits	73,948.73	40,531.77	Advances	42,613.47
168.72	Borrowings	--	690.22	Interest Receivables on	675.23
				Loans and Investments	
1,107.20	Other Liabilities	1,050.68		Fixed Assets	
(2,544.70)	Profit & Loss A/c	(2,426.82)	4,553.39	Machines, Generators	4,312.98
			1,972.63	Other Assets	1,868.42
84,862.84		88,317.83	84,862.84		88,317.83

DEPOSITS :

Inspite of adverse business situation, deposit of the Bank continued to grow, Bank has registered deposit growth of **Rs.3,555.01 lakh** as on 31st March, 2023 with comparison of the figures as on 31st March, 2022.

Your Bank's total deposits reached to **Rs.73,948.73** lakh as on 31st March, 2023 as compared to Rs.70,393.72 lakh at last year end showing a growth of 5.05%. Bank's CASA Deposit stood to **54.23%** of the total deposit as on 31st March, 2023 compared to 50.98% of the last year.

Composition of deposits of the Bank is given here under :

(Rs. In lakh)

	31 st March, 2022	%	31 st March, 2023	%
Term Deposits	34,505.56	49.02%	33,843.56	45.77%
Current Deposits	6,619.19	9.40%	7,543.42	10.20%
Saving Deposits	29,268.97	41.58%	32,561.75	44.03%
TOTAL	70,393.72	100.00%	73,948.73	100.00%



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LOANS & ADVANCES :

The advances of the Bank as on 31st March, 2023 stood at **Rs.42,613.47** lakhs as against Rs.40,531.77 lakh of the last year. The CD ratio was **57.63%**. The number of borrowers stood at 11087 at the end of the year.

ADVANCES TO PRIORITY SECTOR & WEAKER SECTOR :

Your Bank is following the policy prescribed by the Reserve Bank of India to grant loans and advances to priority sector and weaker section and keep pace with the growth in other types of advances. As on **31.3.2023** the Bank has advanced **Rs.24,363.09** lakh to the priority sector and **Rs.15,651.68** lakh to the weaker section. Percentage of priority sector advances to the total advances is **60.03%** and Weaker Section Advances stood to **38.56%** as on **31.3.2023**.

PURPOSE-WISE ANALYSIS OF ADVANCES :

The Bank's lending for various purposes as on 31st March,2023 indicated in the following table.

A. TYPE OF LOAN			Figures in Lakh
	NO. OF ACCOUNTS	AMOUNT	PERCENTAGE
Term Loan	10,638	34,692.16	81.41%
Overdraft	345	6,695.61	15.71%
Cash Credit	104	1,225.70	2.88%
Total	11,087	42,613.47	100.00%

B. SECURITYWISE ANALYSIS			Figures in Lakh
	NO. OF ACCOUNTS	AMOUNT	PERCENTAGE
Secured	10,844	42,328.99	99.33%
Unsecured	243	284.48	0.67%
Total	11,087	42,613.47	100.00%

C. PURPOSEWISE ANALYSIS			Figures in Lakh
	NO. OF ACCOUNTS	AMOUNT	PERCENTAGE
Retail Loan	2,671	6,035.08	14.16%
MSME	585	18,317.83	42.99%
Others	7,831	18,260.56	42.85%
Total	11,087	42,613.47	100.00%

NON PERFORMING ASSETS :

The Bank's Gross NPA as on 31st March, 2023 was Rs.73.02 crore whereas Net NPA was Rs.40.21 crore.

INVESTMENTS :

The Reserve Bank of India vide its Circular No. UBD.(PCB).MC.No.12/16.20.000/2010-11 dated 1st July, 2010 directed the Co-operative Banks to compulsorily invest in Government and approved securities to the extent of 25% of its NDTL. Bank has complied with the directive of Reserve Bank of India and invested in SLR Securities in GOI and other Government approved securities. Bank is maintaining its Demat Account with HDFC Bank Ltd. and SGL Account with ICICI Bank Ltd. All the transactions of sale and purchase are routed through SGL and Demat Account. Schedule annexed to Balance Sheet gives a detailed position of investment in various securities. Further, the Bank was Trading in Government Securities during the year and earned profit of **Rs.54.24 lakhs**.

AUDIT & INSPECTION:

M/s. Shroff Gonsalves & Dalia, Chartered Accountants conducted the statutory audit of the Bank for the year ended 31st March, 2023. In order to have better check on the day to day functioning of the Bank, the different Chartered Accountants were appointed as Concurrent auditors for Districts i.e. M/s. Yardi Prabhu & Associates LLP. and M/s Fakh & Co., Chartered Accountant, Concurrent Audit for Mumbai, Thane, & Ratnagiri District Branches.

CAPITAL TO RISK ASSETS RATIO (CRAR) :

Reserve Bank of India has made it mandatory to maintain Capital Adequacy norms even to Co-operative Banks. We are pleased to inform you that your Bank is adequately maintaining the CRAR (Capital to Risk Assets Ratio) which as on 31st March, 2023 stood at 13.94% as against required rate of 9.00% as per Reserve Bank of India.

HUMAN RESOURCE & TRAINING TO DIRECTORS AND STAFF :

Bank is regularly deputing officers and staff to various training centres such as College of Agricultural Banking, Reserve Bank of India, Pune, Vaikunth Mehta National Institute of Co-operative Management etc. from time to time. Further, the Bank is also arranging in-house training programs for the staff by reputed trainers and outside faculties.

The Directors and the Senior Officers also attended regular virtual training given by The Maharashtra State Co-operative Banks' Association Ltd.



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INDUSTRIAL RELATIONS :

The Bank express their gratitude to loyal and dedicated staff members for their selfless services rendered to the Customers, Depositors and Members. The Industrial relations during the year remained very cordial.

ACKNOWLEDGEMENTS :

It would be appropriate to thank all those who contributed towards the achievements and progress of the Bank. At the outset, the Directors sincerely acknowledge the continued and ever-growing support and co-operation of the Bank's shareholders, customers, constituents and wellwishers.

The Directors are thankful to Officers of the Reserve Bank of India, namely the Executive Director, Chief General Managers, General Managers and other Officers of the Department of Regulation, Department of Supervision, Department of Currency Management, Foreign Exchange Department and Department of Payment and Settlement System for their valuable guidance and co-operation at all times.

The Board also place on record the valuable guidance given by RBI Inspection Team headed by Mr. Dharmendra Bagada, Deputy General Manager and assisted by Mr. Satish Parmar and Anurag Bhatoa, Managers who conducted inspection of our bank for the period from 1st April, 2021 to 31st March, 2022.

The Board also notes with appreciation the continued co-operation from the Central Registrar of MultiState Co-operative Societies, New Delhi and Commissioner for Co-operation, Pune, Government of Maharashtra.

The Board acknowledges the valuable suggestions given by M/s. Shroff Gonsalves & Dalia, Statutory Auditor, Mumbai, during the course of their statutory audit of the Bank and thank them for the same.

The Directors are also grateful to M/s Fakh & Co., M/s Yardi Prabhu & Associates LLP, Chartered Accountants, who conducted the concurrent audit at the Branches allotted to them. Their timely guidance and advices have indeed helped the Bank in improving the Bank's functioning. The Directors are thankful to all Legal/Labour Advisors and retainers of the Bank for rendering guidance and services in legal and labour matters.

Further, the Directors are also grateful to M/s Vindu & Associates, Chartered Accountants who carried our Investment Audit and M/s N. Chauhan & Associates, Chartered Accountants for Tax Audit of the Bank during the year.

The Board also acknowledges timely services rendered by all our panel Advocates, Architects, Valuers and Consultants. The Board also acknowledges selfless service provided by the members of Sub Committees of the Bank. Their valuable suggestions helped the Board in routine business of the Bank to great extent.

The Board also acknowledge the services rendered by the Members of Board of Management. Their significant recommendations from time to time in assisting the Board to take appropriate decisions.

Lastly, the Directors acknowledge and appreciate dedicated services rendered by the Chief Executive Officer, Deputy General Managers, Assistant General Managers, all Executives, Officers and Staff at all levels.

Mumbai

28th July, 2023

for and on behalf of the Board of Directors

ASIF G. M. DADAN

Chairman



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BALANCE SHEET (as on 31st March 2023)

CAPITAL AND LIABILITIES	Schedule	2022 - 2023	2021-2022
CAPITAL ACCOUNT	" A "	17,41,06,225.00	16,29,67,600.00
RESERVE FUND AND OTHER RESERVES	" B "	1,40,04,18,019.79	1,41,08,22,409.99
DEPOSITS AND OTHER ACCOUNTS	" C "	7,39,48,72,737.15	7,03,93,72,389.87
BORROWING		---	1,68,71,568.88
BILLS FOR COLLECTION BEING BILLS RECEIVABLE (AS PER CONTRA)		—	---
OVERDUE INTEREST RESERVE(Contra)		49,81,94,214.77	46,08,11,960.72
INTEREST PAYABLE		75,01,607.00	79,35,354.00
OTHER LIABILITIES	" D "	9,75,66,513.26	10,27,84,305.38
NOTES ON ACCOUNTS FORM PART OF ACCOUNTS	" M "		
<u>CONTINGENT LIABILITIES</u>			
		<u>31.03.22</u>	<u>31.03.23</u>
Bank Guarantee		3,22,40,647.00	3,06,07,605.00
DEAF		3,81,19,548.43	5,05,27,598.07
TOTAL Rs.		9,57,26,59,316.91	9,20,15,65,588.84

*Audited & found correct
subject to report*

SHROFF GONSALVES & DALIA

Chartered Accountants

FRN : 112553W

Mumbai
23rd June, 2023

BALANCE SHEET (as on 31st March 2023)

PROPERTY AND ASSETS	Schedule	2022-2023	2021-2022
CASH			
In Hand with RBI, SBI , Maharashtra state Co-Op. Bank and District Central Co-Op. Bank.	" E "	22,01,16,961.68	20,80,51,994.69
BALANCE WITH OTHER BANKS	" F "	1,17,62,07,045.45	1,17,71,16,486.04
MONEY AT CALL AND SHORT NOTICE		--	--
INVESTMENTS	" G "	2,48,84,49,341.50	2,32,63,14,479.50
ADVANCES	" H "	4,26,13,46,972.60	4,05,31,77,314.71
INTEREST RECEIVABLE			
On Investments 6,75,23,372.01			
On NPAs (Contra) 49,81,94,214.77		56,57,17,586.78	52,98,33,888.96
BILLS RECEIVABLE BEING BILLS FOR COLLECTION (as per contra)		---	---
BRANCH ADJUSTMENT		84,592.00	---
FIXED ASSETS	"I"		
Gross Block 68,94,13,294.89			
Less : Accumulated Depreciation 25,81,15,299.55		43,12,97,995.34	45,53,38,601.35
DEFERRED TAX ASSET		3,14,48,109.12	2,88,79,931.14
OTHER ASSETS	" J "	15,53,09,104.83	16,83,83,056.36
PROFIT AND LOSS ACCOUNT	"K"	24,26,81,607.67	25,44,69,836.09
TOTAL Rs.		9,57,26,59,316.97	9,20,15,65,588.84

FOR AND ON BEHALF OF THE **BOARD OF DIRECTORS**
FOR KOKAN MERCANTILE CO-OP. BANK LTD

ASIF GULAM M. DADAN
CHAIRMAN

ASGAR M. DABIR
VICE CHAIRMAN

NAJEEB S MULLA
DIRECTOR

BASHIR MURTUZA
DIRECTOR

ALTAF KAZI
DIRECTOR

NAVEED ROGHAY
DIRECTOR

SHAIKH ABDUL RASHID
DIRECTOR

AKBAR Y. KONDKARI
CHIEF EXECUTIVE OFFICER



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PROFIT AND LOSS ACCOUNT (for the year ended 31st March 2023)

EXPENDITURE	Schedule	CURRENT YEAR		PREVIOUS YEAR	
		Rs.	Ps.	Rs.	Ps.
To Interest on Deposits, Borrowings etc.		31,65,08,458.59		32,03,28,654.91	
To Salaries and Allowances, Bonus & P.F.		17,30,13,655.93		16,78,09,652.90	
To Directors & Local Comm. Mem. Fees and Allowances		23,40,258.00		19,10,994.00	
To Rent, Insurance, Lighting & Taxes		2,20,15,703.23		2,05,49,123.54	
To Law Charges		10,27,813.50		5,42,923.80	
To Postage, Telegrams & Telephone Charges		54,47,126.86		59,61,402.76	
To Audit Fees (Internal & Statutory)		38,73,201.13		45,87,367.89	
To Depreciation		1,29,11,515.89		1,51,55,611.76	
To Amortisation Of Revaluation Reserve premises		1,67,75,382.86		1,67,75,382.86	
To Stationery, Printing & Advertisement		83,64,171.86		96,34,432.86	
To Loss on Sale of Assets		14,716.74		4,78,509.12	
To Loss on Sale of Non-Banking Assets			--	--	
To Loss on Sale of Investments		30,000.00		34,65,000.00	
To Premium on Investment amortised		8,96,848.00		8,89,138.00	
To Voluntary Retirement Scheme			--	41,56,059.00	
To Other Expenses	"L"	7,15,90,423.25		5,73,78,578.89	
To Loss on Shifting		4,16,87,500.00		--	
To Bad debts			--	--	
To Provisions and Contingencies					
Provision for Leave Encashment		1,01,73,732.00		--	
Provision for investment depreciation			--	3,20,77,556.08	
Provision for Deferment of Standard Assets			--	--	
Provision for Restructured Assets			--	1,44,16,842.00	
Provision for Bad & Doubtful Debts		1,40,00,000.00		25,00,000.00	
Provision for PMC (Merged with USFB)		51,58,326.80		6,94,92,535.60	
Provision for MSME & Non MSME Restructure			--	--	
Provision for Housing Loan Development			--	--	
To Net Profit Before Tax		1,12,02,521.71		--	
Less: Income Tax (P.Y.)		19,95,892.20		(35,55,591.00)	
Less: Income Tax (C.Y.)				--	
(Add)/Less : Deffered Tax		(25,68,177.98)		(13,37,401.70)	
To Net Profit After Tax C/D.		1,17,74,807.49		--	
		72,82,33,878.06		86,59,92,770.77	
To Net Loss B/D			--	11,78,83,004.80	
To Prior Period expense		8,400.00		3,00,649.88	
To Net Profit Carried To Balance Sheet		1,17,88,228.42		--	
NOTES ON ACCOUNTS FORM PART OF ACCOUNTS	"M"		--	--	
TOTAL Rs.		1,17,96,628.42		11,81,83,654.68	

Audited & found correct subject to report

Mumbai
23rd June, 2023

SHROFF GONSALVES & DALIA Chartered Accountants

FRN : 112553W

PROFIT AND LOSS ACCOUNT (for the year ended 31st March 2023)

INCOME	Schedule	CURRENT YEAR		PREVIOUS YEAR	
		Rs.	Ps.	Rs.	Ps.
By Interest on Advances		43,43,67,431.53		38,01,90,386.25	
By Interest on Investment		21,53,80,724.20		17,76,47,838.17	
By Commission, Exchange & Brokerage		2,49,18,226.75		3,06,52,441.30	
By Locker Rent		10,99,806.95		19,300.00	
By Other Receipts		13,88,117.33		10,77,342.37	
By Profit on Sale of Assets		41,358.69		1,05,797.75	
By Profit On sale of investment		54,53,750.00		83,94,875.00	
By Provision for BDDR written back		9,00,000.00		27,92,568.92	
By Recovery in Write Off A/c's		31,64,000.00		60,42,032.71	
By excess provision for MSME & non MSME Written Back		92,93,519.00		1,81,60,000.00	
By Dividend Received USFB		13,35,348.90		--	
By Excess Provision Written-off		--		2,51,186.00	
By Excess Provision for Restructured Account		19,39,073.00		--	
By Investment Depreciation Reserve		1,77,50,000.00		--	
By Net Loss Before Tax			--	12,27,75,997.50	
By Net Loss After Tax C/D			--	11,78,83,004.80	
		72,82,33,878.06		86,59,92,770.77	
By Net Profit B/D.		1,17,74,807.49		--	
By Prior period income		21,820.93		--	
By Investment Fluctuation Reserve		--		2,72,00,000.00	
By Net Loss Carried to Balance Sheet.		--		9,09,83,654.68	
TOTAL Rs.		1,17,96,628.42		11,81,83,654.68	

FOR AND ON BEHALF OF THE **BOARD OF DIRECTORS**
 FOR KOKAN MERCANTILE CO-OP. BANK LTD

ASIF GULAM M. DADAN
 CHAIRMAN

ASGAR M. DABIR
 VICE CHAIRMAN

NAJEEB S MULLA
 DIRECTOR

BASHIR MURTUZA
 DIRECTOR

ALTAF KAZI
 DIRECTOR

NAVEED ROGHAY
 DIRECTOR

SHAIKH ABDUL RASHID
 DIRECTOR

AKBAR Y. KONDKARI
 CHIEF EXECUTIVE OFFICER



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CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023 (Rs. in Lakhs)

PARTICULARS	Rs. in Lacs	Cash Inflow/Outflow	Net Flow
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Net Loss Before Tax	112.03		
Add: Notional Entries/Adjustment Entries			
Depreciation on Fixed Assests	129.12		
Provisions	293.32		
Loss on Sale of Fixed Assets	0.15		
Amortisation of Revaluation Reserve	167.75	702.36	
Less: Profit on sale of fixed assets	0.41		
Provisions write back	298.83	299.24	403.12
			403.12
<u>(INCREASE) / DECREASE IN OPERATING ASSETS</u>			
Advances	(2,090.70)		
Interest Receivable on Investment	14.99		
Other Assets	168.86		
Deposits And Other Accounts	3,555.00		
Interest Payable On Term Deposits	(4.34)		
Other Liabilities	(220.89)	1,422.92	1,422.92
			1,826.05
Cash Generated from Operating Activites			
Tax Paid			
Leave Encashment Paid	148.71		148.71
Net Cash Flow from Operating Activities (A)			1,677.34
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
Investments	(1,621.35)		
Profit on Sale of Fixed Assets	0.27		
Sale of Fixed Assets	0.85		

CASH FLOW STATEMENT Contd....

PARTICULARS	Rs.	Cash Inflow/Outflow	Net Flow
Purchase of Fixed Assets	(56.94)	(1,677.17)	
Net Cash Flow From Investing Activities (B)			(1,677.16)
CASH FLOW FROM FINANCING ACTIVITIES			
Increase in Share Capital	111.39		
Dividend Paid	--		
Golden Jubilee Fund	--	111.39	
Net Cash Flow From Financing Activities (C)			111.39
NET CASH OUT FLOWS ON ACCOUNT OF OPERATING, INVESTING AND FINANCING ACTIVITIES (A + B + C)			111.56
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR			13,851.68
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR			13,963.24
NET INFLOW IN CASH AND CASH EQUIVALENTS WITHIN THE YEAR			111.56

Details of cash and cash equivalents

In hand and with RBI, State and District Co-op. Banks
 Balance with other banks
 Money at Call & short Notice

	31.03.2023	31.03.2022
In hand and with RBI, State and District Co-op. Banks	2,201.17	2,080.52
Balance with other banks	11,762.07	11,771.16
Money at Call & short Notice	-	-
	13,963.24	13,851.68

**PER OUR REPORT OF EVEN DATE
 FOR SHROFF GONSALVES & DALIA
 CHARTERED ACCOUNTANTS
 (FRN. 112553W)**

**(Rohit Glen Gonsalves)
 PARTNER. (M. NO: 609405)**

**PLACE: MUMBAI
 DATED : 23.06.2023
 UDIN : 23609405BGUAMI1235**

FOR KOKAN MERCANTILE CO-OP. BANK LTD.

**AKBAR Y. KONDKARI
 (CHIEF EXECUTIVE OFFICER)**

**PLACE: MUMBAI
 DATED : 23.06.2023**



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SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SCHEDULE-"A"</u>		
	<u>CAPITAL</u>		
25,00,00,000.00	A) Authorised Capital		25,00,00,000.00
	B) Subscribed & Paid up Capital:		
	6693158 (6518704) fully paid shares of Rs.25/-		
	each held by		
15,19,40,835.00	i) Individuals		14,56,37,400.00
1,10,26,765.00	ii) Others		2,84,68,825.00
16,29,67,600.00			17,41,06,225.00
	<u>SCHEDULE-"B"</u>		
	<u>RESERVE FUND & OTHER RESERVES</u>		
19,14,73,749.51	Statutory Reserves	19,16,80,599.51	
31,50,00,000.00	Bad & Doubtful Debts Reserve	32,81,00,000.00	
2,01,11,000.00	Contingent Provisions for Standard Assets	2,01,11,000.00	
16,19,42,000.00	Building Fund	16,19,42,000.00	
69,58,697.85	Dividend Equalization Fund	69,58,697.85	
19,75,000.00	Development Reserve	19,75,000.00	
4,25,000.00	Charitable Fund	4,25,000.00	
42,71,997.70	Members Welfare Fund	42,71,997.70	
4,20,70,232.90	Contingency Fund	4,20,70,232.90	
1,88,73,400.00	Investment Fluctuation Fund	1,88,73,400.00	
6,31,50,000.00	Investments Depreciation Fund	4,54,00,000.00	
29,98,44,635.76	Revaluation Reserve	28,30,69,252.90	
12,20,82,058.69	General Reserve	13,88,57,441.55	
3,37,57,493.00	Provision for MSME / Non MSME Restructured Assets	2,76,43,110.13	
1,44,16,842.00	Provision for Restructured Assets Framework 2	92,98,632.87	
10,26,41,673.20	Contingent prov. for Non Performing Inv.-PMC Bank	10,78,00,000.00	
84,08,142.88	Special Reserve	84,08,142.88	
	Nominal Membership Fees	1,13,025.00	
34,20,486.50	Golden Jubilee Fund	34,20,486.50	1,40,04,18,019.79
1,41,08,22,409.99			1,40,04,18,019.79
	<u>SCHEDULE-"C"</u>		
	<u>DEPOSIT AND OTHER ACCOUNTS</u>		
2,92,68,96,611.95	Savings Bank Deposits	3,25,61,74,695.09	
66,19,18,918.76	Current Deposits	75,44,47,324.17	
3,45,04,52,029.11	Term Deposits	3,38,42,50,717.89	
1,04,830.05	Matured Term Deposits	--	7,39,48,72,737.15
7,03,93,72,389.87			7,39,48,72,737.15

SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SCHEDULE-"D"</u>		
	<u>OTHER LIABILITIES</u>		
3,14,42,297.69	Payorders/DDs payable	98,90,995.19	
—	Unpaid Dividends	--	
4,77,24,242.69	Sundries	8,28,90,519.07	
1,88,32,766.00	Provision for Income Tax	--	
47,84,999.00	Other Provisions	47,84,999.00	9,75,66,513.26
10,27,84,305.38			9,75,66,513.26
	<u>SCHEDULE-"E"</u>		
	<u>CASH</u>		
13,25,82,159.66	In Hand		15,86,63,302.43
	<u>Current Deposits</u>		
6,75,05,359.40	With Reserve Bank of India	5,66,86,283.83	
35,45,146.12	State Bank of India	18,31,382.46	
44,19,329.51	District Central Cooperative Bank	29,35,992.96	6,14,53,659.25
20,80,51,994.69			22,01,16,961.68
	<u>SCHEDULE-"F"</u>		
	<u>BALANCE WITH OTHER BANKS - Current Accounts</u>		
	<u>Nationalised Bank</u>		
26,17,587.18	Union Bank of India	59,52,844.49	
1,25,29,562.00	Canara Bank	56,62,121.00	
14,00,705.54	Bank of India	13,40,221.32	
10,36,580.50	Punjab National Bank	17,55,022.09	
---	Dena Bank	--	
9,877.40	Bank of Maharashtra	28,132.40	
11,87,629.56	Bank Of Baroda	50,654.20	1,47,88,995.50
	<u>Commercial Banks</u>		
2,10,74,048.01	Kotak Mahindra	10,35,03,553.87	
54,02,958.74	IDBI Bank	1,43,16,707.52	
1,27,768.91	HDFC Bank Ltd	26,34,024.17	
89,19,588.82	ICICI Bank Cheque Facility	46,19,337.84	
4,38,25,967.25	Yes Bank	3,52,01,982.65	
--	Yes Bank-IMPS settlement	1,12,22,465.17	
--	Utkarsh Small Finance Bank	4,79,01,000.00	
6.00	Unity Small Finance Bank	12,01,824.90	
27,79,397.53	Axis Bank Ltd	67,17,419.53	22,73,18,315.65



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SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	Urban Co-operative Banks		
--	Punjab & Maharashtra Co-op. Bank Ltd		
13,18,100.10	TJSB Sahakari Bank	10,71,663.80	10,71,663.80
10,22,29,774.54			24,31,78,974.95
	Fixed Deposits		
	Nationalised Bank		
4,65,00,000.00	Bank of India	--	
9,05,00,000.00	Canara Bank	3,95,00,000.00	
3,95,00,000.00	Punjab National Bank	4,00,00,000.00	
11,52,53,281.50	Union Bank of India	6,48,23,220.50	14,43,23,220.50
	Commercial Banks		
9,60,38,794.00	IDBI Bank	3,74,41,365.00	
3,00,00,000.00	Ujjivan Small Fin. Bank	4,95,00,000.00	
1,00,00,000.00	Yes Bank	--	
2,00,00,000.00	Fincare Small Finance Bank	5,00,00,000.00	
6,00,00,000.00	DCB Ltd	8,00,00,000.00	
3,63,22,550.00	Jana Small finance Bank	4,00,00,000.00	
1,95,00,000.00	AU Small finance Bank	--	
10,00,00,000.00	ICICI Bank	16,00,00,000.00	
1,95,00,000.00	Axis Bank	2,00,00,000.00	
17,10,69,450.00	Unity Small Finance Bank	--	
--	HDFC	4,00,00,000.00	
--	Utkarsh Small Finance Bank	2,00,00,000.00	
--	Suryoday Small Finance Bank	5,00,00,000.00	
--	ESAF Small Finance Bank	4,00,00,000.00	
5,00,00,000.00	RBL	7,00,00,000.00	
3,07,02,633.00	Kotak Mahindra Bank	3,17,63,485.00	68,87,04,850.00
	Urban Co-op. Banks		
2,00,00,000.00	Saraswat Co-op. Bank Ltd.	--	
2,00,00,000.00	SVC Co-op. Bank Ltd.	2,00,00,000.00	
--	Punjab & Maharashtra Co-op. Bank Ltd.	--	
10,00,00,000.00	TJSB Sahakari Bank	8,00,00,000.00	10,00,00,000.00
1,07,48,86,708.50			93,30,28,070.50
1,17,71,16,486.04			1,17,62,07,045.45
	SCHEDULE-"G"		
	INVESTMENTS		
2,24,40,34,079.50	(1) Central & State Govt. Securities	2,24,69,32,331.50	
	Face Val - Rs. 2,29,01,70,000/- (Rs. 2,24,01,70,000/-)		
	Mkt Val-Rs.2,14,76,50,939.41/- (Rs.2,14,00,31,760/-)		
--	(2) Other Trustee Securities	--	
1,500.00	(3) Shares in Co-Op. Institution and Co.Op. Hsg. Soc.	1,500.00	
8,22,78,900.00	(4) PSU Bonds/ Bonds of all India Financial Institutions	7,17,15,400.00	
	(5) Adv. Premium on 8.75% IRFC	28,81,500.00	

SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	(6) Equity Warrants USFB	3,33,83,720.00	
	(7) PNCPS USFB	13,35,34,890.00	2,48,84,49,341.50
2,32,63,14,479.50			2,48,84,49,341.50
	<u>SCHEDULE-"H"</u>		
	<u>ADVANCES</u>		
	i) Short Term Loan, Cash Credit, Overdraft and Bill Discounted of which secured against:		
6,51,90,313.00	a) Government & Other approved securities Out of which overdue Rs. 39,98,308.82 (Rs. 38,84,568.00)	4,91,68,511.52	
84,24,52,833.00	b) Other Tangible Securities Out of which overdue Rs. 39,50,36,267.30 (Rs. 44,25,98,360.00).	75,97,71,017.73	
1,17,74,696.10	c) Personal Sureties Out of which overdue Rs. 00.00 (Rs. 311.00).	1,49,04,114.79	
64,05,26,649.50	d) Gold Ornaments Out of which overdue Rs. 8,57,18,974.90 (Rs. 7,49,26,196.00).	63,25,96,722.66	1,45,64,40,366.70
	ii) Medium Term Loan of which Secured against:		
2,62,06,786.71	a) Government & Other approved Securities Out of which overdue Rs. 15,59,921.00 (Rs. 20,11,356.00).	2,92,90,157.00	
19,73,56,761.60	b) Other Tangible Securities Out of which overdue Rs. 5,30,40,410.38 (Rs. 3,99,23,972.00)	22,50,62,556.47	
4,86,98,755.30	c) Personal Sureties Out of which overdue Rs. 20,33,426.00 (Rs. 69,15,968.00)	2,29,58,169.59	
1,40,24,549.50	d) Gold Ornaments Out of which overdue Rs. 15,63,411.00 (Rs. 2,84,884.00)	8,21,61,544.40	35,94,72,427.46
2,20,69,45,970.00	iii) Long Term Loans of which secured agst. Tangible securities Out of which overdue Rs. 2965.72 lakhs (Rs. 3236.60 lakhs) (of the total advances Rs. 24454.34 lakhs (Rs. 40733.58 lakhs) considered Bad & Doubtful of recovery & fully provided for Rs. 6021.03 lakhs (Previous year Rs. 7178.63 lakhs)		2,44,54,34,178.44
4,05,31,77,314.71			4,26,13,46,972.60
	<u>SCHEDULE-"I"</u>		
	1. PREMISES - GROSS BLOCK		
49,15,86,244.20	Original Cost as per Last Year	47,87,73,590.95	
39,62,729.61	Add: Additions during the year	3,55,510.00	
(1,67,75,382.86)	Less: Adjustment/Deduction/Sold during the year	(1,67,75,382.86)	
47,87,73,590.95	SUB-TOTAL (A)	46,23,53,718.09	



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SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SCHEDULE-"I"</u> Contd....		
6,39,76,025.22	Accumulated Deprn. Upto Last Year	6,79,84,752.72	
40,08,727.50	Add: Depreciation during the year	40,64,272.92	
1,67,75,382.86	Add: Amortisation on revalued amount	1,67,75,382.86	
(1,67,75,382.86)	Less: Adjustment/Deduction/Sold during the year	(1,67,75,382.86)	
6,79,84,752.72	SUB-TOTAL (B)	7,20,49,025.64	
41,07,88,838.23	TOTAL (A-B)		39,03,04,692.45
	2. FURNITURE & FIXTURES		
9,16,60,952.39	Original Cost as per Last Year	9,16,02,675.01	
18,22,947.58	Add: Additions during the year	5,02,520.92	
(18,81,224.96)	Less: Deduction/Sold during the year	(21,787.15)	
9,16,02,675.01	SUB-TOTAL (A)	9,20,83,408.78	
6,96,21,177.34	Accumulated Deprn. Upto Last Year	7,04,56,113.65	
22,58,029.69	Add: Depreciation during the year	21,48,162.34	
(14,23,093.38)	Less: Depreciation on sale during the year	(16,257.35)	
7,04,56,113.65	SUB-TOTAL (B)	7,25,88,018.64	
2,11,46,561.36	TOTAL (A-B)		1,94,95,390.14
	3. VEHICLES		
57,25,739.39	Original Cost as per Last Year	47,10,721.52	
1,01,088.63	Add: Additions during the year	--	
(11,16,106.50)	Less: Deduction/Sold during the year	(1,36,598.00)	
47,10,721.52	SUB-TOTAL (A)	45,74,123.52	
18,96,735.02	Accumulated Deprn. Upto Last Year	18,65,542.98	
5,08,926.24	Add: Depreciation during the year	4,23,520.79	
(5,40,118.28)	Less: Depreciation on sale during the year	(1,13,231.10)	
18,65,542.98	SUB-TOTAL (B)	21,75,832.67	
28,45,178.54	TOTAL (A-B)		23,98,290.85
	4. COMPUTER HARDWARE & SOFTWARE		
9,48,33,061.03	Original Cost as per Last Year	9,67,33,586.59	
48,50,601.06	Add: Additions during the year	35,62,124.13	
(29,50,075.50)	Less: Deduction/Sold during the year	(13,24,132.63)	
9,67,33,586.59	SUB-TOTAL (A)	9,89,71,578.09	
8,48,61,748.97	Accumulated Deprn. Upto Last Year	8,86,24,144.07	
67,12,471.10	Add: Depreciation during the year	43,41,956.64	
(29,50,076.00)	Less: Depreciation on sale during the year	(13,24,132.63)	
8,86,24,144.07	SUB-TOTAL (B)	9,16,41,968.08	
81,09,442.52	TOTAL (A-B)		73,29,610.01

SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	SCHEDULE-"I" Contd....		
	5. PLANT & MACHINERY		
2,55,53,229.45	Original Cost as per Last Year	2,80,71,894.92	
27,68,016.06	Add: Additions during the year	12,73,428.31	
(2,49,350.59)	Less: Deduction/Sold during the year	(72,290.75)	
2,80,71,894.92	SUB-TOTAL (A)	2,92,73,032.48	
1,56,70,749.97	Accumulated Deprn. Upto Last Year	1,70,83,653.57	
16,22,105.02	Add: Depreciation during the year	17,75,754.10	
(2,09,201.42)	Less: Depreciation on sale during the year	(53,933.98)	
1,70,83,653.57	SUB-TOTAL (B)	1,88,05,473.69	
1,09,88,241.35	TOTAL (A-B)		1,04,67,558.79
	6. CIVIL WORK		
8,26,901.45	Original Cost as per Last Year	21,57,433.93	
13,30,532.48	Add: Additions during the year	--	
-	Less: Deduction/Sold during the year	-	
21,57,433.93	SUB-TOTAL (A)	21,57,433.93	
6,51,508.79	Accumulated Deprn. Upto Last Year	6,97,094.58	
45,585.79	Add: Depreciation during the year	1,57,886.25	
-	Less: Depreciation on sale during the year	-	
6,97,094.58	SUB-TOTAL (B)	8,54,980.83	
14,60,339.35	TOTAL (A-B)		13,02,453.10
45,53,38,601.35	TOTAL FIXED ASSETS (1+2+3+4+5+6)		43,12,97,995.34
	SCHEDULE "J"		
	OTHER ASSETS		
4,89,32,372.57	Miscellaneous Assets	5,74,79,079.79	
2,44,77,246.78	TDS Paid	2,41,06,978.15	
3,96,50,000.00	Advance Tax	1,60,50,000.00	
1,14,75,000.00	Deposit on Rental Premises	1,12,85,000.00	
13,58,235.89	Deposits with BEST, BMC etc.	13,62,231.89	
24,90,201.12	Stock of Printing & Stationery	25,08,155.00	
--	Non Banking Asset	--	
4,00,00,000.00	Sundry Debtors Non Banking Assets	4,25,17,660.00	
--	Unamortised VRS	--	
			15,53,09,104.83
16,83,83,056.36			15,53,09,104.83



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SCHEDULES TO BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SCHEDULE-"K"</u>		
	<u>PROFIT AND LOSS ACCOUNT</u>		
(16,34,86,181.41)	Profit as per last Balance Sheet	(25,44,69,836.09)	
-	Less : Transferred to General Reserve & Special Reserve	-	
(16,34,86,181.41)		(25,44,69,836.09)	
	<u>Less: Appropriations</u>		
-	Reserve Fund	-	
-	Proposed Dividend	-	
-	Reserve for Contingency Fund	-	
-	Reserve for Education Fund	-	
-	Building Fund	-	
-	Member's Welfare Fund	-	
-	Staff Welfare Fund	-	
-	Exgratia to Employees	-	
-	Golden Jubilee Fund	-	
-	Golden Ex- Gratia Fund	-	
(16,34,86,181.41)	Balance of Profit Carried down	(25,44,69,836.09)	
--	Add : Prior period Income	21,820.93	
(3,00,649.88)	Less : Prior period Expense	(8,400.00)	
2,72,00,000.00	Add : Investment Fluctuation Reserve		
(11,78,83,004.80)	Add: Net Profit / (Loss) as per Profit and Loss A/c.	1,17,74,807.49	(24,26,81,607.67)
(25,44,69,836.09)			(24,26,81,607.67)

SCHEDULES TO PROFIT AND LOSS ACCOUNT

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	SCHEDULE- "L"	
	OTHER EXPENDITURE	
10,84,843.98	Bank Charges	12,96,995.29
30,88,922.80	Conveyance Charges	8,98,121.00
14,11,985.62	Miscellaneous Expenses	32,17,330.84
5,21,603.00	Meeting Expenses	3,89,268.00
30,000.00	Meeting Allowance	--
4,27,981.70	Training Expenses	6,18,005.24
2,05,079.00	Travelling Expenses	1,19,626.90
1,14,115.00	Transportation Charges	1,825.00
2,04,460.00	Subscription	1,09,907.00
3,09,112.00	Water Charges	2,67,887.00
61,97,717.36	Security Charges A/c	69,72,653.36
5,76,538.64	Expansion & Development	15,24,307.30
69,947.82	Recovery Expenses	--
25,000.00	R.T.O.Charges	23,000.00
37,29,067.65	Staff Welfare Expenses	16,65,747.00
4,06,938.00	Vehicle Fuel	4,42,904.00
2,50,983.91	Vehicle Maintenance	3,93,569.37
15,36,187.66	Professional Charges	17,33,420.00
3,53,170.00	Consultancy Charges	8,95,750.00
38,649.41	CIBIL Charges	29,878.98
16,378.00	Service Tax Charges	--
2,39,336.25	Deferred Exp W./Off Maz Br. Pre	4,74,000.00
1,04,794.41	Cluster 1 Mumbai Expense	9,124.00
62,098.00	Cluster 2 Thane Expense	13,305.00
2,49,240.00	Cluster 3 Raigad Expense	2,42,605.00
2,13,347.00	Cluster 4 Ratnagiri Expense	3,56,047.85
	Donation A/c	--
43,94,666.00	Commission Misc.	59,26,054.00
9,87,985.06	Commission on YES BANK ATM Transaction	--
2,17,859.53	Commission on IMPS Expenses	2,16,086.93
9,05,138.13	Commission on UPI Expenses	17,52,140.25
31,88,827.62	Commission Nfs/Rupay Iss A/c	49,90,616.01
1,96,364.84	Pos Issuer Commission A/c.	1,35,305.55
28,88,911.83	Computer Software	24,36,962.79
9,02,510.82	Computer Maintenance	10,74,554.06
8,37,302.30	Computer Maintenance (AMC)	10,75,623.73



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SCHEDULES TO PROFIT AND LOSS ACCOUNT

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	SCHEDULE- "L" Contd...		
78,480.00	Router Modem Maintenance	1,57,807.48	
5,607.50	Expense on IT Call Center	24,269.32	
53,26,804.27	Maintenance Charges	50,88,013.42	
8,99,764.90	Maintenance (AMC)	7,99,819.59	
7,85,305.03	Maintenance IMPS Charges	8,89,479.14	
18,34,650.89	Maintenance RUPAY Switch Charges	17,82,339.11	
3,36,810.00	Maintenance Net Banking	3,40,020.00	
38,17,373.45	Maintenance UPI Charges	89,35,033.02	
5,06,478.78	Maintenance ATM Monitoring	1,92,330.00	
9,67,303.84	ATM Maintenance AMC A/c.	12,66,654.00	
6,46,597.69	UPS Maintenance AMC A/c.	6,15,689.00	
48,36,330.00	CBS Maintenance Charges AMC	59,03,325.00	
--	Travell and Halt Allowance	1,54,384.00	
--	CCIL Charges	1,89,095.00	
--	Maintenance of Positive Pay	35,400.00	
--	Penalty Charges	2,00,000.00	
13,50,009.20	Annual General Meeting Expense	15,63,308.72	
	Interest From USFB	41,50,835.00	7,15,90,423.25
5,73,78,578.89			7,15,90,423.25
	Excess / Short Provision for Income Tax		
7,94,144.00	Short Provision for Income Tax AY 2017-18		
5.00	Short Provision for Income Tax AY 2018-19		
(43,49,740.00)	Excess Provision for Income Tax AY 2020-21		
(35,55,591.00)			

SCHEDULES - "M"

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2023

I.

1. Overview

The **Kokan Mercantile Cooperative Bank Ltd.**, (The Bank) was incorporated on 1969 and has completed its 54 years of provision of wide range of Banking and Financial Services including commercial Banking and Treasury Operations. The area of operation is extends to the territory of the Union of India.

2. Basis of Preparation

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and are in conformity with the statutory requirements prescribed under the Banking Regulation Act 1949, The Maharashtra Co-operative Societies Act, 1960, circulars and guidelines issued by the Reserve Bank of India (RBI), 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 requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses for the reporting period. Actual results could differ from these estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revision in the accounting estimates is recognized prospectively.

II. SIGNIFICANT ACCOUNTING POLICIES

1. Accounting Convention

The financial statements are drawn up keeping in mind the historical costs and going concern concept and in accordance with generally accepted accounting principles and practices prevailing in Co-Operative Banks in India except otherwise stated.

2. Revenue Recognition

Income and expenditure are accounted on accrual basis except as stated below:

- a. Interest on Advances classified as Sub-standard, Doubtful or Loss Assets is recognized on realization. Unrealised interest on non-performing advances is parked under "Overdue Interest Reserve" and correspondingly shown under "Interest Receivable".



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- b. Interest on Fixed Income Securities is recognized on accrual basis in case it is serviced regularly. Dividend Income is accounted on declaration of dividend.
- c. Leave encashment and Annual Maintenance Contract Fees are accounted on accrual basis.
- d. Expenses of capital nature and otherwise like software, election expenses and Voluntary Retirement Scheme (VRS) expenditure etc., are treated as Deferred Revenue Expenditure and are written off as under:

Software	3 years
Election Expenses	5 years
VRS	5 Years

3. Advances

- (i) Advances are classified into Standard, Sub-Standard, Doubtful and Loss Assets in accordance with the guidelines issued by the Reserve Bank of India from time to time.
- (ii) Provision on Advances categorized under Sub-Standard, Doubtful and Loss Assets is made in accordance with the guidelines issued by the Reserve Bank of India and is reduced from advances in compliance with above mentioned RBI circular. In addition, a general provision on standard assets is made as per RBI guidelines.

4. Investments:

- (I) Investments are classified in the following categories, as required by the R.B.I. guidelines:
 - a) Held to Maturity (HTM) – These comprise the investments which the bank intends to hold till maturity.
 - b) Held for Trading (HFT) – Securities which are held for resale within 90 days from the date of acquisition.
 - c) Available for Sale (AFS) – Investments which are not classified in the above two categories.
- (ii) Investments have been classified under 4 groups for the purpose of disclosure in the Balance Sheet as required by above mentioned RBI circular as under:
 - a. Government securities,
 - b. Other Approved Securities,
 - c. Shares,
 - d. Debentures and Bonds
- (iii) Reserve fund investments

Investment earmarked against Statutory Reserve Funds and other funds and Investments under HTM category are treated as Permanent Investments and carried at cost. Other Investments are treated as Current Investments as required by AS 13 of Institute of Chartered Accountants of India.

- (iv) (a) Cost of Brokerage, Fees, Commission and broken period interest at the time of acquisition of securities are recognised as revenue expenses.
- (b) Investments in “Available for Sale” / “Held for Trading” are valued category wise and script wise at lower of book value (cost), face value or market value. Depreciation, if any, in each category is provided for and net appreciation, if any, is ignored. The market value for the purpose of valuation of investment included in the “Available for Sale” & the “Held for Trading” categories is the market price of the scrip as available from the trades/ quotes on the stock exchange, SGL Account, Financial Benchmark India Pvt. Ltd.(FBIL), or Bloomberg.
- (c) In the case of investment classified under “Held to Maturity” (HTM) category, the premium amount, being the difference between the book value (cost) and face value is being amortized in equal installment over the remaining period for maturity. In case the security is purchased at a discount to the face value, the same is being booked as profit only at the time of maturity / sale of the security.
- (d) Interest income on the investments is recognized on the accrual basis.
- (e) In case any investment is classified as non-performing, the necessary provision is done on that account and unrealized interest on non performing Investment is accounted on realization basis.

5. Events Occurring After The Balance Sheet Date (AS-4)

While classifying the loan accounts as performing or otherwise, the Bank has given due regard to the events occurring after the Balance Sheet date, like closure / regularization of NPA account by genuine recovery etc., till the date of approving the financial statements, which has effect of altering the status of the account. Other than this, there is no event after the balance sheet date which may be deemed to have any material impact on the financial statements.

6. Property, plant and equipments (AS-10)

- i) Fixed Assets are stated at historical cost less accumulated depreciation in accordance with AS-10 issued by ICAI. Fixed Assets include incidental expenses incurred on acquisition and installation of the assets
- ii) Depreciation is provided on written down value on all the fixed assets except computers and premises. Depreciation on computers is calculated under Straight Line Method.
- iii) Depreciation on premises is calculated on the basis of rate determined with reference to residual life of each item of premises.
- iv) Fixed assets are depreciated at the rates as determined by the management except depreciation on computers which is charged @ 33 1/3% as per RBI guidelines, which is as under:

Furniture & Fixtures	10%
Vehicles	15%
Computers	33 1/3%
Plant and Machinery	15%
Civil Work	10%



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- v) Depreciation on assets purchased are charged on Pro-rata basis to the extent of asset put to use.
- vi) Profit / Loss on sale or disposal of asset is recognized in the year in which such sale or disposal takes place.
- vii)
 - a) The surplus arising out of revaluation of premises carried out is credited to the Revaluation Reserve in the Balance Sheet. This reserve is used to amortise the surplus arising out of difference between revalued carrying amount of the asset and its original cost over the remaining useful life of the premises.
 - b) The whole of revaluation surplus is transferred to the general reserves when the asset is derecognised, retired or disposed of.
 - c) 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. Correspondingly, yearly amortization of revaluation surplus of the premises is debited to revaluation reserve with identical credit to general reserve.

7. Staff Retirement Benefits (AS-15):

- (i) The liability towards gratuity is assessed on actuarial valuation in accordance with Projected Credit Unit Method as per Accounting Standard – 15 (Revised) and the same is fully provided for.
- (ii) Bank's contribution to Provident Fund is accounted for on the basis of contribution to the scheme.
- (iii) Leave encashment is accounted on accrual basis. As per actuarial valuation, liability works out to Rs. 408.73 Lakhs. The Bank has decided to make a provision of Rs. 101.74 in the current year in view of the present financial position of the bank and to make the provision of the balance amount of Rs.306.99 Lakhs during the next couple of years.

8. Segment Reporting (AS-17):

In accordance with the Accounting Standard -17 issued by ICAI, 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.

9. Leases (AS 19):

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 ICAI.

10. Earnings Per Share (AS 20):

Basic and diluted earnings per share are calculated by dividing the net profit for the period by the weighted average number of shares outstanding during the year. The weighted average number of shares is calculated on monthly basis.

11. Accounting For Taxes On Income (AS 22):

- a) Tax expense comprises of both deferred and current taxes. Deferred income taxes 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.
- b) Deferred Tax is based on tax rates and the tax laws effective at the Balance Sheet date.
- c) Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

12. Intangible Assets (AS-26) :

Computer Software purchased for Bank's use is amortized on a Straight Line Method (SLM) basis @ 33 1/3%, considering the useful life as 3 years, in accordance with RBI guidelines.

13. Provisions, contingent liabilities and contingent assets (AS-29):

A provision is recognized when the 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, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value except in case of decommissioning, restoration and similar liabilities that are recognized as cost of Property, Plant and Equipment and are 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:

- i) 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
- ii) 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.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually

14. Non-Banking Assets acquired in satisfaction of claim

Non-Banking Assets (NBAs) acquired in satisfaction of claim is carried at lower of Net Book Value and Net Realisable Value.



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III. NOTES ON ACCOUNTS:

1) Investment:

- a) Bank is not holding any investment under HFT category. Investment under AFS category as on 31.03.2023 is Rs.9164.48 Lakhs. Bank should have IFR to the extent of Rs.458.22 Lakhs as per RBI guidelines. However, the Bank's IFR as on 31.03.2023 is Rs.188.73 Lakhs. Hence, there is shortfall of Rs.269.49 Lakhs in IFR account.
 - b) Reserve Bank of India vide its latest circular No.DOR.MRG.REC.46/00-00-011/2022-23 dated 10.06.2022 regarding provisioning of Inter Bank Exposure has clarified that UCB shall continue to make provisions on Inter Bank Exposures arising from outstanding uninsured deposits as per Circular dated April 20, 2020 ibid until the actual allotment of PNCPS / Equity Warrants. After the allotment of PNCPS / Equity Warrants, the provisions made on exposures arising from deposits shall be reversed only if such provisions are in excess of loss, if any, due to treatment of PNCPS and Equity Warrants. Further, as per above circular, at present no provision need to be made on investment in Equity Warrants.
 - c) The Bank has made provision towards deposits held with PMC Bank (now Unity SFB) to the extent of @20% of Rs.51.58 Lakhs in the current year as 4th installment of the provision as per the RBI guidelines towards Investment in Unity SFB of Rs.1669.19 lakhs. As such, total provision made by the Bank towards Unity SFB deposits is Rs.1078.00 as on 31.03.2023.
 - d) During the year, the Bank has received 13353489 PNCPSs of Rs.10/- each of Rs.13,35,34,890.00/- and 33383720 EWs of Re. 1/- each of Rs. 3,33,83,720.00. These Equity Warrants shall be converted into shares of Unity SFB as and when Unity SFB shall offer the shares in Initial Public Offer (IPO). Since exposure of the Bank in PMC Bank is now converted in securities of Unity SFB as on the date of Balance Sheet, accordingly the Bank has classified the said Converted Securities of Unity SFB amounting to Rs.1669.19 Lakhs as Non SLR Investment as on 31.03.2023.
- 2) No provision for Income Tax is made in the accounts since there is no tax liability as per the Computation of Income of the Bank. However, Deferred Tax credit is made in the account.
 - 3) Balances in the accounts i.e. Unidentified Deposits of Rs. 70,21,396.65, Other Creditors of Rs.3,03,82,693.10, Miscellaneous Assets of Rs.5,74,79,079.79, Deposit on Rental Premises of Rs.1,12,85,000.00, Deposits with BEST, BMC of Rs. 13,62,231.89 and other Nominal Accounts are subject to confirmation, reconciliation and consequential adjustments, if any, the effect of which will be given upon reconciliation thereof. Management, however, does not expect any material impact thereof on the accounts of the Bank.
 - 4) Prior Period Expenses and Income (AS-5)

The Bank has incurred prior period expenses of Rs.0.08 lakhs and prior period income of Rs. 0.22 which is shown "Below the line" in Profit & Loss Account. It will not have any material effect on the loss of the Bank.

5) Property, Plant and Equipments (AS-10)

- a) The Bank has disclosed the fixed assets and depreciation in the Balance Sheet in accordance with AS-10 issued by ICAI but Bank Fixed Asset Register is subject to reconciliation in accordance with said accounting standards.
- b) The Bank has debited yearly amortization of revaluation surplus of the premises of Rs.167.75 Lakhs to Profit and Loss account along with depreciation of Rs.40.64 Lakhs on original cost of premises. Correspondingly, yearly amortization of revaluation surplus of the premises of Rs. 167.75 Lakhs is debited to revaluation reserve with identical credit to general reserve.

6) Retirement Benefits (AS-15)

- a) The Bank is accounting leave encashment on accrual basis. As per the actuarial valuation as on 31.03.2023, it has Present Value of Obligations (PVO) of Rs.408.73 Lakhs as compared to Fair Value of Plan Assets (FVP) of Rs.Nil resulting in provision requirement for leave encashment of Rs.408.73 Lakhs as against the balance of Rs.101.74 under the head “Provision for Leave Encashment” resulting in shortfall of Rs.306.99 lakhs. The Bank proposes to make provision for the balance amount over the next couple of years.
- b) The Bank's Present Value of Obligations (PVO) of gratuity is Rs.1194.54 Lakhs as compared to Fair Value of Plan Assets (FVP) of gratuity of Rs.1385.07 Lakhs resulting in Gratuity asset of Rs.190.52 Lakhs. Hence there is no provision requirement as on 31.03.2023.



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c) The details as required by Accounting Standard 15 (Revised) pertaining to Gratuity is as under:

Sr. No.	PARTICULARS	Gratuity (Funded) 31.03.2023	Gratuity (Funded) 31.03.2022
1	Discount rate	7.24%	7.04%
2	Expected Return on plan assets	7.00%	7.00%
3	Salary escalation rate	8.00%	8.00%
4	Reconciliation of opening and closing balance of the present value of the defined benefit obligation:		
i.	Present value of obligation as at 01.04.2022	1204.94	1372.00
ii.	Interest cost	81.10	84.87
iii.	Current service cost	55.06	69.00
iv.	Liability transfer in		
v.	Benefits paid	-120.07	-143.90
vi.	Actuarial (gains) / loss on obligations	-26.49	-177.03
vii.	Present value of obligation as at 31-03-2023	1194.54	1204.94
5	Reconciliation of opening & closing balance of fair value of fair plan assets:		
i.	Fair value of plan assets as at 01-04-2022	1226.66	1390.36
ii.	Adjustments to opening balance	114.46	-152.35
iii.	Expected return on plan assets	93.17	85.84
iv.	Contributions	100.00	100.00
v.	Benefits paid	-120.07	-143.90
vi.	Actuarial (gain) / loss on plan assets	-29.16	-53.29
vii.	Fair value of plan assets as at 31-03-2023	1385.07	1226.66
6	Amount recognized in Balance Sheet		
i.	Present value of obligations as at 31-03-2023	1372	1204.94
ii.	Fair value of Plan Assets as at 31-03-2023	1390.35	1226.66
	Fund status	190.52	21.72
iii.	Assets / (liability) as at 31-03-2023	190.52	21.72
8	Expenses recognized in Profit & Loss Account		
i.	Current service cost	55.06	69.00
ii.	Interest cost	81.10	84.86
iii.	Expected Return on planned Assets	-93.18	-85.83
iv.	Net actuarial (gain) / loss	2.67	-123.75
v.	Expenses to be recognized in Profit & Loss Account	45.66	- 55.72

7. Primary Segment Reporting (By Business Segments) Accounting Standard 17 (AS 17)

(Rs. in Lakhs)

Particulars	Treasury	Other Banking Operations	Total
			31st March 2023
Revenue	2,208.34	4,663.14	6,871.49
	(1,860.43)	(4,180.87)	(6,041.30)
Segment Cost	426.14	6,338.82	6,674.97
	(43.54)	(6,252.69)	(6,296.23)
Result	1,782.20	-1,675.68	106.52
	(1,816.89)	(-2,071.82)	(-254.93)
Less: Provisions and Contingencies			293.32
			(-1,184.87)
Add: Reserves & Funds written back			298.83
			(212.04)
Profit / (Loss) Before Tax			112.03
			(-1,227.76)
Less/ (add): Income Tax/ Deferred Tax Asset			-5.72
			(48.93)
Net Profit / (Loss) After Tax			117.75
			(-1178.83)
OTHER INFORMATION			
Segment Assets	25,559.73	69,852.38	95,412.11
	(34,702.23)	(53,593.60)	(88,295.83)
Unallocated Assets			314.48
			(3,719.83)
Total Assets			95,726.59
			(92,015.66)
Segment Liabilities	642.73	94,965.80	95,608.53
	(1,846.65)	(85,175.58)	(87,022.23)
Unallocated Liabilities			118.06
			(4,993.43)
Total Liabilities			95,726.59
			(92,015.66)



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- i) Last years figures are in brackets().
- ii) The Bank is catering mainly to the needs of Indian customers, operates as a single unit in India, hence separate information regarding geographical segment is not given.
- iii) Business segments are classified as under---

 - a) Treasury: Dealing operations in Money Market Instruments, Trading/ Investment in Bonds/ Government Securities.
 - b) Other Banking Operations: Local finance / services.

- iv) The above segments are reported based on the nature of products/services and their attributable risks/returns, overall organizational structure and the internal management reporting system of the Bank.

8) **Related Parties and Disclosure (AS-18)**

The Bank is a Co-operative Society under the Multi State Co-operative Societies Act, 2002 and there are no Related Parties requiring disclosure under Accounting Standard 18 issued by I.C.A.I., other than Key Management Personnel Mr. Sadanand Nayak, Chief Executive Officer of the Bank. However, in terms of the Reserve Bank of India Circular dated 29.03.2003, he being a single party covered by this category, no further details thereon need to be disclosed.

9) **Leases (AS 19)**

Lease rental obligations in respect of assets taken on operating lease are charged to Profit and Loss Account on straight-line basis over the lease term. Initial direct costs are charged to Profit and Loss Account.

The Bank has cancellable operating leases and the disclosures under AS-19 on “Leases” issued by ICAI are as follows:

(Rs. in Lakhs)

Particulars	31.03.2023	31.03.2022
Future lease rental payable as at the end of the year:		
- Not later than one year	29.14	30.07
- Later than one year and not later than five year	55.59	43.40
- Later than five years		
Total of minimum lease payments recognized in the profit and loss account for the year.	50.62	48.26
Total of future minimum sub-lease payment expected to be received under non-cancellable sub-lease	0.00	0.00
Sub-lease payments recognized in the profit and loss account for the year	0.00	0.00

10) Earnings per Share (EPS) (AS 20) :

	Particulars	31.03.2022	31.03.2023
A	Profit / (Loss) after tax (Rs. In Lakhs)	(1178.83)	117.75
B	Nominal value of Share (Rs. Per Share)	Rs. 25/-	Rs. 25/-
C	Number of Equity shares used as the denominator	6426524.00	6693185.00
D	EPS – Basic & Diluted (in Rs.)	(18.34)	1.76

11) Consolidated Financial Statements (AS-21)

Since Bank does not have any Subsidiary Companies/ Co-Operative Societies, the Accounting Standard 21 (AS-21) regarding consolidated financial statements is not applicable to the Bank.

12) Accounting for taxes on Income (AS-22)

The major components of Deferred Tax Liability (net) arising on account of timing differences between book profit and taxable profits as at 31st March, 2023 are as follows:

Particulars	Balance as on 31.03.2022	For the Year	Balance as on 31.03.2023
Deferred Tax Asset			
Depreciation on Fixed Assets	(194.73)	4.53	(190.20)
Bad & Doubtful Debts Reserve	445.15	32.97	478.12
Leave Encashment	2.09	(11.82)	(9.73)
Provision for Restructured Assets	36.29	00.00	36.29
Net Deferred Tax Asset (Liability) (A-B)	288.80	25.68	314.48

The application of Deferred Tax has resulted in a net credit of Rs. 25.68 lakhs to the Profit and Loss Account for the year ended March, 2023. The closing Deferred Tax Assets (net) of Rs. 314.48 lakhs have been shown separately in the Balance Sheet.



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13) **Details of Expenditure on Computer Software (AS-26)**

Details of Computer Software in accordance with Accounting Standard 26 on Intangible Assets issued by ICAI are as under:

Particulars	Amount (Rs. in Lakhs)	
	31.03.2022	31.03.2023
Carrying amount at the beginning of the year	8.37	4.03
Add: Additions during the year	2.73	0.00
	11.10	4.03
Less: Amortisation during the year	7.07	2.83
Carrying amount at the end of the year	4.03	1.20

14) **Impairment of Asset (AS-28)**

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

15) **AS-29 - Contingent Liabilities**

Particulars	31.03.2022	31.03.2023
Bank Guarantees	3,22,40,647.00	3,06,07,605.00

16) **Contingent Liabilities – Others**

Bank's Income Tax Assessment for A.Y. 2014-15 is finalised. The Income Tax department has raised a demand of Rs.1,36,24,590.00. Being aggrieved by the demand, the bank has filed an appeal against the demand. However, there is a contingent liability of Rs. 1,36,24,590.00 on the bank.

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

IV) Disclosure as per RBI Circular No. DOR.ACC.REC.No.45/21.04.018/2021-22 dated 30th August 2021

1. Regulatory Capital

a) Composition of Regulatory Capital

(Rs. in Lakh)

Sr. No.	Particulars	Current Year	Previous Year
i)	Paid up share capital and reserves (net of deductions, if any)	1,426.58	1340.88
ii)	Other Tier 1 capital	2,972.64	2684.94
iii)	Tier 1 capital (i + ii)	4,399.22	4,025.82
iv)	Tier 2 capital	1,733.24	1808.73
v)	Total capital (Tier 1+Tier 2)	6,132.46	5,834.55
vi)	Total Risk Weighted Assets (RWAs)	43,980.28	41805.60
vii)	Paid-up share capital and reserves as percentage of RWAs	3.24%	3.21%
viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	10.00%	9.63%
ix)	Tier 2 Ratio (Tier 2 capital as a percentage of RWAs)	3.94%	4.33%
x)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	13.94%	13.96%
xi)	Leverage Ratio	Nil	Nil
xii)	Percentage of shareholding of	Nil	Nil
	a) Government of India b) State Government (specify name) c) Sponsor Bank		
xiii)	Amount of paid-up equity capital raised during the year	85.70	32.35
xiv)	Amount of non-equity Tier 1 capital raised during the year, of which: Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant	Nil	Nil
xv)	.Amount of Tier 2 capital raised during the year, of which Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant.	Nil	Nil

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b) Draw down from Reserves

The Bank has not drawn any amount from free reserves to Profit & Loss Account during the year 2022 - 2023

2) Assed Liability Management

a) Maturity pattern of certain items of assets and liabilities.

(Amount in ₹ Lakhs)

	1 to 14 days	15 to 28 days	29 days to 3 months	Over 3 months and to 6 months	Over 6 months and upto 1 years	Over 1 year and upto 3 years	Over 3 years and upto 5 years	Over 5 years
Deposits	4693.43	133.57	3421.77	6813.77	9884.87	48036.30	723.19	240.77
Advances	919.44	716.12	2583.38	2858.98	3594.62	12504.72	4602.54	7532.00
Investments	7964.50	53.24	58.12	40.55	195.75	199.47	699.23	15219.63
Borrowings	--	--	--	--	--	--	--	--
Foreign Currency	--	--	--	--	--	--	--	--
Foreign Currency liabilities	--	--	--	--	--	--	--	--

3) Investments**a) Composition of Investment Portfolio****As at 31.03.2023**

(Amount in ₹ Lakh)

	Investment in India							Total Investments outside India
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	
Held to Maturity								
Gross	14,050.82	0	0.02	0	0	0	14,050.84	0
Less : Provision for non-Performing Investments (NPI)	0	0	0	0	0	0	0	0
Net	14,050.82	0	0.02	0	0	0	14,050.84	0
Available for Sale								
Gross	8,418.50	0	0	745.97	0	1,669.19	10,833.66	0
Less : Provision for Depreciation and NPI	454.00	0	0	0	0	0	454.00	0
Net	7,964.50	0	0	745.97	0	1,669.19	10,379.66	0
Held for Trading								
Gross	0	0	0	0	0	0	0	0
Less : Provision for Depreciation and NPI	0	0	0	0	0	0	0	0
Net	0	0	0	0	0	0	0	0
Total Investments	22,469.32	0	0.02	745.97	0	1,669.19	24,884.50	0
Less : Provision for non-Performing Investments	0	0	0	0	0	0	0	0
Less : Provision for Depreciation and NPI	454.00	0	0	0	0	0	454.00	0
Net	22,015.32	0	0.02	745.97	0	0	24,430.50	0



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As at 31.03.2022

(Amount in ₹ Lakh)

	Investment in India							Total Investments outside India
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	
Held to Maturity								
Gross	10,513.32	0	0.02	0	0	0	10,513.34	0
Less : Provision for non-Performing Investments (NPI)	0	0	0	0	0	0	0	0
Net	10,513.32	0	0.02	0	0	0	10,513.34	0
Available for Sale								
Gross	11,927.02	0	0	822.79	0	0	12,749.81	0
Less : Provision for Depreciation and NPI	631.50	0	0	0	0	0	631.50	0
Net	11,295.52	0	0	822.79	0	0	12,118.31	0
Held for Trading								
Gross	0	0	0	0	0	0	0	0
Less : Provision for Depreciation and NPI	0	0	0	0	0	0	0	0
Net	0	0	0	0	0	0	0	0
Total Investments	22,440.34	0	0.02	822.79	0	0	23,263.15	0
Less : Provision for Non Performing Investments	0	0	0	0	0	0	0	0
Less : Provision for Depreciation and NPI	631.50	0	0	0	0	0	631.50	0
Net	21,808.84	0	0.02	822.79	0	0	22,631.65	0

b) Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Amount in ₹ Lakhs)

Particulars	Previous Year	Current Year
i) Movement of provisions held towards depreciation on investments		
a) Opening balance	310.72	631.50
b) Add: Provisions made during the year	320.78	
c) Less: Write off / write back of excess provisions during the year		(177.50)
d) Closing balance	631.50	454.00
ii) Movement of Investment Fluctuation Reserve		
a) Opening balance	460.73	188.73
b) Add: Amount transferred during the year		
c) Less: Drawdown	272.00	0.00
d) Closing balance	188.73	188.73
iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category	1.58%	1.74%

c) Sale and transfers to / from HTM category

There are no sale / transfer transactions to / from HTM category made by the Bank during the year in excess of 5% of book value of investments held in HTM category at the beginning of the year.

d) Non-SLR investment portfolio

l) a) Non-performing non-SLR investments

(Rs. in Lakhs)

Sr. No.	Particulars	Current Year	Previous Year
a)	Opening Balance	--	--
b)	Additions during the year since 1st April	--	--
c)	Reductions during the above period	--	--
d)	Closing Balance	--	--
e)	Total Provisions held	--	--



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b) Non-performing Investments in Fixed Deposits :

(Rs. in Lakhs)

Particulars	Current Year	Previous Year
Opening Balance	1,710.69	1669.19
Additions during the year since 1st April	Nil	41.50
Reductions during the above period	1710.69	Nil
Closing Balance	Nil	1710.69
Total Provisions held	1,078.00	1026.42

ii) Issuer composition of Non-SLR Investments

(Rs. in Lakhs)

Sr. No.	Issuer	Amount		Extent of Private Placement		Extent of Below Investment Grade Securities		Extent of 'Unrated' Securities		Extent of 'Unlisted' Securities	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
(1)	(2)	(3)		(4)		(5)		(6)		(7)	
a)	PSUs	347.66	424.48	--	--	--	--	--	--	347.66	424.48
b)	FIs	398.31	398.31	--	--	--	--	--	--	398.31	398.31
c)	Banks	--	--	--	--	--	--	--	--	--	--
d)	Private Corporates (ARC's)	--	--	--	--	--	--	--	--	--	--
e)	Subsidiaries / Joint Ventures	--	--	--	--	--	--	--	--	--	--
f)	Others	1669.19	--	--	--	--	--	--	--	1669.19	--
g)	Provision held towards depreciation	454.00	631.50	--	--	--	--	--	--	454.00	631.50
	Total	2,415.16	822.79	--	--	--	--	--	--	2,415.16	822.79

e) Repo Transactions (in face value terms)

There were no Repo/Reverse Repo Transactions during the year.

4) Asset Quality**a) Classification of advances and provisions held**

	Standard	Non-Performing			Total	
	Total Standard Advances	Sub-Standard	Doubtful	Loss	Total Non-Performing Advances	
Gross Standard Advances and NPAs						
Opening Balance	29,701.81	4,182.49	6,374.21	272.66	10,829.36	40,531.17
Add: Additions during the year						0.00
Less: Reductions during the year*	5,609.99					5,609.99
Closing balance	35,311.80	1,007.97	6,021.03	273.00	7,301.67	42,613.47
*Reductions in Gross NPAs due to:						
Upgradation						
Recoveries (excluding recoveries from upgraded accounts)						
Write-offs						
Provisions (excluding Floating Provisions)						
Opening balance of provisions held	201.11	413.00	2,464.34	273.00	3,150.00	3351.11
Add: Fresh provisions made during the year		99.95	52.44			152.39
Less: Excess provision reversed/write off						
Closing balance of provisions held	201.11	100.80	2,907.54	273.00	3,281.00	3,482.11
Net NPAs						
Opening Balance – Gross NPA		3,769.49	3,909.87		7,679.36	
Add: Fresh additions during the year		999.47	163.69			
Less: Reductions during the year			1,198.31			
Closing Balance	35,110.69	907.17	3,113.49		4,020.67	
Floating Provisions						
Opening Balance						
Add: Additional provisions made during the year						
Less: Amount drawn down during the year						
Closing balance of floating provisions						

Ratios (in per cent)	Current Year	Previous Year
Gross NPA to Gross Advances	17.13%	26.72%
Net NPA to Net Advances	10.59%	20.65%
Provision coverage ratio	44.93%	29.09%



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b) **Sector-wise Advance and Gross NPAs**

(Amount in ₹ Lakhs)

Sr. No.	Sector*	Current Year			Previous Year		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advance in that Sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advance in that Sector
i)	Priority Sector						
a)	Agriculture and allied activities	428.52	190.25	44.40%	515.92	248.22	48.11%
b)	Advances to industries sector eligible as priority sector lending	2,827.40	871.52	30.82%	2,663.32	461.13	17.31%
c)	Services	15,490.43	3,196.18	20.63%	16,833.57	5,322.90	31.62%
d)	Personal Loans	5,616.74	241.71	4.30%	4,896.42	327.28	6.68%
	Sub Total (i)	24,363.09	4,499.66	18.47%	24,909.23	6,359.60	25.53%
ii)	Non - Priority Sector						
a)	Agriculture and allied activities						
b)	Industry						
c)	Services						
d)	Personal Loans	18,250.38	2,802.01	15.35%	15,621.94	4,469.83	28.61%
	Sub Total (ii)	18,250.38	2,802.01	15.35%	15,621.94	4,469.83	28.61%
	Total (i + ii)	42,613.47	7,301.66	17.13%	40,531.17	10,829.36	26.72%

To be computed as per applicable regulatory instructions.

c) **Details of financial assets sold to Asset Reconstruction Companies (ARCs)**

- i) The Bank has not sold any Non-performing assets to Asset Reconstruction Companies (ARCs) either in the current year or in the previous year.
- ii) Investments in Security Receipts (SRs)
Bank has not made any investment in security receipts either in the current year and in the previous year.

d) Details of non-performing financial assets purchased / sold from / to other banks / Financial Institutions/NBFCs (excluding ARCs)

i) *The Bank has neither purchased nor sold Non-performing financial assets from / to other Banks / financial Institutions / NBFCs (excluding ARCs) either in the previous year or in the current year.*

e) Fraud accounts

Banks shall make disclose details on the number and amount of frauds as well as the provisioning thereon as per template given below.

	Current Year	Previous Year
Number of frauds reported	--	--
Amount involved in fraud (₹ lakhs)	--	--
Amount of provision made for such frauds (₹ lakhs)	--	--
Amount of Unamortised provision debited from 'other reserves' as at the end of the year. (₹ lakhs)	--	--

f) Disclosure under Resolution Framework for COVID-19-related Stress Format for disclosures to be made half yearly starting September 30, 2021

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:

(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 invocation of the plan and implementation	(E) Increase in provision on account of the implementation of the resolution plan
Personal Loan	--	--	--	--	--
Corporate persons*	--	--	--	--	--
Of which, MSMEs	114	3,707.24	--	--	65.91
Others	127	1,556.90	--	--	46.42
Total	241	5,264.14	--	--	112.33

As defined in section 3(7) of the Insolvency and Bankruptcy code , 2016



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5. Exposures

a) Exposure to real Estate Sector

(Amount in ₹ Lakhs)

Category	Current Year	Previous Year
I) Direct exposure		
a) Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits.	5,776.03	5995.29
b) Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	4,096.93	3729.56
c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures – i. Residential ii. Commercial Real Estate	--	--
II) Indirect Exposure Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	--	--
Total Exposure to Real Estate Sector	9,872.96	9724.85

b) Exposure to Capital Market

Particulars	Current Year	Previous Year
Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds;	--	--

c) Unsecured advances

Banks shall disclose the total amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken as also the estimated value of such intangible collateral as per the following format.

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total unsecured advances of the bank	284.48	604.73
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken estimated value of such intangible securities	--	--

6. Concentration of deposits, advances, exposures and NPAs**a) Concentration of deposits**

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total deposits of the twenty largest depositors	5,887.42	5,529.25
Percentage of deposits of twenty largest depositors to total deposits of the bank	7.96%	7.85%

b) Concentration of Advances

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total deposits of the twenty largest borrowers	5,146.22	6,698.34
Percentage of advances of twenty largest Borrowers to total advances of the bank	12.08%	16.53%

c) Concentration of Exposures**

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total exposure of the twenty largest borrowers / customers	5,146.22	6,698.34
Percentage of exposures to the twenty largest Borrowers / Customers to total exposure of the bank on Borrowers / Customers	12.08%	16.53%

**** Exposures shall be computed as per applicable RBI regulations**



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d) Concentration of NPAs

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total exposure to the top twenty NPA Accounts	3,928.44	4,148.00
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	53.80%	38.30%

7. Transfers to Depositor Education and Awareness Fund (DEA Fund)

- a) In terms of DBOD Circular No. DEAF Cell.BC.114/30.01.002/2013-14 dated May 27, 2014, the Bank has transferred credit balances amounting to Rs.133.51 lakhs (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	31.03.2023	31.03.2022
Opening balance of amounts transferred to DEAF	381.19	86.44
Add: Amounts transferred to DEAF during the year	133.51	296.19
Less: Amounts reimbursed by DEAF towards claims	9.43	1.44
Closing balance of amounts transferred to DEAF	505.27	381.19

The Bank has paid Rs. 9.43 lakhs to the customers /depositors towards the said deposits which have remained unclaimed for 10 years or more and Bank has lodged claim for the same amount with RBI during the year.

8) Disclosure of complaints

- b) Summary information on complaints received by the bank from customers and from the offices of Banking Ombudsman (OBOs)

Sr. No.	Particulars	Current Year	Previous Year
	Complaints received by the bank from its customers		
1	Number of complaints pending at beginning of the year	–	–
2	Number of complaints received during the year	2	3
3	Number of complaints disposed during the year	2	3
3.1	Of which, number of complaints rejected by the bank	–	–
4	Number of complaints pending at the end of the year	–	–
	Maintainable complaints received by the bank from OBOs	–	–
5	Number of maintainable complaints received by the bank from OBOs	–	–
5.1	Of 5, number of complaints resolved in favour of the bank by Bos	–	–
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Bos	–	–
5.3	Of 5, number of complaints resolved after passing of Awards by BOs against the bank	–	–
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	–	–
	Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in BO Scheme 2006 and covered within the ambit of the Scheme.		



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c) Top five grounds of complaints received by the bank from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Current Year					
Ground - 1	-	1	100%	-	-
Ground - 2	-	1	100%	-	-
Ground - 3	-	--	--	-	-
Ground - 4	-	-	-	-	-
Ground - 5	-	-	-	-	-
Others					
Total					
Previous Year					
Ground - 1	-	1	-	-	-
Ground - 2	-	1	-	-	-
Ground - 3	--	1	--	--	--
Ground - 4	-	-	-	-	-
Ground - 5	-	-	-	-	-
Others					
Total					

9. Disclosure of penalties imposed by the Reserve Bank of India

As per the letter dated 22.03.2022 a penalty of Rs. 2 lakhs has been imposed by the Reserve Bank of India.

10. Other Disclosures

a) Business Ratios

Particulars	Current Year	Previous Year
i) Interest Income as a percentage to Working Funds	7.16	6.82
ii) Non-interest income as a percentage to Working Funds	0.40	0.57
iii) Cost of Deposits	4.28	4.55
iv) Net Interest Margin	3.67	3.61
v) Operating Profit as a percentage to Working Funds	0.11	(0.31)
vi) Return on Assets	0.15	-
vii) Business (deposits plus advances) per employee (in ₹ lakhs)	376.01	488.66
viii) Profit per employee (in ₹ lakhs)	0.38	--

b) Bancassurance business

The Bank is not dealing in Bancassurance business and hence details of fees / brokerage earned in respect of insurance broking, agency and bancassurance business undertaken by the Bank is not given.

c) Marketing and distribution

Since Bank is not dealing in marketing and distribution function, details of fees / remuneration received in respect of such business are not given.

d) Disclosures regarding Priority Sector Lending Certificates (PSLCs)

The Bank has neither sold nor purchased PSLCs either in the current year or in the previous year.

e) Provisions and contingencies

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
i) Provisions for NPI	51.58	694.93
ii) Provision towards NPA	131.00	25.00
iii) Provision made towards Income tax including Deferred Tax	(25.68)	(48.93)
iv) Other Provisions and Contingencies (with details)		
a) Provision for Depreciation on Investments	--	320.78
b) Provision for MSME	--	--
c) Provision for Housing Development	--	--
d) Provision for Restructured Accounts	--	144.00
e) Provision for Leave Encashment	101.74	

f) Payment of DICGC Insurance Premium

(Amount in ₹ Lakhs)

Sr. No.	Particulars	Current Year	Previous Year
i)	Payment of DICGC Insurance premium	101.98	95.38
ii)	Arrears in payment of DICGC Premium	--	--

g) Disclosure of facilities granted to directors and their relatives

(Amount in Lakhs)

Sr. No.	Advance to Directors, their relatives and Companies / Firms in which they are interested	Current Year		Previous Year	
		Funded	Non-Funded	Funded	Non-Funded
i)	Directors & their relatives	7.91	--	--	--



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SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SUB SCHEDULE 1</u>		
	<u>DEPOSIT AND OTHER ACCOUNTS</u>		
	<u>(Sub-Schedule to Schedule- "C")</u>		
	Savings Bank Deposits		
2,83,37,41,084.08	Savings Bank Accounts	3,14,63,93,995.52	
6,13,921.26	Easy Saving	4,88,372.01	
63,26,204.93	Kokan Junior saving deposit	67,48,918.92	
39,70,565.29	Donations saving account	45,78,569.17	
6,22,44,836.39	Non-Res. (Ext) Saving	9,79,64,839.47	3,25,61,74,695.09
	Current Accounts		
64,71,46,278.58	Current Deposit	74,28,30,447.10	
47,402.93	ABB TD-TL	45,202.93	
1,47,25,237.25	Credit Balance in CC/OD	1,14,66,844.09	75,43,42,494.12
	Term Deposits		
32,29,96,237.47	Fixed	26,46,04,004.60	
2,14,88,36,443.79	Fixed -cum-Recurring	2,16,81,66,610.44	
4,57,01,044.00	Recurring	4,36,27,097.00	
43,15,34,619.00	Monthly Interest Deposit Receipt	42,14,12,559.00	
6,38,61,249.85	Multiple	5,10,76,687.85	
8,17,93,853.00	Non.Res (External) Term	7,25,24,545.00	
8,37,47,393.00	K.B.D.D.C.	10,05,44,797.00	
3,97,93,737.00	Lakhpati Deposit Scheme	3,30,12,099.00	
1,14,63,715.00	Deposit for Bank Guarantee	1,00,85,294.00	
33,02,877.00	Kokan Education deposit	42,71,285.00	
35,58,000.00	Kokan bank monthly scheme	22,49,300.00	
19,58,90,198.00	Quarterly interest deposit	19,42,29,600.00	
4,54,162.00	Kokan Bank Golden jubilee deposit	--	
1,75,18,500.00	FD Earmarked For SDV	1,84,46,839.00	3,38,42,50,717.89
1,04,830.05	Matured Term Deposits		1,04,830.05
7,03,93,24,986.94			7,39,48,72,737.15

SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SUB SCHEDULE 2</u>		
	<u>SUNDRIES</u>		
	(Sub-schedule to Schedue-"D")		
41,54,794.24	Unidentified Deposits	70,21,396.65	
1,90,84,713.89	Other Creditors	3,03,82,693.10	
5,33,710.00	Security Deposits of Employees	5,65,210.00	
7,48,207.17	Commission recd. In advance	7,54,873.46	
5,05,130.55	SGST payable	4,25,804.31	
5,05,130.55	CGST payable	4,25,804.58	
15,199.21	IGST payable	15,335.65	
1,14,858.70	Authorised Collection Agent Fund	1,67,539.15	
29,61,032.00	Sundry Creditors-TDS	24,96,062.00	
4,18,946.25	Excess Cash	4,90,031.25	
	– Call towards advocate legal	1,200.00	
	– Overdue Interest PMC Bank		
	– Provision for Leave Encashment	1,01,73,732.00	
10,00,000.00	Cheques awaiting for clearance		
6,851.00	BBPS Collection	1,770.00	
1,22,212.60	RUPAY / NFS GST A/C Recieved	1,05,367.85	
29,98,000.00	ATM ISS A/C	35,81,300.00	
9,57,378.77	POS ISS A/C	2,88,411.48	
2,16,565.86	ECOM ISS A/C	55,692.33	
1,33,33,582.33	UPI Remitter A/C (Pool A/C)	2,58,87,799.87	
12,396.80	UPI GST Received	21,612.99	
32,532.77	CB / CA ATM Adjustment	25,000.00	
	POS / ECOM Refund Account	3,882.40	
3,000.00	Deposit for Shares	--	
			8,28,90,519.07
4,77,24,242.69			8,28,90,519.07



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SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<b style="color: red;">SUB SCHEDULE 3		
	PROVISION FOR INCOME TAX		
–	Provision for Income Tax (A.Y.2015-16)		
3,67,35,421.00	Provision for Income Tax (A.Y.2017-18)		
2,79,13,349.00	Provision for Income Tax (A.Y.2018-19)		
3,23,75,612.00	Provision for Income Tax (A.Y.2019-20)		
2,58,42,704.00	Provision for Income Tax (A.Y.2020-21)		
1,88,32,766.00	Provision for Income Tax (A.Y.2021-22)		
14,16,99,852.00			
	<b style="color: red;">SUB SCHEDULE 5		
	OTHER ASSETS		
	<u>(Sub-schedule to Schedule-K)</u>		
	<u>Miscellaneous Assets</u>		
15,74,966.16	Prepaid Expenses	10,55,355.34	
47,84,999.00	Sundry Debtors Fraud	47,84,999.00	
	<u>Stock of Stamps</u>		58,40,354.34
42,314.00	i) Adhesive	62,250.00	
1,667.00	ii) Postal	1,045.50	63,295.50
--	Stock of Pancard Coupons	--	
1,29,500.00	Advance A/c	91,050.00	
1,02,86,060.00	Employees Festival Advance	1,03,39,550.00	
--	Advance Towards Staff Mediclaim Policy	1,04,416.00	
--	Advance Towards Franking Charges	7,020.00	
273.00	Advance Towards Computers	6,00,273.00	
32,89,490.85	CGST Receivable	35,82,971.54	
14,75,512.84	SGST Receivable	16,98,387.15	
59,934.25	IGST Receivable	52,766.79	
5,90,632.71	Input tax credit CGST	6,29,287.62	
5,90,632.82	Input tax credit SGST	6,29,287.86	
53,68,000.00	Advance towards Gratuity	53,68,000.00	
67,450.97	RUPAY / NFS GST AC Paid	86,892.55	
1,30,75,823.34	UPI Benefeciary A/C (Pool A/C)	2,35,15,422.70	
29,564.96	UPI GST Paid	25,661.17	
63,21,800.00	ATM ACQ A/C	39,33,100.00	
58,750.57	DEAF claim receivable-RBI	1,74,522.57	
--	UPI Timeout / Credit Adj.	25,821.00	
11,85,000.00	Renovation Mazgaon Br. Pre	7,11,000.00	5,15,75,429.95
4,89,32,372.57			5,74,79,079.79

SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	<u>SUB SCHEDULE 6</u>		
	<u>OTHER ASSETS (Sub-schedule to Schedule-K)</u>		
	<u>TDS PAID</u>		
28,09,493.00	TDS Paid (A.Y. 2014-15)	28,09,493.00	
–	TDS Paid (A.Y. 2015-16)	–	
–	TDS Paid (A.Y. 2017-18)	–	
–	TDS Paid (A.Y. 2018-19)	–	
–	TDS Paid (A.Y. 2019-20)	–	
--	TDS Paid (A.Y. 2020-21)	–	
3,88,575.20	TDS Paid (A.Y. 2021-22)		
11,98,899.54	TDS Paid (A.Y. 2022-23)		
--	TDS Paid (A.Y. 2023-24)	12,56,880.15	
39,674.04	TDS on GST	--	
90,65,356.00	Income Tax refund receivable (A.Y. 2017-18)	90,65,356.00	
10,54,510.00	Income Tax refund receivable (A.Y. 2019-20)	10,54,510.00	
45,26,688.00	Income Tax refund receivable (A.Y. 2020-21)	45,26,688.00	
--	Income Tax refund receivable (A.Y. 2016-17)	--	
53,94,051.00	Income Tax refund receivable (A.Y. 2015-16)	53,94,051.00	2,41,06,978.15
2,44,77,246.78			2,41,06,978.15
	<u>SUB SCHEDULE 7</u>		
	<u>OTHER ASSETS (Sub-schedule to Schedule-K)</u>		
	<u>Advance Tax</u>		
1,60,50,000.00	Advance Tax (A.Y. 2014-15)	1,60,50,000.00	
–	Advance Tax (A.Y. 2015-16)	–	
--	Advance Tax (A.Y. 2017-18)	–	
--	Advance Tax (A.Y. 2018-19)	–	
--	Advance Tax (A.Y. 2019-20)	–	
--	Advance Tax (A.Y. 2020-21)	–	
2,11,00,000.00	Advance Tax (A.Y. 2021-22)	--	
25,00,000.00	Advance Tax (A.Y. 2022-23)	--	1,60,50,000.00
3,96,50,000.00			1,60,50,000.00



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EXPENDITURE

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	TO INTEREST ON BRANCHES & SECURITY DEPOSIT & BORROWINGS	
8,10,93,031.44	Saving Bank Deposit	8,37,32,800.34
2,11,02,863.00	Fixed Deposit	1,72,11,152.00
14,62,31,757.00	Fixed Cum Recurring	14,95,20,125.15
34,38,393.41	Recurring Deposit	33,66,327.69
1,60,06,770.00	Quarterly Interest Deposit	1,48,81,034.00
	FD For Locker	2,22,092.00
3,03,30,558.00	Monthly Interest Deposit	3,06,06,022.00
52,45,492.00	Multiple Deposit	51,51,900.00
45,85,264.00	N.R.E. Term Deposit	43,83,651.00
23,15,534.00	N.R.E. Saving Deposit	25,71,462.00
12,701.00	Easy Saving	12,219.00
1,64,623.00	KOKAN Junior SB Deposit	1,83,260.00
1,13,166.00	Donation SB Deposit	1,12,309.00
5,61,654.06	KBDDS	7,05,003.08
31,43,393.00	Lakhpatri Deposit Scheme	30,11,693.00
2,37,362.00	Kokan Bank Monthly Deposit	1,78,248.00
53,49,202.00	Kokan Bank Golden Jubilee Deposit	27,273.00
3,59,714.00	Deposit for BG	5,35,800.00
	OVERDRAFT WITH	
--	Kotak Bank	--
--	IDBI Bank	--
14,877.00	UBI Bank (Maz.)	41,915.00
22,300.00	ICICI	54,172.33
32,03,28,654.91		31,65,08,458.59
	SALARY, ALLOWANCE & BONUS	
14,28,14,726.90	Salary & Allowances	14,47,66,308.93
1,23,29,723.00	Bank Contribution to P.F.	1,25,41,785.00
7,32,275.00	Leave Travel Fare	2,77,505.00
4,63,744.00	Administrative Charges to P.F. / Other	5,10,342.00
5,640.00	Bank Contribution to L.W.F.	10,908.00
44,000.00	Adhoc Allowances	--
471.00	Medical Expenses	--
48,333.00	Recruitment Expenses	35,795.00
1,13,70,740.00	Leave Encashment	1,48,71,012.00
16,78,09,652.90		17,30,13,655.93
	DIRECTORS, LOCAL COMMITTEE MEMBERS FEES & ALLOWANCES	
19,10,994.00		23,40,258.00
	RENT, TAXES, INSURANCE & LIGHTING	
48,25,848.00	Rent	50,61,906.00
4,47,135.00	Taxes	6,06,209.00
93,93,342.54	Insurance	99,99,270.38
52,44,018.00	Lighting Charges	58,17,953.85
6,38,780.00	Property Tax	5,30,364.00
2,05,49,123.54		2,20,15,703.23

EXPENDITURE

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	POSTAGE, TELEGRAM & TELEPHONE CHARGES	
1,19,137.45	Postage	1,41,229.00
6,63,335.94	Telephone Charges/Fax	7,98,237.05
6,64,085.57	Courier	7,95,055.18
24,51,916.31	Leased Line Charges	5,71,157.24
8,01,343.71	Internet Charges	7,90,765.88
12,61,583.78	SMS Charges	23,50,682.51
59,61,402.76		54,47,126.86
	AUDITORS FEES	
6,78,866.60	Internal Audit Fees	8,06,931.36
13,57,533.66	Statutory Audit Fees	12,21,842.00
75,000.00	Tax Audit Fees	75,000.00
19,11,777.63	Concurrent Audit	14,66,284.77
4,97,090.00	EDP Audit	1,91,143.00
–	GST audit	25,000.00
67,100.00	Investment Audit	87,000.00
45,87,367.89		38,73,201.13
	DEPRECIATION ON	
22,57,892.06	Furniture & Fixture	21,48,162.34
40,08,727.50	Premises	40,64,272.90
60,05,543.61	Computer Hardware	40,58,944.80
45,585.79	Civil Work	1,57,886.25
7,06,902.49	Computer Software	2,82,974.69
16,22,034.07	Plant & Machinery	17,75,754.10
	ON VEHICLES	
66,382.91	Motor Cycle	57,306.73
91,805.65	Bolero Cash Van	78,034.80
36,863.05	Maruti Ecco Van (3)	31,333.58
11,703.23	Maruti Suzuki Dzire	--
80,479.83	ECCO Car 8661	68,407.86
1,45,283.02	Ertiga 9068	1,23,490.57
76,408.55	Ertiga	64,947.27
1,51,55,611.76		1,29,11,515.89
	STATIONERY, PRINTING AND ADVERTISEMENT/PUBLICITY	
45,32,473.08	Stationery Consumed	36,35,992.14
11,09,694.25	Computer Stationary Consumed A/c	12,89,816.45
10,006.24	Printing & Stationery	33,313.75
39,82,259.29	Advertisement/Publicity	34,05,049.52
96,34,432.86		83,64,171.86



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INCOME

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	INTEREST AND DISCOUNT ON LOANS & ADVANCES	
31,05,68,500.75	LOAN	35,80,29,663.44
6,02,63,470.80	OVERDRAFT	6,81,61,962.79
93,58,414.70	CASH CREDIT	81,75,805.30
38,01,90,386.25		43,43,67,431.53
4,78,15,008.00	Interest on Fixed Deposit	5,12,00,924.08
1,37,402.00	Interest on Call money	7,70,990.00
659.78	Interest on Mutual Fund	
12,21,76,162.56	Interest on G-Sec	15,49,90,752.43
60,31,105.83	Interest on T-Bills	69,30,557.69
--	Interest on STD	--
14,87,500.00	8.75% IRFC	14,87,500.00
17,76,47,838.17		21,53,80,724.20
	COMMISSION, EXCHANGE AND BROKERAGE	
1,71,89,770.90	COMMISSION	1,12,20,744.30
25,00,260.92	LOAN COMMISSION	27,40,141.04
4,07,456.25	COMMISSION ON BANK GUARANTEE	4,90,104.11
18,37,052.00	PROCESSING CHARGES	18,45,901.24
26,76,559.56	COMMISSION ON YES BANK ATM	15,51,369.66
2,29,417.06	COMMISSION ON IFFCO TOKIO INSURANCE	--
20,801.85	COMMISSION ON BBPS COLLECTION	24,866.17
68,361.23	COMMISSION ON KOTAK LIFE INSURANCE	14,108.38
55,273.85	COMMISSION ON NACH MMS	44,070.50
6,14,523.68	COMMISSION ON UPI INCOME & IMPS	9,40,152.95
-	COMMISSION ON IMPS INCOME	1,51,554.34
50,52,964.00	COMMISSION ON NFS/RUPAY ACQ	58,95,214.06
3,06,52,441.30		2,49,18,226.75
	OTHER RECEIPT	
82,511.26	Miscellaneous Earning	1,45,089.26
92,887.72	Legal Notice & Reminders	89,298.94
7,84,810.39	Cheque book issue charges	8,17,794.12
2,411.00	Penalty Charges A/C	--
	Gold Valuation Charges	1,20,012.00
	Dividend MDCC	51.00
1,14,722.00	Interest on Income Tax Refund	2,15,872.01
10,77,342.37		13,88,117.33

INDEPENDENT AUDITOR'S REPORT

(Under Section 31 of the Banking Regulation Act, 1949 and Section 73(4) of Multi State Co-Operative Societies Act, 2002 and Rule 27 of Multi State Co-Operative Societies Rules)

To,
The Members,
Kokan Mercantile Co-operative Bank Limited,

Report on the Financial Statements

Qualified Opinion

1. We have audited the accompanying Financial Statements of **Kokan Mercantile Co-operative Bank Limited**, ("the bank") as at **31st March, 2023** which comprise the **Balance Sheet** as at **31st March, 2023** and 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 which are included returns of Head Office and its departments and 25 branches, which have been audited by us and 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 read together with the Notes thereon give the information required by the Banking Regulation Act, 1949 (as applicable to cooperative societies), the Multi State Cooperative Societies Act, 2002, the Multi State Cooperative Societies Rules, 2002, the guidelines issued by Reserve Bank of India and Central Registrar of Cooperative Societies, New Delhi and the comments mentioned in Audit Memorandum enclosed herewith in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
 - (i) in the case of the **Balance Sheet**, of the **state of affairs** of the Bank as at **31st March, 2023**;
 - (ii) in the case of the **Profit and Loss Account**, of the **Profit** for the year ended on that date; and
 - (iii) in the case of the **Cash Flow Statement**, of the **cash flows** for the year ended on that date.

Basis for Qualified opinion

3. *The Bank is accounting leave encashment on accrual basis, it has outstanding liability for leave encashment of Rs.101.74 lakhs in the Balance-sheet as on 31.3.2023 as against the requirement of leave encashment provision as per actuarial valuation of Rs.408.73 lakhs, resulting in shortfall towards provision for leave encashment of Rs.306.99 Lakhs [Refer note no. 7 (iii)].*

Due to this shortfall of provision for leave encashment of Rs.306.99 lakhs, actual loss of the Bank is Rs.177.29 lakhs as against the reported profit of Rs.117.88 lakhs and actual debit balance of Profit & Loss Account of Rs.2721.99 lakhs as against the reported debit balance of Profit & Loss A/c. in the Balance Sheet of Rs.2426.82 lakhs without considering effect on CRAR and other profitability ratios.

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



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Multi State Co-operative Societies Rules, 2002 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.

Emphasis of Matters

4. Without qualifying our opinion, we draw your attention to
The Bank has considered recoveries in loans and advances after the Balance Sheet date upto the date of finalization of the Financial Statements in asset classification and provisioning against non-performing advances. It has resulted in alteration of the asset classification and provisioning requirements there against in some of the accounts.

Our opinion is not modified in respect of these matters.

Responsibilities of the Management and those charged with Governance for the Financial Statements

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

Management's Responsibility for the Financial Statements

7. Management is responsible for the preparation of these financial statements that give true and fair view of the financial position and financial performance and cash flow of the Bank in accordance with the Banking Regulation Act 1949 (as applicable to co-operative societies), the guidelines issued by the Reserve Bank of India and the guidelines issued by the Central Registrar of Co-operative Societies, Multi State, the Multi State Co-operative Societies Act, 2002, and the Multi State Co-operative Societies Rules, 2002, (as applicable) and generally accepted accounting principles in India so far as applicable to the Bank. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement whether due to error or fraud.

Auditor's Responsibility

8. 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 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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.

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.

Report on Other Legal and Regulatory Requirements

9. 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 provisions of the Multi State Co-operative Societies Act, 2002 and the Multi State Co-operative Societies Rules, 2002 as applicable.
10. As required by Section 30 of the Banking Regulation Act, 1949 as applicable to the Co-Operative societies read with the provisions of section 73(4) of the Multi State Co-Operative Societies Act, 2002, We report that:
 - a. The Balance Sheet, the Profit and Loss Account and the Cash Flow statement have been drawn up in Forms A and B respectively of the Third Schedule read with Section 29 to the Banking Regulation Act, 1949 as applicable to Co-operative Societies read with the provisions of Multi State Co-operative Societies Act, 2002 and Multi State Co-operative Societies Rules, 2002;
 - b. 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;
 - c. 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;
 - d. 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.
 - 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 reports on the accounts of the branches/offices audited by the branch auditors have been forwarded to us and have been properly dealt with by us in preparing this Report;
 - g. 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;
11. 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 Shroff Gonsalves & Dalia
Chartered Accountants
FRN: 112553W**

**Date: 23.06.2023
Place: Mumbai
UDIN: 23609405BGUAMI1235**

**(Rohit Glen Gonsalves)
Partner (M. No: 609405)**

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**KOKAN MERCANTILE CO-OP. BANK LTD.,
ANNEXURE TO INDEPENDENT AUDITOR'S REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023**

(As referred in Clause 10 of our report of even date as on 31st March, 2023)

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 31.03.2023 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 31.03.2023 (Rs. in Lakhs)
Doubtful Assets	6021.03
Loss Assets	272.66
Total	6,293.69

* A provision of Rs. 131.00 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: (Amount in Lakh)

Particulars	Amount Outstanding	Security Value	Overdues, if any
Fund Based	7.91	8.39	--
Non Fund Base	--	--	--

- 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 Shroff Gonsalves & Dalia
Chartered Accountants
FRN: 112553W**

**Date: 23.06.2023
Place: Mumbai
UDIN: 23609405BGUAMI1235**

**(Rohit Glen Gonsalves)
Partner (M. No: 609405)**

PROJECTED INCOME AND EXPENDITURE FOR THE YEAR 2022 - 23

KOKAN MERCANTILE CO-OP BANK LTD (Amt. In Lacs)				
		PROJECTION (2023-2024)	2022-2023	
			PROJECTED	ACTUAL
A	INCOME			
	INT. ON LOAN	5500.00	5000.00	4343.67
	INCOME ON INVESTMENT	2200.00	1800.00	2167.16
	COMMISSION & OTHERS	800.00	950.00	659.70
	TOTAL = A	8500.00	7750.00	7170.53
B	EXPENDITURE			
	INT. ON DEP & BORR.	3200.00	3200.00	3165.08
	SALARIES & ALLOWANCES	1750.00	1700.00	1730.14
	DIRECTORS FEES	30.00	20.00	23.40
	RENT, INSURANCE, LIGHTING, TAXES	250.00	210.00	220.16
	LAW CHARGES	15.00	10.00	10.28
	POSTAGE, TELEGRAM TELEPHONE	60.00	60.00	54.47
	AUDIT FEES	45.00	50.00	38.73
	DEPRECIATION	140.00	160.00	129.12
	STATIONARY, PRINT, ADVERTISING	90.00	70.00	83.64
	A.G.M. EXPENSES	20.00	15.00	15.63
	OTHER EXP. PREMIUM AMORTISED	1500.00	850.00	1294.40
	PROVISION & WRITE OFF	300.00	800.00	293.32
	INCOME TAX	100.00	100.00	-5.72
	TOTAL = B	7500.00	7245.00	7052.65
	NET PROFIT (A - B)	1000.00	505.00	117.88

NON-S.L.R. INVESTMENT AT A GLANCE

NON-S.L.R. INVESTMENT	PURCHASE RATE	NO. OF BONDS	BOOK VALUE Amount	FACE VALUE Amount
0%ICICI BOND (11.07.2023)	33,236.00	122 x 100000	40,54,800.00	1,22,00,000.00
0%ICICI BOND (16.04.2023)	33,275.00	160 x 100000	53,24,000.00	1,60,00,000.00
0%ICICI BOND (01.05.2023)	33,400.00	174 x 100000	58,11,600.00	1,74,00,000.00
8.75% IRFCL (29.11.2026)	11,69,500.00	17 x 1000000	1,98,81,500.00	1,70,00,000.00
0% IDFC 2026 (17.01.2026)	4,75,000.00	42 x 1000000	1,99,50,000.00	4,20,00,000.00
0% PIDB (27.12.2023)	4,35,000.00	45 x 1000000	1,95,75,000.00	4,50,00,000.00
TOTAL (NON-SLR)			7,45,96,900.00	14,96,00,000.00



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PROGRESS AT A GLANCE

(Amount in Lakhs)

Sr. No.	Year	Share Capital	Members	Working Capital	Reserve & Surplus	Deposits	Advances	Profit		Dividend Paid Rate	No. of Branches	No. of Staff
								Gross	Net			
01	1969-70	0.39	375	0.39	0.04	Nil	0.36	0.01	0.00	Nil	1	NA
02	1974-75	5.15	2842	20.11	0.31	13.94	12.46	1.69	0.35	6%	1	NA
03	1979-80	19.73	7621	283.13	6.48	246.45	121.63	24.84	3.60	10%	3	NA
04	1984-85	76.23	22223	1639.51	69.09	1412.34	882.89	183.27	35.82	12%	6	NA
05	1989-90	164.37	33790	5081.06	332.99	4344.37	2907.84	566.18	95.94	12%	9	NA
06	1994-95	225.88	36184	9613.78	858.79	8099.42	4187.83	501.57	28.39	8.50%	10	386
07	1999-2000	383.36	41955	18035.24	1994.16	15207.03	7408.43	1239.21	(284.74)	Nil	21	473
08	2000-01	416.20	42572	18483.05	2233.18	15153.66	8273.98	330.18	138.58	Nil	21	471
09	2001-02	453.05	43305	18660.76	2426.15	15411.43	9537.12	268.74	172.18	5%	21	464
10	2002-03	463.78	43617	19963.61	2519.17	16591.05	9279.13	143.18	29.16	4%	21	455
11	2003-04	492.94	43662	22018.37	2716.70	18414.75	10237.63	313.24	62.89	9%	21	439
12	2004-05	543.96	43707	23254.75	2627.63	19331.95	12449.35	277.05	73.62	9%	21	369
13	2005-06	559.02	43784	28202.29	3964.36	23249.48	12648.16	293.68	76.86	9%	21	355
14	2006-07	617.51	45007	31767.00	4539.28	25966.59	16245.73	281.13	71.75	6%	21	346
15	2007-08	693.97	44731	35935.95	4397.54	29170.43	18627.60	323.91	101.05	10%	21	337
16	2008-09	730.22	44803	39047.38	4599.19	31707.30	20962.63	397.02	171.85	12%	21	319
17	2009-10	751.44	44864	42135.60	4841.78	34662.18	19679.62	322.38	142.90	8%	23	316
18	2010-11	770.67	44926	46963.47	4987.70	38923.13	21161.02	356.95	82.19	7%	25	305
19	2011-12	870.01	49257	51129.85	5310.88	41025.43	27877.42	477.65	227.43	10%	25	295
20	2012-13	907.79	49389	53537.83	5958.98	42243.68	28842.17	507.96	262.03	12%	25	286
21	2013-14	955.64	49520	57472.35	6330.74	47943.51	27724.06	664.80	415.01	12%	25	281
22	2014-15	1076.55	49688	58735.93	7124.22	48861.21	28454.27	794.39	160.99	9%	25	276
23	2015-16	1143.90	49584	63767.36	10314.25	50698.50	28756.83	1073.54	160.52	10%	25	267
24	2016-17	1280.84	49881	71051.64	10874.67	56608.18	31269.48	1620.43	475.67	10%	25	248
25	2017-18	1479.82	50527	70008.28	10595.57	54306.62	36716.50	1368.44	695.79	10%	25	233
26	2018-19	1621.25	51333	74765.55	10739.64	59146.83	40602.31	1431.67	730.43	10%	25	266
27	2019-20	1660.19	51682	75410.97	11815.85	59724.83	42648.83	134.12	133.62	NIL	25	265
28	2020-21	1597.33	51757	81109.59	13327.28	65722.02	40733.88	(1476.78)	(1634.86)	NIL	25	246
29	2021-22	1629.68	52254	84862.84	14108.22	70393.72	40531.77	(1227.76)	(909.84)	NIL	25	298
30	2022-23	1741.06	52986	88003.35	14004.18	73948.73	42613.47	112.03	117.88	NIL	25	310



Registered Office Harbour Crest, Mazagaon T. T., Mumbai 400 010 Tel. : 2372 9969, 84229 22080 / 81 / 82 / 83 E-mail : customercare@kokanbank.in Website : www.kokanbank.net IFS Code KKKB0KMCB02				
Sr.	Branch Name	Address	Customer Timing	Telephone No. & Email
1.	Central Office Branch	202, Battiwala Building, Dr. Mascarens Road, Mazgaon Mumbai - 400 010	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22078 / 79 / 94 Email : centralofficeb@kokanbank.in
2.	Mandvi Branch	129/131, Shariff Devji Street, Chakala, Opp. Pattharwali Masjid, Mumbai 400 003.	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22004 / 05 Email : mandvib@kokanbank.in
3.	Mazgaon Branch	267, Gangathadi House, B.N.P. Road, Mazgaon, Mumbai - 400 010.	10.00 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22006 / 07 / 08 Email : reayroadb@kokanbank.in
4.	Govandi Branch	Kokan Bank House, Gajanan Colony, Govandi, Mumbai 400043	9.00 am - 1.00 pm 3.00 pm - 5.00 pm	Phone : 84229 22009 / 10 / 11 Email : govandib@kokanbank.in
5.	Jogeshwari Branch	7-8, Shakuntala Apartment, Gr. Flr., S. V. Road, Jogeshwari (W) , Mumbai 400102	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22012 / 13 / 14 Email : jogeshwarib@kokanbank.in
6.	Kurla Branch	104/105, Sunny Co-op. Hsg. Soc., Belgrami Naka, 156, LBS Marg, Kurla (West), Mumbai 70	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22015 / 16 / 17 Email : kurlab@kokanbank.in
7.	Kalyan Branch	Kokan Bank House, Dudh Naka, Kalyan, Dist. Thane 421 301.	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22020 / 21 Email : kalyanb@kokanbank.in
8.	Kausa Mumbra Branch	Alavi Apartment Gr. Flr., Plot 31/B, Old Mumbai Pune Rd, Behind Hotel Sahil, Kausa Mumbra, Dist. Thane 12.	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22024 / 25 / 26 Email : kausamumbra@kokanbank.in
9.	Mira Road Branch	102, Saeeda Apts, 'B' Wing, 1 st Flr., Near Breez Apt., Naya Nagar, Mira Road (E), Dist. Thane 107.	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22022 / 23 Email : miraroadb@kokanbank.in
10.	Thane (Rabodi II) Branch	Bape Tower, 1 st Floor, Opp. Masjid-e-Noor, II nd Rabodi, Dist. Thane 400 601	10.15 am - 1.00 pm 1.45 pm - 4.30 pm	Phone : 84229 22018 / 19 Email : thaneb@kokanbank.in
11.	Nerul Branch	Shiv Parvati Co-op. Hsg. Soc. Ltd., Sector 21, Plot No. 106-110, Nerul (E), Navi Mumbai 400 706	9.00 am - 1.00 pm 1.45 pm - 3.15 pm	Phone : 84229 22027 / 28 Email : nerulb@kokanbank.in
12.	Vashi Branch	Rainbow Flat & Shop Owners Asso. F-7, B-1, Sector 10, Vashi, Navi Mumbai 400 703	10.00 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22029 / 30 Email : vashib@kokanbank.in
13.	Mhasla Branch	Ghansar Commercial Comp, Main Rd., Near S.T. Stand, Mhasla, At Post & Tal. Mhasla, Dist. Raigad 105	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22039 / 40 Email : mhasalab@kokanbank.in



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Sr.	Branch Name	Address	Customer Timing	Telephone No. & Email
14.	Dapoli Branch	Shop No. 2, Dimtimkar Comp., Behind Dapoli Fish Market, Dapoli, Dist. Ratnagiri 415 712.	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22049 / 50 Email : dapolib@kokanbank.in
15.	Khopoli Branch	Mid Town Arcade, M. G. Road, Bazar Peth, Khopoli, Tal. Khalapur, Dist. Raigad 410 203.	10.30 am - 4.00 pm	Phone : 84229 22033 / 34 Email : khopolib@kokanbank.in
16.	Murud Janjira Branch	House # 17/83, Sardar Patel Road, Murud Janjira, Dist. Raigad 402 401	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22041 / 42 Email : murudb@kokanbank.in
17.	Nagothane Branch	106, Bazar Peth Nagothane, Tal. Roha, Dist. Raigad 402 106	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22035 / 36 Email : nagothaneb@kokanbank.in
18.	Panvel Branch	Shop No. 3 & 4, Al Badar C.H.S. Ltd., Kacchi Mohalla, Next to Sufa Masjid, Old Panvel, Dist. Raigad	9.30 am - 1.00 pm 1.45 pm - 3.45 pm	Phone : 84229 22031 / 32 Email : panvelb@kokanbank.in
19.	Shriwardhan Branch	“Sahil” Mogal Mohalla, Shriwardhan, Dist. Raigad 416 702.	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22037 / 38 Email : shriwardhanb@kokanbank.in
20.	Chiplun Branch	1 st Floor, Mahalaxmi Building, Mandvekar Complex, Bazar Peth, Chiplun, Dist. Ratnagiri 415 605	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22045 / 46 Email : chiplunb@kokanbank.in
21.	Khed Branch	M/H, 96/18, Mahadik Mohalla, Pawaskar Naka, Khed, Dist. Ratnagiri 415 709	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22047 / 48 Email : khedb@kokanbank.in
22.	Rajapur Branch	Chogule Bldg, Shp No. 2, Bazar Peth, Opp. Rajapur Nagar Parishad, Rajapur, Dist. Ratnagiri 416 702	10.00 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22053 / 54 Email : rajapurb@kokanbank.in
23.	Ratnagiri Branch	Silver Plaza, 'A' Wing, Ground Floor, Dhanji Naka, Ratnagiri 415 612.	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22043 / 44 222053, 226278 Email : ratnagirib@kokanbank.in
24.	Sangmeshwar Branch	35/B, Shradha Niwas, Bazar Peth, Sangmeshwar, Dist. Ratnagiri 415 611	10.00 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22051 / 52 Email : sangmeshwarb@kokanbank.in
25.	Panjim (Goa) Branch	1 st Floor, El-Dorado Plaza, Helidoro Salgado Road, Panjim (Goa)	10.00 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22055 / 56 Email : panjimb@kokanbank.in

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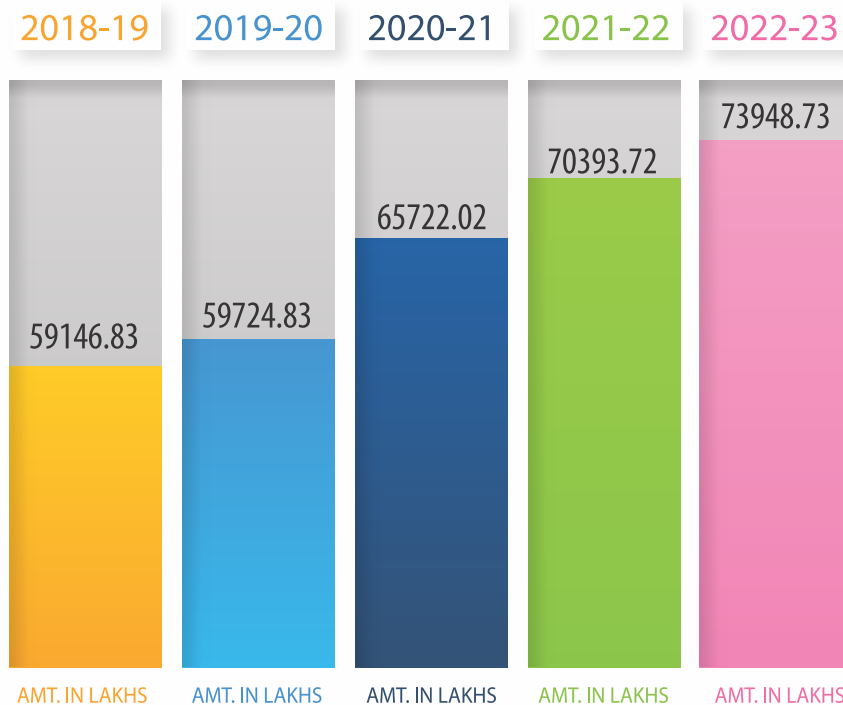
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STEPPING AHEAD

Since last 54 years we have been providing you an excellent service as well as unique products. It took ages to blossom our relationship. Thank you for your support and we look forward the same in future too.

DEPOSITS

as of 31-3-2023



- Fixed Deposit
- NRE Deposit
- Daily Deposit Scheme
- Housing Loan
- Educational Loan
- Gold Loan
- Vehicle Loan
- Business Loan
- Loan against NSC/KVP/LIC Policy
- Lockers
- Bharat Billpay
- UPI
- Kokan Mobile App



ELECTORAL RESULT



Returning Officer Mr. J. D. Patil handing over the election result to C.E.O. Mr. Akbar Kondkari before the newly elected Board of Directors.



The newly elected Board of Directors for the period 2023 - 2028 with returning Officer Mr. Jayant D. Patil & Asst. R.O. Mr. Saheb Rao Tantarpale



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