



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

Multiplying Trust... Multiplying Prosperity!

55th
ANNUAL
REPORT
2023-24

BOARD OF DIRECTORS

2023 - 2028



Mr. Asif Gulam Mohammed Dadan
Hon. Chairman



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
Director



Dr. Shahid Ishaque Barmare
Director



Mr. Milind Hiranjan Kadlak
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. Anis Aslam Kazi
B.Com, LLM



CA. Abdul Kadir Noor Mohammed Mukadam
Chartered Accountant



NOTICE

14th August, 2024

(For Share Holders Only)

The 55th Annual General Meeting of KOKAN MERCANTILE CO-OPERATIVE BANK LTD., will be held on Sunday, 1st September, 2024 at 11.00 a.m. at Rama & Sundri Watumull Auditorium, K.C. College, Dinshaw Wachha 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 10th September, 2023.
2. To consider and adopt:
 - i. Annual Report for the year 2023-24.
 - ii. Profit & Loss Account for the year ended 31st March, 2024.
 - iii. Balance Sheet as on 31st March, 2024.
3. To consider and adopt the Report of Statutory Auditor and compliance thereof for the year 2023-24.
4. To approve Budget for the year 2024-25.
5. To appoint Statutory Auditor for the year 2024-25 as approved by Reserve Bank of India and authorize the Board of Directors to fix their remuneration.
6. To take note of the loans and advances outstanding from the Directors and their relatives during the year 2023-24 [vide section 39(3) of the Multi State Co-operative Societies Act, 2002].
7. 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 2023 – 24 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 a 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 26th August, 2024 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 26th August, 2024.
4. Members are required to notify any change in address (along with address proof), branch or account number, to the respective branch. Those members who do not have account with our bank are requested to open the account.
5. All members are required to comply with KYC requirements as advised by RBI. Members are requested to contact their 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 the meritorious children of the members. 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 2023 - 24 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. Atul Dhoot & Co.
Chartered Accountants

CONCURRENT AUDITORS

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

INVESTMENT AUDITOR

M/s. Fakh & Co.
Chartered Accountants

TAX AUDITOR

M/s Anisa & Co.
Chartered Accountants

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 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.



DIRECTORS REPORT

Dear Members,

The Board of Directors hereby present this 55th Annual Report alongwith the Audited Balance Sheet as at 31st March, 2024 and the Profit & Loss Account for the year ended March 31, 2024.

INDIAN ECONOMY :

In the fiscal year 2023-24, India continued to make substantial contributions to its economy and the global landscape. This growth was driven by recovery in industrial production, resilient service sector performance, and a rebound in consumer demand. Since India sustained a growth trajectory, GDP is expected to stabilize around 6-7%.

The service sector remained a cornerstone of the Indian economy, contributing significantly to GDP. Key areas such as information technology, financial services and telecommunication continued to expand, bolstered by domestic demand and global outsourcing trends. The digital economy continued to thrive, with advancements in e-commerce, fintech, and digital payments. Initiatives like "Digital India" bolstered digital infrastructure and expanded internet access, fostering innovation and entrepreneurship.

In conclusion, India's contributions to its economy in 2023-24 underscored its resilience, diversification across sectors and efforts to leverage demographic advantages and technological advancements. Continued reforms aimed at sustainable growth and equitable development remained essential for navigating global uncertainties and achieving long-term economic prosperity.

AWARD CONFERRED ON THE BANK :

We feel proud to inform you that Bank was awarded with “**Best NPA Managed Bank**” for the year at Indian Banking Summit in Hotel Taj Santacruz for drastically reducing the NPA percentage and bringing it below the permissible limit of Reserve Bank of India

Further, your Bank has also been awarded with “**Best Audit Initiative Bank**” during the year with regards to Audit at National Co-operative Banking Summit held in Goa,

Incidentally Mr. Akbar Yusuf Kondkari, Chief Executive Officer was invited as a panelist on both the summits. The topics for panel discussions were Cyber Security Threats in Digital Banking Sector at Indian Banking Summit and Present Banking Scenario at National Co-operative Banking Summit.



PERFORMANCE OVERVIEW :

The overall performance of the Bank during the year was quite good. The Bank achieved **stellar Net Profit of Rs.968.08 lakhs** (previous year Rs 117.88 lakh), **which is 721.24% rise**. The Bank achieved growth in all parameters. The sustained efforts of one and all have enabled the Bank to increase its Share Capital at **Rs.1,756.89** lakh and Reserved stood at **Rs.16,079.42** lakh. The Banks own funds increased to **Rs.17,836.31** lakh whereas Deposit and Advances increased to **Rs.77,229.22** lakh and **Rs.46,417.01** lakh respectively as on 31st March,2024. Bank's Working Capital stood at **Rs.95,092.04** lakh and the Income of the year stood at **Rs. 8,140.99** lakh.

The key indicators of the year **2023-24** are as under:

(Rs. In lakh)

	31.3.2023	31.3.2024	Growth(%)
Share Capital	1,741.06	1,756.89	0.91
Reserves	14,004.18	16,079.42	14.82
Owned Funds	15,745.24	17,836.31	13.28
Deposits	73,948.73	77,229.22	4.44
Loans & Advances	42,613.47	46,417.01	8.93
Investments	24,884.49	23,888.53	-4.00
Working Capital	88,003.35	95,092.04	8.06
Gross Income	7,170.53	8,140.99	13.53
Total Expenditure	7,052.65	7,172.91	1.71
Net Profit	117.88	968.08	721.24
Capital to Risk Assets Ratio	13.94%	16.02%	14.92
Gross NPA	7,301.66	5,549.61	-23.99
Net NPA	4,020.67	2,099.61	-47.78

MEMBERSHIP :

Membership of the Bank stood at **53,657** as on 31st March, 2024 as against 52,986 as on 31st March, 2023. The number of nominal members as on 31st March, 2024 was **9,248** (as against 6,139 as on 31.3.2023) which is 17.24% of the total members as against 20% permissible by Reserve Bank of India.



SHARE CAPITAL :

Paid up Share Capital of the Bank as at the year-end stood at **Rs.1,756.89** lakh, as compared to Rs.1,741.06 lakh as at the previous year end, giving a rise of 0.91% in the equity during theyear.

RESERVE FUND AND OTHER RESERVE :

The Reserve Fund and Other Reserve of the Bank stood at **Rs.16,079.42** lakh on 31.3.2024 as against Rs.14,004.18 lakh of last year.

The following table shows the Reserve Fund and Other Reserve under various heads as on 31.3.2024 as compared to that as on 31.3.2023 :

(Rs. in lakhs)

PARTICULARS	2022 – 23	2023 – 24	RISE (%)
Reserve Fund (Statutory)	1,916.81	1,918.52	0.09
Building Fund	1,619.42	1,619.42	--
Dividend Equalization Fund	69.59	69.59	--
Bad and Doubtful Debts	3,281.00	3,450.00	5.15
Contingent provisions for Standard Assets	201.11	201.11	--
Members' Welfare Fund	42.72	40.47	-5.27
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	389.72	106.49
Investment Depreciation Reserve	454.00	310.35	-31.64
Revaluation Reserve	2,830.69	4,397.06	55.34
General Reserve	1,388.57	1,413.12	1.77
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	369.42	369.42	--
Provision for Unity Small Finance Bank	1,078.00	1,335.35	23.87
Nominal Membership Fees	1.13	2.31	4.42
Total	14,004.18	16,079.42	14.81



WORKING CAPITAL :

The Working Capital stood at **Rs.95,092.04** lakhs as against Rs.88,003.35 lakhs of the previous year. The following abridged Balance Sheet reflects the composition of working capital as at the year end :

(Rs. In lakh)

2022-23	Liabilities	2023-24	2022-23	Assets	2023-24
15,745.24	Own Funds	17,836.31	38,847.73	Liquid Assets	39,615.32
73,948.73	Deposits	77,229.22	42,613.47	Advances	46,417.01
--	Borrowings	--	675.23	Interest Receivables on	732.35
				Loans and Investments	
736.20	Other Liabilities	1,486.42		Fixed Assets	
(2,426.82)	Profit & Loss A/c	(1,459.91)	4,312.98	Machines, Generators	5,637.25
			1,553.94	Other Assets	2,690.11
88,003.35		95,092.04	88,003.35		95,092.04

DEPOSITS :

The deposit of the Bank continues to grow during the year and registered a growth of **Rs.3,280.49 lakh** as on 31st March, 2024 as compared to previous year.

Your Bank's total deposits reached to **Rs.77,229.22** lakh as on 31st March, 2024 as compared to Rs. 73,948.73 lakh at last year end showing a growth of 4.44%. Bank's CASA Deposit stood to **59.03%** of the total deposit as on 31st March, 2024 as compared to 54.23% in the previous year.

Composition of deposits of the Bank is given here under :

(Rs. In lakh)

	31 st March, 2023	%	31 st March, 2024	%
Term Deposits	33,843.56	45.77	31,643.90	40.97
Current Deposits	7,543.42	10.20	8,765.92	11.35
Saving Deposits	32,561.75	44.03	36,819.40	47.68
TOTAL	73,948.73	100.00	77,229.22	100.00



LOANS & ADVANCES :

The advances of the Bank as on 31st March, 2024 stood at **Rs.46,417.01** lakhs as against Rs.42,613.47 lakhs in the previous year. The CD ratio was **60.10%**. The number of borrowers stood at **11477** at the end of the year.

ADVANCES TO PRIORITY SECTOR & WEAKER SECTION :

Your Bank is following the policy prescribed by the Reserve Bank of India for granting loans and advances to priority sector and weaker section of the society simultaneously keeping pace with growth of other types of advances. As on **31.3.2024** the Bank has advanced **Rs.27,856.96** lakhs to the priority sector and **Rs.15,279.49** lakhs to the weaker section. Percentage of priority sector advances to the total advances is **65.37%** and Weaker Section Advances stood to **35.86%** as on **31.3.2024**.

CATEGORY WISE ANALYSIS OF ADVANCES :

The Bank's lending for various category as on 31st March, 2024 indicated in the following table.

A. TYPE OF LOAN			Rs. in Lakh
	NO. OF ACCOUNTS	AMOUNT	%
Term Loan	392	7,531.30	16.23
Overdraft	11,019	37,811.30	81.46
Cash Credit	66	1,074.41	2.31
Total	11,477	46,417.01	100.00

B. SECURITYWISE ANALYSIS			Rs. in Lakh
	NO. OF ACCOUNTS	AMOUNT	%
Secured	11,310	46,224.25	99.58
Unsecured	167	192.76	0.42
Total	11,477	46,417.01	100.00

C. PURPOSEWISE ANALYSIS			Rs. in Lakh
	NO. OF ACCOUNTS	AMOUNT	%
Retail Loan	1,615	14,632.67	31.52
MSME	568	19,924.04	42.92
Others	9,294	11,860.30	25.56
Total	11,477	46,417.01	100.00



NON PERFORMING ASSETS :

The Bank's Gross NPA as on 31st March, 2024 was Rs.55.50 crore whereas Net NPA was Rs.21.00 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 has earned profit of Rs. 125.61 lakh by trading in Government Securities during the year.

AUDIT & INSPECTION:

M/s. Atul Dhoot & Co., Chartered Accountants conducted the statutory audit of the Bank for the year ended 31st March, 2024. In order to have better check on the day to day functioning of the Bank, two independent Chartered Accountants were appointed as Concurrent Auditors viz. M/s. Yardi Prabhu & Associates LLP. and M/s Fakhri & Co., Bank also has its own internal Inspection team.

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, 2024 stood at **16.02%** as against required rate of 9.00% as per Reserve Bank of India.

HUMAN RESOURCE & TRAINING TO DIRECTORS AND STAFF :

Bank is regularly deputing staff and officers 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.



TECHNOLOGY DEVELOPMENT :

The Bank continues to navigate, the rapidly evolving landscape of technology. We are proud to report on the significant strides we have made in enhancing our technological infrastructure, recognizing the importance of cyber security in today's digital age, to combat the escalating threat of cyber attacks.

Our Wide Area Network (WAN) monitoring capabilities now come with proactive support, enabling us to identify and resolve potential issues before they impact our branches and customers.

We have also launched a support portal, providing a centralized platform for our employees to access knowledge bases, submit tickets, and track resolutions and the same will also be soon made available for our customers.

These technological advancements demonstrate our commitment to innovation and customer satisfaction. We will continue to invest in emerging technologies, fostering a culture of innovation and excellence.

INDUSTRIAL RELATIONS :

Bank expresses its 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 the 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 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. Nihadari Panda, Deputy General Manager and assisted by Mr. Gopu Kumaran K. Nayar, Assistant General Manager and Mr. Manjunath Padmalkar, Manager who conducted inspection of our Bank for the period from 1st April, 2022 to 31st March, 2023.



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

The Board acknowledges the valuable suggestions given by M/s. Atul Dhoot & Co., 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 Fakh & Co., Chartered Accountants who carried our Investment Audit and M/s Anisa & Co., Chartered Accountants for Tax Audit of the Bank during the year.

The Board also acknowledges timely services rendered by all our panel Advocates, Architects and Valuers. 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 Manager, Assistant General Managers, all Executives, Officers and Staff at all levels.

for and on behalf of the Board of Directors

Mumbai

3rd August 2024

ASIF G. M. DADAN
Chairman



BALANCE SHEET (as on 31st March 2024)

CAPITAL AND LIABILITIES	Schedule	2023 - 24	2022-23
CAPITAL ACCOUNT	" A "	17,56,88,850.00	17,41,06,225.00
RESERVE FUND AND OTHER RESERVES	" B "	1,60,79,42,397.55	1,40,04,18,019.79
DEPOSITS AND OTHER ACCOUNTS	" C "	7,72,29,22,056.05	7,39,48,72,737.15
OVERDUE INTEREST RESERVE(Contra)		54,59,60,722.68	49,81,94,214.77
INTEREST PAYABLE		77,93,149.00	75,01,607.00
OTHER LIABILITIES	" D "	17,80,78,325.35	9,75,66,513.26
NOTES ON ACCOUNTS FORM PART OF ACCOUNTS	" M "		
 <u>CONTINGENT LIABILITIES</u>			
		<u>31.03.23</u>	<u>31.03.24</u>
Bank Guarantee		3,06,07,605.00	3,15,02,192.00
DEAF		5,05,27,598.07	7,09,42,911.49
TOTAL Rs.		10,23,83,85,500.63	9,57,26,59,316.97

*Audited & found correct
subject to report*

ATUL DHOOT & CO.

Chartered Accountants

FRN : 132006W

Mumbai
25th June, 2024



BALANCE SHEET (as on 31st March 2024)

PROPERTY AND ASSETS	Schedule	2023-24	2022-23
CASH			
In Hand with RBI, SBI , Maharashtra state Co-Op. Bank and District Central Co-Op. Bank.	" E "	12,41,36,559.17	22,01,16,961.68
BALANCE WITH OTHER BANKS	" F "	1,44,83,41,710.69	1,17,62,07,045.45
		--	--
INVESTMENTS	" G "	2,38,88,53,427.50	2,48,84,49,341.50
ADVANCES	" H "	4,64,17,00,760.81	4,26,13,46,972.60
INTEREST RECEIVABLE			
On Investments 7,32,35,043.59			
On NPAs (Contra) 54,59,60,722.68		61,91,95,766.27	56,57,17,586.78
BILLS RECEIVABLE BEING BILLS FOR COLLECTION (as per contra)		---	---
BRANCH ADJUSTMENT		---	84,592.00
FIXED ASSETS	" I "		
Gross Block 83,07,56,739.68			
Less : Accumulated Depreciation 26,70,31,998.68		56,37,24,741.00	43,12,97,995.34
DEFERRED TAX ASSET		3,72,29,830.12	3,14,48,109.12
OTHER ASSETS	" J "	26,90,11,326.94	15,53,09,104.83
PROFIT AND LOSS ACCOUNT	" K "	14,59,91,378.13	24,26,81,607.67
TOTAL Rs.		10,23,83,85,500.63	9,57,26,59,316.97

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

ALTAF KAZI
DIRECTOR

MOHD. NAVEED ROGHAY
DIRECTOR

SHAIKH ABDUR RASHID
DIRECTOR

AKBAR Y. KONDKARI
CHIEF EXECUTIVE OFFICER



PROFIT AND LOSS ACCOUNT (for the year ended 31st March 2024)

EXPENDITURE	Schedule	CURRENT YEAR		PREVIOUS YEAR	
		Rs.	Ps.	Rs.	Ps.
To Interest on Deposits, Borrowings etc.		30,62,55,909.46		31,65,08,458.59	
To Salaries and Allowances, Bonus & P.F.		15,85,81,769.21		17,30,13,655.93	
To Directors & Local Comm. Mem. Fees and Allowances		26,61,753.00		23,40,258.00	
To Rent, Insurance, Lighting & Taxes		2,27,76,683.35		2,20,15,703.23	
To Law Charges		11,40,475.20		10,27,813.50	
To Postage, Telegrams & Telephone Charges		68,12,285.75		54,47,126.86	
To Audit Fees (Internal & Statutory)		30,50,127.50		38,73,201.13	
To Depreciation		1,22,21,683.71		1,29,11,515.89	
To Amortisation Of Premises			---	1,67,75,382.86	
To Stationery, Printing & Advertisement		95,35,680.06		83,64,171.86	
To Loss on Sale of Assets			---	14,716.74	
To Loss on Sale of Investments		40,17,500.00		30,000.00	
To Premium on Investment amortised		9,36,964.00		8,96,848.00	
To Voluntary Retirement Scheme			---	--	
To Other Expenses	"L"	8,44,91,510.26		7,15,90,423.25	
To Loss on Shifting			---	4,16,87,500.00	
To Provisions and Contingencies					
Provision for Leave Encashment		97,40,938.00		1,01,73,732.00	
Provision for investment Fluctuation		2,00,98,926.63		--	
Provision for Bad & Doubtful Debts		1,69,00,000.00		1,40,00,000.00	
Provision for PMC (Merged with USFB)		2,57,34,890.00		51,58,326.80	
Provision for Fraud		20,00,000.00		--	
Provision for Housing Loan Development			--	--	
To Net Profit Before Tax		12,71,41,933.74		1,12,02,521.71	
Less: Income Tax (P.Y.)				19,95,892.20	
Less: Income Tax (C.Y.)		3,60,00,000.00			
(Add)/Less : Deffered Tax		(57,81,721.00)		(25,68,177.98)	
To Net Profit After Tax C/D.		9,69,23,654.74		1,17,74,807.49	
		94,12,40,963.61		71,70,31,356.35	
To Net Loss B/D			--	--	
To Prior Period expense		1,15,543.20		8,400.00	
To Net Profit Carried To Balance Sheet		9,68,08,111.54		1,17,88,228.42	
NOTES ON ACCOUNTS FORM PART OF ACCOUNTS	"M"				
TOTAL Rs.		9,69,23,654.74		1,17,96,628.42	

Audited & found correct subject to report

Mumbai
25th June, 2024

ATUL DHOOT & CO.

Chartered Accountants

FRN : 132006W



PROFIT AND LOSS ACCOUNT (for the year ended 31st March 2024)

INCOME	Schedule	CURRENT YEAR		PREVIOUS YEAR	
		Rs.	Ps.	Rs.	Ps.
By Interest on Advances		47,86,35,850.26		43,43,67,431.53	
By Interest on Investment		27,65,02,092.71		21,53,80,724.20	
By Commission, Exchange & Brokerage		2,23,38,208.12		2,49,18,226.75	
By Locker Rent		12,75,541.99		10,99,806.95	
By Other Receipts		9,36,117.88		13,88,117.33	
By Profit on Sale of Assets		9,89,913.41		41,358.69	
By Profit On sale of investment		1,25,60,500.00		54,53,750.00	
By Provision for BDDR written back			--	9,00,000.00	
By Recovery in Write Off A/c's		51,60,565.00		31,64,000.00	
By excess provision for MSME & non MSME Written Back			--	92,93,519.00	
By Dividend Received USFB		13,35,348.90		13,35,348.90	
By Excess Provision Written-off			--	--	
By Excess Provision for Restructured Account			--	19,39,073.00	
By Investment Depreciation Reserve		1,43,64,891.60		1,77,50,000.00	
By Net Loss Before Tax			--		
By Net Loss After Tax C/D			--		
		94,12,40,963.61		71,70,31,356.35	
By Net Profit B/D.		9,69,23,654.74		1,17,74,807.49	
By Prior period income			--	21,820.93	
By Investment Fluctuation Reserve			--		
By Net Loss Carried to Balance Sheet.			--		
TOTAL Rs.		9,69,23,654.74		1,17,96,628.42	

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

ALTAF KAZI
DIRECTOR

MOHD. NAVEED ROGHAY
DIRECTOR

SHAIKH ABDUR RASHID
DIRECTOR

AKBAR Y. KONDKARI
CHIEF EXECUTIVE OFFICER



CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2024 (Rs. in Lakhs)

PARTICULARS	Rs. in Lacs	Cash Inflow/Outflow	Net Flow
<u>CASH FLOW FROM OPERATING ACTIVITIES</u>			
Net Loss Before Tax	1,271.42		
Add: Notional Entries/Adjustment Entries			
Depreciation on Fixed Assests	122.22		
Provisions	744.75		
Loss on Sale of Fixed Assets			
Amortisation of Revaluation Reserve		2,138.38	
Less: Profit on sale of fixed assets	9.90		
Provisions write back	143.65	153.55	1,984.84
			1,984.84
<u>(INCREASE) / DECREASE IN OPERATING ASSETS</u>			
Advances	(3,803.54)		
Interest Receivable on Investment	(57.12)		
Other Assets	(1,168.67)		
Deposits And Other Accounts	3,280.49		
Interest Payable On Term Deposits	2.92		
Other Liabilities	425.12	(1,320.80)	(1,320.80)
			664.04
Cash Generated from Operating Activites			
Tax Paid			
Leave Encashment Paid	69.04		69.04
Net Cash Flow from Operating Activities (A)			595.00
<u>CASH FLOW FROM INVESTING ACTIVITIES</u>			
Investments	995.96		
Profit on Sale of Fixed Assets	9.90		
Sale of Fixed Assets	169.36		



CASH FLOW STATEMENT Contd....

PARTICULARS	Rs.	Cash Inflow/Outflow	Net Flow
Purchase of Fixed Assets	(22.51)	1,152.71	
Net Cash Flow From Investing Activities (B)			1,152.71
CASH FLOW FROM FINANCING ACTIVITIES			
Increase in Share Capital	15.83		
Dividend Paid	--		
Golden Jubilee Fund	--	15.83	
Net Cash Flow From Financing Activities (C)			15.83
NET CASH OUT FLOWS ON ACCOUNT OF OPERATING, INVESTING AND FINANCING ACTIVITIES (A + B + C)			1,763.54
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR			13,963.24
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR			15,726.78
NET INFLOW IN CASH AND CASH EQUIVALENTS WITHIN THE YEAR			1,763.54

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

	31.03.2024	31.03.2023
In hand and with RBI, State and District Co-op. Banks	1,243.37	2,201.17
Balance with other banks	14,483.47	11,762.07
Money at Call & short Notice	-	-
	15,726.78	13,963.24

**PER OUR REPORT OF EVEN DATE
FOR ATUL DHOOT & CO.
CHARTERED ACCOUNTANTS
(FRN. 132006W)**

**CA GANESH SHRIDHAR JOSHI
PARTNER. (M. NO: 131974)**

**PLACE: MUMBAI
DATED : 25.06.2024
UDIN : 24131974BKHMKF7431**

FOR KOKAN MERCANTILE CO-OP. BANK LTD.

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

**PLACE: MUMBAI
DATED : 25.06.2024**



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<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:		
	7027554 (6964249) fully paid shares of Rs.25/-		
	each held by		
14,56,37,400.00	i) Individuals	14,82,18,025.00	
2,84,68,825.00	ii) Others	2,74,70,825.00	17,56,88,850.00
17,41,06,225.00			17,56,88,850.00
	<u>SCHEDULE-"B"</u>		
	<u>RESERVE FUND & OTHER RESERVES</u>		
19,16,80,599.51	Statutory Reserves	19,18,51,899.51	
32,81,00,000.00	Bad & Doubtful Debts Reserve	34,50,00,000.00	
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	40,46,997.70	
4,20,70,232.90	Contingency Fund	4,20,70,232.90	
1,88,73,400.00	Investment Fluctuation Fund	3,89,72,326.63	
4,54,00,000.00	Investments Depreciation Fund	3,10,35,108.40	
28,30,69,252.90	Revaluation Reserve	43,97,05,695.66	
13,88,57,441.55	General Reserve	14,13,11,976.52	
2,76,43,110.13	Provision for MSME / Non MSME Restructured Assets	2,76,43,110.13	
92,98,632.87	Provision for Restructured Assets Framework 2	92,98,632.87	
10,78,00,000.00	Contingent prov. for Non Performing Inv.-PMC Bank	13,35,34,890.00	
84,08,142.88	Special Reserve	84,08,142.88	
1,13,025.00	Nominal Membership Fees	2,31,200.00	
34,20,486.50	Golden Jubilee Fund	34,20,486.50	1,60,79,42,397.55
1,40,04,18,019.79			1,60,79,42,397.55
	<u>SCHEDULE-"C"</u>		
	<u>DEPOSIT AND OTHER ACCOUNTS</u>		
3,25,61,74,695.09	Savings Bank Deposits	3,68,19,40,057.23	
75,43,42,494.12	Current Deposits	87,65,91,502.13	
3,38,42,50,717.89	Term Deposits	3,16,42,85,666.64	
1,04,830.05	Matured Term Deposits	1,04,830.05	7,72,29,22,056.05
7,39,48,72,737.15			7,72,29,22,056.05



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<u>SCHEDULE-"D"</u>		
	<u>OTHER LIABILITIES</u>		
98,90,995.19	Payorders/DDs payable	90,30,225.50	
8,28,90,519.07	Sundries	12,79,26,120.85	
--	Provision for Income Tax	3,60,00,000.00	
47,84,999.00	Other Provisions	51,21,979.00	17,80,78,325.35
9,75,66,513.26			17,80,78,325.35
	<u>SCHEDULE-"E"</u>		
	<u>CASH</u>		
15,86,63,302.43	In Hand		9,52,57,948.00
	<u>Current Deposits</u>		
5,66,86,283.83	With Reserve Bank of India	2,03,07,592.18	
18,31,382.46	State Bank of India	11,41,255.94	
29,35,992.96	District Central Cooperative Bank	76,29,763.05	2,90,78,611.17
	<u>Fixed Deposits</u>		
	FDR with State / District Co-op. Bank		
22,01,16,961.68			12,43,36,559.17
	<u>SCHEDULE-"F"</u>		
	<u>BALANCE WITH OTHER BANKS - Current Accounts</u>		
	<u>Nationalised Bank</u>		
59,52,844.49	Union Bank of India	48,91,908.92	
56,62,121.00	Canara Bank	19,12,498.98	
13,40,221.32	Bank of India	1,07,63,475.79	
17,55,022.09	Punjab National Bank	59,09,198.09	
28,132.40	Bank of Maharashtra	59,325.40	
50,654.20	Bank Of Baroda	36,064.20	2,35,72,471.38
	<u>Commercial Banks</u>		
10,35,03,553.87	Kotak Mahindra	18,69,97,142.97	
1,43,16,707.52	IDBI Bank	1,84,60,382.92	
26,34,024.17	HDFC Bank Ltd	63,06,981.05	
46,19,337.84	ICICI Bank Cheque Facility	5,22,46,068.96	
3,52,01,982.65	Yes Bank	5,46,45,967.22	
1,12,22,465.17	Yes Bank-IMPS settlement	1,89,87,278.01	
4,79,01,000.00	Utkarsh Small Finance Bank	2,75,61,001.00	
12,01,824.90	Unity Small Finance Bank	12,01,824.90	
--	Suryoday Bank	2,75,75,686.00	
67,17,419.53	Axis Bank Ltd	1,08,13,688.53	40,47,96,021.56



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	Urban Co-operative Banks		
10,71,663.80	TJSB Sahakari Bank	62,73,543.25	62,73,543.25
24,31,78,974.95			43,46,42,036.19
	Fixed Deposits		
	Nationalised Bank		
3,95,00,000.00	Canara Bank	6,94,00,000.00	
4,00,00,000.00	Punjab National Bank	9,99,95,000.00	
6,48,23,220.50	Union Bank of India	7,11,62,556.50	24,05,57,556.50
	Commercial Banks		
3,74,41,365.00	IDBI Bank	8,93,22,589.00	
4,95,00,000.00	Ujjivan Small Fin. Bank	5,00,00,000.00	
--	Yes Bank	--	
5,00,00,000.00	Fincare Small Finance Bank	5,00,02,000.00	
8,00,00,000.00	DCB Ltd	7,93,00,000.00	
4,00,00,000.00	Jana Small finance Bank	4,00,00,000.00	
--	AU Small finance Bank	--	
16,00,00,000.00	ICICI Bank	22,00,00,000.00	
2,00,00,000.00	Axis Bank	--	
4,00,00,000.00	HDFC	--	
2,00,00,000.00	Utkarsh Small Finance Bank	4,00,00,000.00	
5,00,00,000.00	Suryoday Small Finance Bank	5,00,00,000.00	
4,00,00,000.00	ESAF Small Finance Bank	4,00,00,000.00	
7,00,00,000.00	RBL	2,00,00,000.00	
3,17,63,485.00	Kotak Mahindra Bank	3,45,17,529.00	71,31,42,118.00
	Urban Co-op. Banks		
	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.	--	
8,00,00,000.00	TJSB Sahakari Bank	4,00,00,000.00	6,00,00,000.00
93,30,28,070.50			1,01,36,99,674.50
1,17,62,07,045.45			1,44,83,41,710.69
	SCHEDULE-"G"		
	INVESTMENTS		
2,24,69,32,331.50	(1) Central & State Govt. Securities Face Val - Rs. 2,18,01,70,000/- (Rs. 2,29,01,70,000/-) Mkt Val-Rs.2,11,50,16,074.10/- (Rs.2,14,76,50,939.41/-)	2,18,21,01,817.50	
--	(2) Other Trustee Securities	--	
1,500.00	(3) Shares in Co-Op. Institution and Co.Op. Hsg. Soc.	1,500.00	
7,17,15,400.00	(4) PSU Bonds/ Bonds of all India Financial Institutions	3,69,50,000.00	
28,81,500.00	(5) Adv. Premium on 8.75% IRFC	28,81,500.00	



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
3,33,83,720.00	(6) Equity Warrants USFB	3,33,83,720.00	
13,35,34,890.00	(7) PNCPS USFB	13,35,34,890.00	2,38,88,53,427.50
2,48,84,49,341.50			2,38,88,53,427.50
	SCHEDULE-"H"		
	ADVANCES		
	i) Short Term Loan, Cash Credit, Overdraft and Bill Discounted of which secured against:		
4,91,68,511.52	a) Government & Other approved securities Out of which overdue Rs. 14,01,252.40 (Rs. 39,98,308.82)	6,40,71,260.85	
75,97,71,017.73	b) Other Tangible Securities Out of which overdue Rs. 36,26,36,060.37 (Rs. 39,50,36,267.30).	80,50,01,597.82	
1,49,04,114.79	c) Personal Sureties Out of which overdue Rs. 4,49,364.96 (Rs. 00.00).	1,81,35,934.66	
63,25,96,722.66	d) Gold Ornaments Out of which overdue Rs. 9,77,86,697.00 (Rs. 8,57,18,974.90).	79,65,37,467.13	
			1,68,37,46,260.46
2,92,90,157.00	ii) Medium Term Loan of which Secured against:		
	a) Government & Other approved Securities Out of which overdue Rs. 18,90,002.53 (Rs. 15,59,921.00).	4,40,97,709.74	
22,50,62,556.47	b) Other Tangible Securities Out of which overdue Rs. 4,60,45,683.78 (Rs. 5,30,40,410.38)	28,88,18,192.12	
2,29,58,169.59	c) Personal Sureties Out of which overdue Rs. 1,33,08,034.30 (Rs. 20,33,426.00)	4,52,57,754.33	
8,21,61,544.40	d) Gold Ornaments Out of which overdue Rs. 12,37,066.00 (Rs. 15,63,411.00)	6,29,47,004.40	
			44,11,20,660.59
2,44,54,34,178.44	iii) Long Term Loans of which secured agst. Tangible securities Out of which overdue Rs. 3525.08 lakhs (Rs. 2965.72 lakhs) (of the total advances Rs. 25168.34 lakhs (Rs. 24454.34 lakhs) considered Bad & Doubtful of recovery & fully provided for Rs. 4850.14 lakhs (Previous year Rs. 6021.03 lakhs)		2,51,68,33,839.76
4,26,13,46,972.60			4,64,17,00,760.81
	SCHEDULE-"I"		
	1. PREMISES - GROSS BLOCK		
47,87,73,590.95	Original Cost as per Last Year	46,23,53,718.09	
	Add: Revaluation Increase	17,80,38,869.14	
	Less: Revaluation Decrease	(45,02,279.76)	
3,55,510.00	Add: Additions during the year	---	
(1,67,75,382.86)	Less: Adjustment/Deduction/Sold during the year	(3,28,89,426.92)	
46,23,53,718.09	SUB-TOTAL (A)	60,30,00,880.55	



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	SCHEDULE-"I" Contd...		
6,79,84,752.72	Accumulated Deprn. Upto Last Year	7,20,49,025.64	
40,64,272.92	Add: Depreciation during the year	39,81,841.55	
1,67,75,382.86	Add: Amortisation on revalued amount	1,69,00,146.38	
(1,67,75,382.86)	Less: Adjustment/Deduction/Sold during the year	(1,97,42,076.95)	
7,20,49,025.64	SUB-TOTAL (B)	7,31,88,936.62	
39,03,04,692.45	TOTAL (A-B)		52,98,11,943.93
	2. FURNITURE & FIXTURES		
9,16,02,675.01	Original Cost as per Last Year	9,20,83,408.78	
5,02,520.92	Add: Additions during the year		
(21,787.15)	Less: Deduction/Sold during the year		
9,20,83,408.78	SUB-TOTAL (A)	9,20,83,408.78	
7,04,56,113.65	Accumulated Deprn. Upto Last Year	7,25,88,018.64	
21,48,162.34	Add: Depreciation during the year	19,49,537.42	
(16,257.35)	Less: Depreciation on sale during the year		
7,25,88,018.64	SUB-TOTAL (B)	7,45,37,556.06	
1,94,95,390.14	TOTAL (A-B)		1,75,45,852.72
	3. VEHICLES		
47,10,721.52	Original Cost as per Last Year	45,74,123.52	
--	Add: Additions during the year	---	
(1,36,598.00)	Less: Deduction/Sold during the year	(5,26,206.00)	
45,74,123.52	SUB-TOTAL (A)	40,47,917.52	
18,65,542.98	Accumulated Deprn. Upto Last Year	21,75,832.67	
4,23,520.79	Add: Depreciation during the year	3,44,243.78	
(1,13,231.10)	Less: Depreciation on sale during the year	(3,59,782.74)	
21,75,832.67	SUB-TOTAL (B)	21,60,293.71	
23,98,290.85	TOTAL (A-B)		18,87,623.81
	4. COMPUTER HARDWARE & SOFTWARE		
9,67,33,586.59	Original Cost as per Last Year	9,89,71,578.09	
35,62,124.13	Add: Additions during the year	22,50,546.15	
(13,24,132.63)	Less: Deduction/Sold during the year	(10,28,057.82)	
9,89,71,578.09	SUB-TOTAL (A)	10,01,94,066.42	
8,86,24,144.07	Accumulated Deprn. Upto Last Year	9,16,41,968.08	
43,41,956.64	Add: Depreciation during the year	42,18,043.49	
(13,24,132.63)	Less: Depreciation on sale during the year	(1,03,271.29)	
9,16,41,968.08	SUB-TOTAL (B)	9,57,56,740.28	
73,29,610.01	TOTAL (A-B)		44,37,326.14



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	SCHEDULE-"I" Contd....		
	5. PLANT & MACHINERY		
2,80,71,894.92	Original Cost as per Last Year	2,92,73,032.48	
12,73,428.31	Add: Additions during the year		
(72,290.75)	Less: Deduction/Sold during the year		
2,92,73,032.48	SUB-TOTAL (A)	2,92,73,032.48	
1,70,83,653.57	Accumulated Deprn. Upto Last Year	1,88,05,473.69	
17,75,754.10	Add: Depreciation during the year	15,70,131.24	
(53,933.98)	Less: Depreciation on sale during the year		
1,88,05,473.69	SUB-TOTAL (B)	2,03,75,604.93	
1,04,67,558.79	TOTAL (A-B)		88,97,427.55
	6. CIVIL WORK		
21,57,433.93	Original Cost as per Last Year	21,57,433.93	
--	Add: Additions during the year	--	
-	Less: Deduction/Sold during the year	-	
21,57,433.93	SUB-TOTAL (A)	21,57,433.93	
6,97,094.58	Accumulated Deprn. Upto Last Year	8,54,980.83	
1,57,886.25	Add: Depreciation during the year	1,57,886.25	
-	Less: Depreciation on sale during the year	-	
8,54,980.83	SUB-TOTAL (B)	10,12,867.08	
13,02,453.10	TOTAL (A-B)		11,44,566.85
43,12,97,995.34	TOTAL FIXED ASSETS (1+2+3+4+5+6)		56,37,24,741.00
	SCHEDULE "J"		
	OTHER ASSETS		
5,74,79,079.79	Miscellaneous Assets	14,68,76,332.62	
2,41,06,978.15	TDS Paid	3,35,58,603.57	
1,60,50,000.00	Advance Tax	1,60,50,000.00	
1,12,85,000.00	Deposit on Rental Premises	1,12,85,000.00	
13,62,231.89	Deposits with BEST, BMC etc.	13,73,734.87	
25,08,155.00	Stock of Printing & Stationery	23,49,995.88	
4,25,17,660.00	Sundry Debtors Non Banking Assets	5,75,17,660.00	
--	Unamortised VRS	--	
15,53,09,104.83			26,90,11,326.94
			26,90,11,326.94



SCHEDULES TO BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<u>SCHEDULE-"K"</u>		
	<u>PROFIT AND LOSS ACCOUNT</u>		
25,44,69,836.09	Profit as per last Balance Sheet	24,27,99,489.67	
-	Less : Transferred to General Reserve & Special Reserve	-	
25,44,69,836.09		24,27,99,489.67	
-	<u>Less: Appropriations</u>	-	
1,17,882.00	<u>Education Fund</u>	-	
-		-	
21,820.93	Add : Prior period Income	-	
8400.00	Less : Prior period Expense	1,15,543.20	
-	Add : Investment Fluctuation Reserve	-	
1,17,74,807.49	Add: Net Profit / (Loss) as per Profit and Loss A/c.	9,69,23,654.74	
-		-	
24,27,99,489.67			14,59,91,378.13



SCHEDULES TO PROFIT AND LOSS ACCOUNT

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	SCHEDULE- "L"	
	OTHER EXPENDITURE	
12,96,995.29	Bank Charges	10,12,668.81
8,98,121.00	Conveyance Charges	9,32,160.14
32,17,330.84	Miscellaneous Expenses	25,37,807.60
3,89,268.00	Meeting Expenses	6,35,834.00
--	Meeting Allowance	--
6,18,005.24	Training Expenses	4,63,355.15
1,19,626.90	Travelling Expenses	8,91,223.45
1,825.00	Transportation Charges	8,020.00
1,09,907.00	Subscription	3,55,629.00
2,67,887.00	Water Charges	2,79,394.00
69,72,653.36	Security Charges A/c	71,06,171.94
15,24,307.30	Expansion & Development	25,86,422.38
--	Recovery Expenses	31,058.00
23,000.00	R.T.O.Charges	--
16,65,747.00	Staff Welfare Expenses	44,62,563.00
4,42,904.00	Vehicle Fuel	4,76,143.00
3,93,569.37	Vehicle Maintenance	2,92,280.86
17,33,420.00	Professional Charges	93,36,185.40
8,95,750.00	Consultancy Charges	15,34,282.00
29,878.98	CIBIL Charges	86,265.86
--	Service Tax Charges	--
4,74,000.00	Deferred Exp W./Off Maz Br. Pre	4,74,000.00
9,124.00	Cluster 1 Mumbai Expense	--
13,305.00	Cluster 2 Thane Expense	--
2,42,605.00	Cluster 3 Raigad Expense	2,878.00
3,56,047.85	Cluster 4 Ratnagiri Expense	2,36,471.00
--	Donation A/c	--
59,26,054.00	Commission Misc.	59,17,042.50
--	Commission on YES BANK ATM Transaction	--
2,16,086.93	Commission on IMPS Expenses	2,21,878.13
17,52,140.25	Commission on UPI Expenses	30,82,029.74
49,90,616.01	Commission Nfs/Rupay Iss A/c	57,29,228.76
1,35,305.55	Pos Issuer Commission A/c.	--
24,36,962.79	Computer Software	15,83,762.27
10,74,554.06	Computer Maintenance	34,93,196.83
10,75,623.73	Computer Maintenance (AMC)	6,69,161.50



SCHEDULES TO PROFIT AND LOSS ACCOUNT

AS AT 31st March 2022	PARTICULARS		AS AT 31st March 2023
	SCHEDULE- "L" Contd...		
1,57,807.48	Router Modem Maintenance	--	
24,269.32	Expense on IT Call Center	72,392.91	
50,88,013.42	Maintenance Charges	80,53,969.09	
7,99,819.59	Maintenance (AMC)	9,60,646.11	
8,89,479.14	Maintenance IMPS Charges	8,95,201.64	
17,82,339.11	Maintenance RUPAY Switch Charges	12,54,123.62	
3,40,020.00	Maintenance Net Banking	3,40,140.00	
89,35,033.02	Maintenance UPI Charges	95,35,379.02	
1,92,330.00	Maintenance ATM Monitoring	1,78,791.50	
12,66,654.00	ATM Maintenance AMC A/c.	8,88,855.00	
6,15,689.00	UPS Maintenance AMC A/c.	5,04,561.50	
59,03,325.00	CBS Maintenance Charges AMC	40,89,360.00	
1,54,384.00	Travell and Halt Allowance	4,78,230.00	
1,89,095.00	CCIL Charges	1,43,943.18	
35,400.00	Maintenance of Positive Pay	62,700.00	
2,00,000.00	Penalty Charges	1,00,000.00	
15,63,308.72	Annual General Meeting Expense	20,94,884.00	
--	Sports Expense	20,000.00	
--	Election Expense	3,80,859.37	8,44,91,510.26
41,50,835.00	Interest From USFB	--	
7,15,90,423.25			8,44,91,510.26
	Excess / Short Provision for Income Tax		
	Short Provision for Income Tax AY 2017-18		
	Short Provision for Income Tax AY 2018-19		
	Excess Provision for Income Tax AY 2020-21		



SCHEDULES - "M"

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2024

I.

1. Overview

The **Kokan Mercantile Cooperative Bank Ltd.**, (The Bank) was incorporated on 1969 and has completed its 55 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".



- 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 expense 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%



- 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) 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.

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.

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.



III. NOTES ON ACCOUNTS:

1) Investment:

- a) Bank is not holding any investment under HFT category. Investment under AFS category as on 31.03.2024 is Rs.7396.15 Lakhs. The Bank has debited Rs 200.99 Lakhs in the Profit & Loss A/c towards Provision for Investment Fluctuation Reserve to make good the shortfall as compared to requirement of 5% IFR with regard to Investment in AFS/HFT category. Due to this debit, Bank's IFR Balance of Rs 389.72 Lakhs is representing excess of Rs 19.91 Lakhs. Hence, no further appropriation is required to be made from Profit & loss A/c towards IFR.
- b) The Bank has made valuation of securities in AFS/HFT category on Marked to Market basis as on 31st March 2024 resulting in Depreciation requirement of Rs 310.35 Lakhs as against Investment Depreciation Fund of Rs 454.00 Lakhs representing excess of Rs 143.65 Lakhs and the same is written back to Profit & Loss A/c.
- c) 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.
- d) The Bank has made provision towards deposits held with PMC Bank (now Unity SFB) to the extent of Rs.257.35 Lakhs in the current year as 5th 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 FB deposits is Rs.1335.35 lakhs as on 31.03.2024.

- 2) Balances in the accounts i.e. Unidentified Deposits of Rs. 47,55,987.63, Other Creditors of Rs.2,35,21,487.00, Miscellaneous Assets of Rs.14,68,76,332.62, Deposit on Rental Premises of Rs.1,12,85,000.00, Deposits with BEST, BMC of Rs. 13,73,734.87 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.

3) Prior Period Expenses and Income (AS-5)

The Bank has incurred prior period expenses of Rs.1.16 lakhs which is shown "Below the line" in Profit & Loss Account. It will not have any material effect on the Profit of the Bank.

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

- a) The Bank has disclosed the fixed assets and deprecation 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) During the year, the bank has changed its Accounting Policy to fall in line in General Accounting Practices followed in the co-operative sector. Due to this change in policy, the Bank has not debited Rs 169.00 Lakhs towards amortization of premises to Profit & Loss with corresponding credit of identical amount to General Reserve in the Balance sheet. Had the Bank debited Rs 169.00 lakhs to Profit & Loss A/c, the Bank's profit would have been lower by Rs 169.00 Lakhs and General Reserve in the Balance sheet would also have been higher by identical amount.
- c) **Revaluation of Premises:**
During the year, the Bank has revalued its premises as on 30.09.2023 as per the Accounting Policy of the Bank to revalue the premises of Bank over its Book value. The Revaluation portion in excess of Book value is Rs 17,80,38,869.14. Accordingly, Value of Premises after revaluation but before amortization for the year is Rs 54,67,12,090.31. After revaluation, the Bank has given effect of yealy amortization for the earlier revaluation of Rs 1,67,75,382.86 and 6 months amortization for fresh revaluation of Rs 1,24,763.52 in the accounts. Total amortization including earlier as well as fresh amortization for the year ended 31.03.2024 is Rs 1,69,00,146.38. Book value of the premises and value of the premises including revaluation as on 31.03.2024 is Rs 35,18,97,838.31 and 52,98,11,943.93 respectively.

5) **Retirement Benefits (AS-15)**

- a) The Bank is accounting leave encashment on accrual basis. As per the actuarial valuation as on 31.03.2024, it has Present Value of Obligations (PVO) of Rs.298.60 Lakhs as compared to Fair Value of Plan Assets (FVP) of Rs.Nil resulting in provision requirement for leave encashment of Rs.298.60 Lakhs as against the balance of Rs.97.41 under the head "Provision for Leave Encashment" resulting in shortfall of Rs.201.19 lakhs.The Bank has provided "Provision for Leave Encashment" based on short term liability as per the actuarial valuation.
- b) The Bank's Present Value of Obligations (PVO) of gratuity is Rs.1033.09 Lakhs as compared to Fair Value of Plan Assets (FVP) of gratuity of Rs.1181.91 Lakhs resulting in Gratuity asset of Rs.148.82 Lakhs. Hence there is no provision requirement as on 31.03.2024.



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

Sr. No.	PARTICULARS	Gratuity (Funded) 31.03.2024	Gratuity (Funded) 31.03.2023
1	Discount rate	7.00%	7.24%
2	Expected Return on plan assets	7.00%	7.00%
3	Salary escalation rate	5.00%	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 01.04.2023	1194.54	1204.94
ii.	Interest cost	83.49	81.10
iii.	Current service cost	53.76	55.06
iv.	Liability transfer in	0.00	
v.	Benefits paid	-151.47	-120.07
vi.	Actuarial (gains) / loss on obligations	-147.23	-26.49
vii.	Present value of obligation as at 31-03-2024	1033.09	1194.54
5	Reconciliation of opening & closing balance of fair value of fair plan assets:		
I.	Fair value of plan assets as at 01-04-2023	1385.07	1226.66
ii.	Adjustments to opening balance	-244.12	114.46
iii.	Expected return on plan assets	79.82	93.17
iv.	Contributions	150.00	100.00
v.	Benefits paid	-151.47	-120.07
vi.	Actuarial (gain) / loss on plan assets	-37.39	-29.16
vii.	Fair value of plan assets as at 31-03-2024	1181.91	1385.07
6	Amount recognized in Balance Sheet		
I.	Present value of obligations as at 31-03-2024	1033.09	1194.54
ii.	Fair value of Plan Assets as at 31-03-2024	1181.91	1385.07
	Fund status	148.82	190.52
iii.	Assets / (liability) as at 31-03-2024		
8	Expenses recognized in Profit & Loss Account		
I.	Current service cost	53.75	55.06
ii.	Interest cost	83.49	81.10
iii.	Expected Return on planned Assets	-79.81	-93.18
iv.	Net actuarial (gain) / loss	-109.86	2.67
v.	Expenses to be recognized in Profit & Loss Account	-52.43	45.66

d) During the past year, the Bank disbursed additional increments to staff members. The total amount disbursed was Rs. 12,64,697.00, out of which the balance of Rs 9,36,528.00 has been recorded under "Advance to Staff" within the category of "Other Assets," with plans to recover them from staff members in the ensuing years.



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

(Rs. in Lakhs)

Particulars	Treasury	Other Banking Operations	Total
			31st March 2024
Revenue	2,903.98	5,093.36	7,997.34
	(2,208.34)	(4,663.14)	(6,871.49)
Segment Cost	49.54	6,075.28	6,124.82
	(426.14)	(6,338.82)	(6,764.97)
Result	2,854.43	-981.92	1,872.52
	(1,782.20)	(-1,675.68)	(106.52)
Less: Provisions and Contingencies			744.75
			(293.32)
Add: Reserves & Funds written back			143.65
			(298.83)
Profit / (Loss) Before Tax			1,271.42
			(112.03)
Less/ (add): Income Tax/ Deferred Tax Asset			302.18
			(-5.72)
Net Profit / (Loss) After Tax			969.24
			(117.75)
OTHER INFORMATION			
Segment Assets	24,620.88	77,390.67	1,02,011.56
	(25,559.73)	(69,852.38)	(95,412.11)
Unallocated Assets			372.30
			(314.48)
Total Assets			1,02,383.86
			(95,726.59)
Segment Liabilities	700.07	1,01,585.00	1,02,285.08
	(642.73)	(94,965.80)	(95,608.53)
Unallocated Liabilities			98.78
			(118.06)
Total Liabilities			1,02,383.86
			(95,726.59)



- 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.

6) 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. Akbar Kondkari, 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.

7) 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	31.03.2024	31.03.2023
Future lease rental payable as at the end of the year:		
- Not later than one year	34.87	29.14
- Later than one year and not later than five year	53.31	55.59
- Later than five years	0.00	0.00
Total of minimum lease payments recognized in the profit and loss account for the year.	45.72	50.62
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



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

	Particulars	31.03.2023	31.03.2024
A	Profit / (Loss) after tax (Rs. In Lakhs)	117.75	969.24
B	Nominal value of Share (Rs. Per Share)	Rs. 25/-	Rs. 25/-
C	Weighted Average Equity shares used as the denominator	6693185	6955809
D	EPS – Basic & Diluted (in Rs.)	1.76	13.93

9) 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.

10) 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, 2024 are as follows:

Particulars	Balance as on 31.03.2023	For the Year	Balance as on 31.03.2024
Deferred Tax Asset			
Depreciation on Fixed Assets	(190.20)	8.14	(182.06)
Bad & Doubtful Debts Reserve	478.12	42.53	520.65
Leave Encashment	(9.73)	7.14	(2.59)
Provision for Restructured Assets	36.29	00.00	36.29
Net Deferred Tax Asset (Liability) (A-B)	314.48	57.81	372.29

The application of Deferred Tax has resulted in a net credit of Rs. 57.81 lakhs to the Profit and Loss Account for the year ended March, 2024. The closing Deferred Tax Assets (net) of Rs. 372.29 lakhs have been shown separately in the Balance Sheet.



11) **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)	
	31.03.2023	31.03.2024
Carrying amount at the beginning of the year	4.03	1.20
Add: Additions during the year	0.00	0.00
	4.03	1.20
Less: Amortisation during the year	2.83	0.91
Carrying amount at the end of the year	1.20	0.29

12) **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.

13) **AS-29 - Contingent Liabilities**

Particulars	31.03.2023	31.03.2024
Bank Guarantees	3,06,07,605.00	3,15,02,192.00

14) **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.
- During the year, a fraud occurred at the Ratnagiri Branch involving the Kokan Bank Daily Deposits Scheme, amounting to Rs 19.89 Lakhs, out of which the Bank has reimbursed Rs 16.63 Lakhs to affected customers and the balance of Rs.3.37 is still to be reimbursed to the customers. Despite this reimbursement of the involved amount, the Bank has made a provision of Rs 20.00 Lakhs and parked the same under the head "Other Provisions".
A General Ledger balance of Rs 2.07 Lakhs remains with the Bank. Due to the unavailability of details of customer deposit information under this scheme, the contingent liability related to this matter cannot be quantified at this time.

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

16) Management notes that the Bank's Core Banking Systems (CBS) currently do not consistently downgrade loan accounts marked as 'suit filed' in accordance with income recognition and asset classification policies. Despite the initiation of legal proceedings, certain loan accounts maintain their original classification within the CBS. We acknowledge the importance of accurately reflecting asset quality and income recognition in financial reporting. Management is actively reviewing and enhancing controls, including potential updates to the CBS functionality, to address this matter. These efforts aim to ensure compliance with regulatory guidelines and internal policies governing asset classification and income recognition. It is important to note that this issue did not result in any material misstatements in the financial statements for the current reporting period.



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 Lakhs)

Sr. No.	Particulars	Current Year	Previous Year
i)	Paid up share capital and reserves (net of deductions, if any)	1,369.36	1,426.58
ii)	Other Tier 1 capital	5,944.49	2,972.64
iii)	Tier 1 capital (i + ii)	7,313.85	4,399.22
iv)	Tier 2 capital	660.42	1,733.24
v)	Total capital (Tier 1+Tier 2)	7,974.27	6,132.46
vi)	Total Risk Weighted Assets (RWAs)	49,790.16	43,980.28
vii)	Paid-up share capital and reserves as percentage of RWAs	2.75%	3.24%
viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	14.69%	10.00%
ix)	Tier 2 Ratio (Tier 2 capital as a percentage of RWAs)	1.33%	3.94%
x)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	16.02%	13.94%
xi)	Leverage Ratio	Nil	Nil
xii)	Percentage of shareholding of a) Government of India b) State Government (specify name) c) Sponsor Bank	Nil	Nil
xiii)	Amount of paid-up equity capital raised during the year	15.83	85.70
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



b) Draw down from Reserves

The Bank has not drawn any amount from free reserves to Profit & Loss Account during the year 2023 - 24

2) Asset Liability Management

a) Maturity pattern of certain items of assets and liabilities as on 22.03.2024

(Amount in Thousands)

	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	573,761	62,180	295,617	427,160	927,290	5,127,924	62,204	20,496
Advances	84,598	24,441	125,365	204,176	637,637	1,186,210	524,898	1,393,522
Investments	842,657	98,920	243,872	--	--	39,831	100,200	1,067,149
Borrowings	--	--	--	--	--	--	--	--
Foreign Currency	--	--	--	--	--	--	--	--
Foreign Currency liabilities	--	--	--	--	--	--	--	--



3) Investments

a) Composition of Investment Portfolio

As at 31.03.2024

(Amount in ₹ Lakhs)

	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	14424.87	0	0.02	0	0	0	14,424.89	0
Less : Provision for non-Performing Investments (NPI)	0	0	0	0	0	0	0	0
Net	14424.87	0	0.02	0	0	0	14,424.89	0
Available for Sale								
Gross	7396.15	0	0	398.32	0	1,669.19	9463.66	0
Less : Provision for Depreciation and NPI	310.35	0	0	0	0	0	0	0
Net	7085.80	0	0	398.32	0	1,669.19	9153.29	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	21821.02	0	0.02	398.32	0	1,669.19	23888.55	0
Less : Provision for non-Performing Investments	0	0	0	0	0	0	0	0
Less : Provision for Depreciation and NPI	310.35	0	0	0	0	0	310.35	0
Net	21510.67	0	0.02	398.32	0	1669.19	23578.18	0



As at 31.03.2023

(Amount in ₹ Lakhs)

	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



b) Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Amount in ₹ Lakh)

Particulars	Previous Year	Current Year
i) Movement of provisions held towards depreciation on investments		
a) Opening balance	631.50	454.00
b) Add: Provisions made during the year		
c) Less: Write off / write back of excess provisions during the year	(177.50)	(143.65)
d) Closing balance	454.00	310.35
ii) Movement of Investment Fluctuation Reserve		
a) Opening balance	188.73	188.73
b) Add: Amount transferred during the year		200.99
c) Less: Drawdown	0.00	
d) Closing balance	188.73	389.72
iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category	1.74%	5.27%

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

I) a) Non-performing non-SLR investments

(Rs. in Lakh)

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	--	--



b) *Non-performing Investments in Fixed Deposits :*

(Rs. in Lakh)

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

ii) *Issuer composition of Non-SLR Investments*

(Rs. in Lakh)

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	Nil	347.66	--	--	--	--	--	--	Nil	347.66
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	--	--	--	--	--	--	1669.19	1669.19
g)	Provision held towards depreciation	310.35	454.00	--	--	--	--	--	--	310.35	454.00
	Total	2,067.50	2,415.16	--	--	--	--	--	--	2,067.50	2,415.16

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	35,311.80	1,007.97	6,021.03	272.66	7,301.67	42,613.46
Add: Additions during the year	5,555.60				387.84	5,943.44
Less: Reductions during the year*					2,175.03	2,175.03
Closing balance	40,867.40	389.98	4,882.39	277.24	5,549.61	46,417.01
*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	100.80	2,907.54	272.66	3,281.00	3,482.11
Add: Fresh provisions made during the year			222.24	4,580.3	226.82	226.82
Less: Excess provision reversed/write off Loans		57.82			57.82	57.82
Closing balance of provisions held	201.11	42.98	3,129.78	277.24	3,450.00	3,651.11
Net NPAs						
Opening Balance – Gross NPA		907.17	3,113.49		4,020.66	
Add: Fresh additions during the year						
Less: Reductions during the year		562.77	1,358.28		1,921.05	
Closing Balance	40,915.39	344.40	1,775.21		2,099.61	
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	11.96%	17.13%
Net NPA to Net Advances	4.89%	10.59%
Provision coverage ratio	62.17%	44.93%



b) Sector-wise Advance and Gross NPAs

(Amount in ₹ Lakh)

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	361.65	188.08	52.01%	428.52	190.25	44.40%
b)	Advances to industries sector eligible as priority sector lending	5,033.01	923.05	18.34%	2,827.40	871.52	30.82%
c)	Services	14,891.04	2,320.57	15.58%	15,490.43	3,196.18	20.63%
d)	Personal Loans	7,571.27	209.46	2.77%	5,616.74	241.71	4.30%
	Sub Total (i)	27,856.96	3,641.16	13.07%	24,363.09	4,499.66	18.47%
ii)	Non - Priority Sector						
a)	Agriculture and allied activities						
b)	Industry						
c)	Services						
d)	Personal Loans	18,560.04	1,908.45	10.28%	18,250.38	2,802.01	15.35%
	Sub Total (ii)	18,560.04	1,908.45	10.28%	18,250.38	2,802.01	15.35%
	Total (i + ii)	46,417.01	5,549.61	11.96%	42,613.47	7,301.66	17.13%

To be computed as per applicable regulatory instructions.



c) Particulars of resolution plan and restructuring

		Agriculture and allied activities		Corporates (Excluding MSME)		Micro, Small and Medium MSME		Retail (Excluding agriculture and MSME)		TOTAL	
		Current	Previous	Current	Previous	Current	Previous	Current	Previous	Current	Previous
Standard	Number of Borrowers					5					
	Gross Amount (Crores)					0.9					
	Provision Held (Crores)										
Substandard	Number of Borrowers										
	Gross Amount (Crores)										
	Provision Held (Crores)										
Doubtfull	Number of Borrowers										
	Gross Amount (Crores)										
	Provision Held (Crores)										
Total	Number of Borrowers					5					
	Gross Amount (Crores)										
	Provision Held (Crores)					0.9					

d) 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.



e) **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.

f) **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	1	--
Amount involved in fraud (₹ lakhs)	19.89	--
Amount of provision made for such frauds (₹ lakhs)	20.00	--
Amount of Unamortised provision debited from 'other reserves' as at the end of the year. (₹ lakhs)	NIL	--

g) **Disclosure under Resolution Framework for COVID-19-related Stress Format for disclosures to be made half yearly starting September 30, 2023**

(Rs. in Lakh)

Type of Borrower	Exposure to accounts classified as standard consequent to implementation of resulation plan-position as at the end of the previous Half - Year	of aggragete debt that slipped into NPA during the Half - Year	Amout written off During the Half - Year	Amout paid by the borrowers during Half - Year	Exposure to account classified as standard consequent to implementation of resolution plan position as at the end of this Half - Year
Personal Loan	--	--	--	--	--
Corporate persons*	30.66	0.00	--	1.73	28.93
Of which, MSMEs			--	--	--
Others	10.41	0.11	--	1	9.3
Total	41.07	0.11	--	2.73	38.23



Format for disclosures to be made half yearly starting March 31, 2024

(Amount in ₹ Lakh)

Type of Borrower	Exposure to accounts classified as standard consequent to implementation of resolution plan-position as at the end of the previous Half - Year	of aggregate debt that slipped into NPA during the Half - Year	Amount written off During the Half - Year	Amount paid by the borrowers during Half - Year	Exposure to account classified as standard consequent to implementation of resolution plan position as at the end of this Half - Year
Personal Loan	--	--	--	--	--
Corporate persons*	28.93	0.44	--	1.71	26.78
Of which, MSMEs			--	--	--
Others	9.3	0.08	--	1.00	8.23
Total	38.23	0.52	--	2.71	35.01

5. Exposures

a) Exposure to real Estate Sector

(Amount in ₹ Lakh)

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.	4,385.89	5,776.03
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;	8,245.34	4,096.93
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	12,631.23	9,872.96



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 ₹ Lakh)

Particulars	Current Year	Previous Year
Total unsecured advances of the bank	192.76	284.48
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	5,155.35	5,887.42
Percentage of deposits of twenty largest depositors to total deposits of the bank	6.68%	7.96%

b) Concentration of Advances*

(Amount in ₹ Lakhs)

Particulars	Current Year	Previous Year
Total deposits of the twenty largest borrowers	4,855.58	5,146.22
Percentage of advances of twenty largest Borrowers to total advances of the bank	10.46%	12.08%



c) Concentration of Exposures**

(Amount in ₹ Lakh)

Particulars	Current Year	Previous Year
Total exposure of the twenty largest borrowers / customers	4,855.58	5,146.22
Percentage of exposures to the twenty largest Borrowers / Customers to total exposure of the bank on Borrowers / Customers	10.46%	12.08%

** Exposures shall be computed as per applicable RBI regulations

d) Concentration of NPAs

(Amount in ₹ Lakh)

Particulars	Current Year	Previous Year
Total exposure to the top twenty NPA Accounts	2,175.40	3,928.44
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	39.45%	53.80%

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 Lakh)

Particulars	31.03.2024	31.03.2023
Opening balance of amounts transferred to DEAF	505.27	381.19
Add: Amounts transferred to DEAF during the year	242.30	133.51
Less: Amounts reimbursed by DEAF towards claims	38.15	9.43
Closing balance of amounts transferred to DEAF	709.42	505.27

The Bank has paid Rs. 38.15 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	3	2
3	Number of complaints disposed during the year	3	2
	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.		



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	-	1	--	-	-
Ground - 4	-	-	-	-	-
Ground - 5	-	-	-	-	-
Others					
Total					
Previous Year					
Ground - 1	-	1	-	-	-
Ground - 2	-	1	-	-	-
Ground - 3	--	-	--	--	--
Ground - 4	-	-	-	-	-
Ground - 5	-	-	-	-	-
Others					
Total					

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

As per the letter dated 05.06.2023 a penalty of Rs. 1 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	7.79	7.16
ii) Non-interest income as a percentage to Working Funds	0.45	0.40
iii) Cost of Deposits	4.04	4.28
iv) Net Interest Margin	4.30	3.67
v) Operating Profit as a percentage to Working Funds	1.92	0.11
vi) Return on Assets	1.20	0.15
vii) Business (deposits plus advances) per employee (in ₹ lakhs)	406.73	376.01
viii) Profit per employee (in ₹ lakhs)	3.19	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 ₹ Lakh)

Particulars	Current Year	Previous Year
i) Provisions for NPI	257.34	51.58
ii) Provision towards NPA	169.00	131.00
iii) Provision made towards Income tax including Deferred Tax	(57.81)	(25.68)
iv) Other Provisions and Contingencies (with details)		
a) Provision for Investments fluctuation reserve	200.99	--
b) Provision for Fraud	20.00	--
c) Provision for Housing Development		--
d) Provision for Restructured Accounts		--
e) Provision for Leave Encashment	97.41	101.74

f) **Payment of DICGC Insurance Premium**

(Amount in ₹ Lakh)

Sr. No.	Particulars	Current Year	Previous Year
i)	Payment of DICGC Insurance premium	106.39	101.98
ii)	Arrears in payment of DICGC Premium	--	--

g) **Disclosure of facilities granted to directors and their relatives**

(Amount in ₹ Lakh)

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	78.05	--	7.91	--



SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<u>SUB SCHEDULE 1</u>		
	<u>DEPOSIT AND OTHER ACCOUNTS</u>		
	<u>(Sub-Schedule to Schedule- "C")</u>		
	Savings Bank Deposits		
3,14,63,93,995.52	Savings Bank Accounts	3,62,67,47,744.62	
4,88,372.01	Easy Saving	2,76,098.07	
67,48,918.92	Kokan Junior saving deposit	88,42,737.16	
45,78,569.17	Donations saving account	47,19,098.90	
9,79,64,839.47	Non-Res. (Ext) Saving	4,13,54,378.48	3,68,19,40,057.23
3,25,61,74,695.09			
	Current Accounts		
74,28,30,447.10	Current Deposit	86,34,41,501.68	
45,202.93	ABB TD-TL		
1,14,66,844.09	Credit Balance in CC/OD	1,31,50,000.45	
75,43,42,494.12			87,65,91,502.13
	Term Deposits		
26,46,04,004.60	Fixed	25,80,10,404.85	
2,16,81,66,610.44	Fixed -cum-Recurring	2,06,15,23,021.79	
4,36,27,097.00	Recurring	4,46,73,553.00	
42,14,12,559.00	Monthly Interest Deposit Receipt	38,97,66,165.00	
5,10,76,687.85	Multiple	2,93,48,682.00	
7,25,24,545.00	Non.Res (External) Term	4,84,24,683.00	
10,05,44,797.00	K.B.D.D.C.	8,24,08,609.00	
3,30,12,099.00	Lakhpati Deposit Scheme	2,60,78,740.00	
1,00,85,294.00	Deposit for Bank Guarantee	1,14,22,687.00	
42,71,285.00	Kokan Education deposit	75,95,414.00	
22,49,300.00	Kokan bank monthly scheme	3,55,000.00	
19,42,29,600.00	Quarterly interest deposit	18,60,74,560.00	
--	Kokan Bank Golden jubilee deposit	--	
1,84,46,839.00	FD Earmarked For SDV	1,86,04,147.00	
3,38,42,50,717.89			3,16,42,85,666.64
1,04,830.05	Matured Term Deposits		1,04,830.05
7,39,48,72,737.15			7,72,29,22,056.05



SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<u>SUB SCHEDULE 2</u>		
	<u>SUNDRIES</u>		
	(Sub-schedule to Schedue-"D")		
70,21,396.65	Unidentified Deposits	47,55,987.63	
3,03,82,693.10	Other Creditors	2,35,21,487.00	
5,65,210.00	Security Deposits of Employees	6,08,210.00	
7,54,873.46	Commission recd. In advance	6,67,406.40	
4,25,804.31	SGST payable	3,84,829.10	
4,25,804.58	CGST payable	3,84,828.14	
15,335.65	IGST payable	15,530.03	
1,67,539.15	Authorised Collection Agent Fund	1,64,841.35	
24,96,062.00	Sundry Creditors-TDS	24,32,874.00	
4,90,031.25	Excess Cash	5,51,142.25	
1,200.00	Call towards advocate legal	1,200.00	
1,01,73,732.00	Reserve for Leave Encashment	97,40,938.00	
1,770.00	BBPS Collection	8,830.00	
1,05,367.85	RUPAY / NFS GST A/C Recieved	94,682.01	
35,81,300.00	ATM ISS A/C	84,39,600.00	
2,88,411.48	POS ISS A/C	14,49,950.79	
55,692.33	ECOM ISS A/C		
2,58,87,799.87	UPI Remitter A/C (Pool A/C)	7,45,89,242.07	
21,612.99	UPI GST Received	52,377.66	
25,000.00	CB / CA ATM Adjustment	6,600.00	
3,882.40	POS / ECOM Refund Account	5,486.00	
--	UPI GST Paid	50,078.42	
			12,79,26,120.85
8,28,90,519.07			12,79,26,120.85



SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<b style="color: red;">SUB SCHEDULE 3		
	PROVISION FOR INCOME TAX		
	Provision for Income Tax (A.Y.2024-25)	3,60,00,000.00	
			3,60,00,000.00
	<b style="color: red;">SUB SCHEDULE 5		
	OTHER ASSETS		
	(Sub-schedule to Schedule-K)		
	Miscellaneous Assets		
10,55,355.34	Prepaid Expenses	8,44,200.78	
47,84,999.00	Sundry Debtors Fraud	47,84,999.00	56,29,199.78
	<u>Stock of Stamps</u>		
62,250.00	i) Adhesive	51,910.00	
1,045.50	ii) Postal	1,626.00	53,536.00
--	Stock of Pancard Coupons	--	
91,050.00	Advance A/c	2,00,964.00	
1,03,39,550.00	Employees Festival Advance	90,41,050.00	
1,04,416.00	Advance Towards Staff Mediclaim Policy	18,196.00	
7,020.00	Advance Towards Franking Charges	500.00	
	Advance to Staff	17,15,454.20	
6,00,273.00	Advance Towards Computers	6,00,273.00	
35,82,971.54	CGST Receivable	48,50,297.58	
16,98,387.15	SGST Receivable	30,90,844.71	
52,766.79	IGST Receivable	27,614.92	
6,29,287.62	Input tax credit CGST	6,41,582.50	
6,29,287.86	Input tax credit SGST	6,40,907.84	
53,68,000.00	Advance towards Gratuity	53,68,000.00	
86,892.55	RUPAY / NFS GST AC Paid	69,799.79	
2,35,15,422.70	UPI Benefeciary A/C (Pool A/C)	7,18,28,198.60	
25,661.17	UPI GST Paid	--	
39,33,100.00	ATM ACQ A/C	83,10,900.00	
1,74,522.57	DEAF claim receivable-RBI	1,29,727.75	
25,821.00	UPI Timeout / Credit Adj.	607.55	
7,11,000.00	Renovation Mazgaon Br. Pre	2,37,000.00	
	ECOM ISS AC	5,20,598.40	
	Clearing Suspence	3,23,77,680.00	
	Election Expense	15,23,400.00	14,11,93,596.84
5,74,79,079.79			14,68,76,332.62



SUB SCHEDULES TO SCHEDULE OF BALANCE SHEET

AS AT 31st March 2023	PARTICULARS		AS AT 31st March 2024
	<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	
12,56,880.15	TDS Paid (A.Y. 2023-24)	12,56,880.15	
--	TDS Paid (A.Y. 2024-25)	93,57,546.02	
--	TDS on GST	94,079.40	
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	3,35,58,603.67
2,41,06,978.15			3,35,58,603.67
	<u>SUB SCHEDULE 7</u>		
	<u>OTHER ASSETS</u>		
	<u>(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	1,60,50,000.00
1,60,50,000.00			1,60,50,000.00



EXPENDITURE

AS AT 31st March 2022	PARTICULARS	AS AT 31st March 2023
	TO INTEREST ON BRANCHES & SECURITY DEPOSIT & BORROWINGS	
8,37,32,800.34	Saving Bank Deposit	9,01,10,269.07
1,72,11,152.00	Fixed Deposit	1,63,08,432.00
14,95,20,125.15	Fixed Cum Recurring	14,13,75,552.00
33,66,327.69	Recurring Deposit	26,84,813.24
1,48,81,034.00	Quarterly Interest Deposit	1,38,46,691.00
2,22,092.00	FD For Locker	13,84,773.00
3,06,06,022.00	Monthly Interest Deposit	2,76,73,253.00
51,51,900.00	Multiple Deposit	31,32,557.15
43,83,651.00	N.R.E. Term Deposit	28,17,706.00
25,71,462.00	N.R.E. Saving Deposit	22,16,276.00
12,219.00	Easy Saving	8,052.00
1,83,260.00	KOKAN Junior SB Deposit	2,09,669.00
1,12,309.00	Donation SB Deposit	1,12,538.00
7,05,003.08	KBDDS	7,90,940.00
30,11,693.00	Lakhpatri Deposit Scheme	29,31,606.00
1,78,248.00	Kokan Bank Monthly Deposit	56,156.00
27,273.00	Kokan Bank Golden Jubilee Deposit	--
5,35,800.00	Deposit for BG	4,61,714.00
	OVERDRAFT WITH	
--	Kotak Bank	--
--	IDBI Bank	--
41,915.00	UBI Bank (Maz.)	13,591.00
54,172.33	ICICI	1,21,321.00
31,65,08,458.59		30,62,55,909.46
	SALARY, ALLOWANCE & BONUS	
14,47,66,308.93	Salary & Allowances	13,79,58,938.21
1,25,41,785.00	Bank Contribution to P.F.	1,25,64,225.00
2,77,505.00	Leave Travel Fare	6,27,750.00
5,10,342.00	Administrative Charges to P.F. / Other	5,13,184.00
10,908.00	Bank Contribution to L.W.F.	10,728.00
--	Adhoc Allowances	--
--	Medical Expenses	--
35,795.00	Recruitment Expenses	3,270.00
1,48,71,012.00	Leave Encashment	69,03,674.00
17,30,13,655.93		15,85,81,769.21
	DIRECTORS, LOCAL COMMITTEE MEMBERS FEES & ALLOWANCES	
23,40,258.00		26,61,753.00
	RENT, TAXES, INSURANCE & LIGHTING	
50,61,906.00	Rent	45,71,560.00
6,06,209.00	Taxes	5,70,891.00
99,99,270.38	Insurance	1,04,77,173.33
58,17,953.85	Lighting Charges	66,95,620.02
5,30,364.00	Property Tax	4,61,439.00
2,20,15,703.23		2,27,76,683.35



EXPENDITURE

AS AT 31st March 2023	PARTICULARS	AS AT 31st March 2024
	POSTAGE, TELEGRAM & TELEPHONE CHARGES	
1,41,229.00	Postage	1,09,511.50
7,98,237.05	Telephone Charges/Fax	6,91,841.23
7,95,055.18	Courier	7,98,635.82
5,71,157.24	Leased Line Charges	19,80,723.80
7,90,765.88	Internet Charges	5,92,466.55
23,50,682.51	SMS Charges	26,39,106.85
54,47,126.86		68,12,285.75
	AUDITORS FEES	
8,06,931.36	Internal Audit Fees	5,000.00
12,21,842.00	Statutory Audit Fees	11,56,071.00
75,000.00	Tax Audit Fees	75,000.00
14,66,284.77	Concurrent Audit	16,53,456.50
1,91,143.00	EDP Audit	73,400.00
25,000.00	GST audit	--
87,000.00	Investment Audit	87,200.00
38,73,201.13		30,50,127.50
	DEPRECIATION ON	
21,48,162.34	Furniture & Fixture	19,49,537.40
40,64,272.90	Premises	39,81,841.55
40,58,944.80	Computer Hardware	41,26,983.10
1,57,886.25	Civil Work	1,57,886.25
2,82,974.69	Computer Software	91,060.39
17,75,754.10	Plant & Machinery	15,70,131.24
--	ON VEHICLES	
57,306.73	Motor Cycle	48,461.67
78,034.80	Bolero Cash Van	66,329.58
31,333.58	Maruti Ecco Van (3)	11,133.69
--	Maruti Suzuki Dzire	--
68,407.86	ECCO Car 8661	58,146.68
1,23,490.57	Ertiga 9068	1,04,966.98
64,947.27	Ertiga	55,205.18
1,29,11,515.89		1,22,21,683.71
	STATIONERY, PRINTING AND ADVERTISEMENT/PUBLICITY	
36,35,992.14	Stationery Consumed	42,73,539.84
12,89,816.45	Computer Stationery Consumed A/c	3,14,112.61
33,313.75	Printing & Stationery	5,910.09
34,05,049.52	Advertisement/Publicity	49,42,117.52
83,64,171.86		95,35,680.06



INCOME

AS AT 31st March 2023	PARTICULARS	AS AT 31st March 2024
	INTEREST AND DISCOUNT ON LOANS & ADVANCES	
35,80,29,663.44	LOAN	39,69,07,311.02
6,81,61,962.79	OVERDRAFT	7,34,71,022.52
81,75,805.30	CASH CREDIT	82,57,516.72
43,43,67,431.53		47,86,35,850.26
5,12,00,924.08	Interest on Fixed Deposit	7,08,39,368.00
7,70,990.00	Interest on Call money	30,63,807.00
15,49,90,752.43	Interest on G-Sec	12,29,11,662.49
69,30,557.69	Interest on T-Bills	3,68,16,131.07
--	0% ICICI	3,04,09,600.00
--	0% PIDB (2023)	1,09,74,024.15
14,87,500.00	8.75% IRFC	14,87,500.00
21,53,80,724.20		27,65,02,092.71
	COMMISSION, EXCHANGE AND BROKERAGE	
1,12,20,744.30	COMMISSION	86,13,941.81
27,40,141.04	LOAN COMMISSION	21,27,059.12
4,90,104.11	COMMISSION ON BANK GUARANTEE	2,09,425.81
18,45,901.24	PROCESSING CHARGES	23,62,940.20
15,51,369.66	COMMISSION ON YES BANK ATM	16,09,160.46
24,866.17	COMMISSION ON BBPS COLLECTION	17,292.60
14,108.38	COMMISSION ON KOTAK LIFE INSURANCE	--
44,070.50	COMMISSION ON NACH MMS	49,619.10
9,40,152.95	COMMISSION ON UPI INCOME & IMPS	17,77,825.33
1,51,554.34	COMMISSION ON IMPS INCOME	1,74,663.25
58,95,214.06	COMMISSION ON NFS/RUPAY ACQ	52,44,235.65
	COMMISSION POS ISSUER	1,52,044.79
2,49,18,226.75		2,23,38,208.12
	OTHER RECEIPT	
1,45,089.26	Miscellaneous Earning	1,08,099.72
89,298.94	Legal Notice & Reminders	59,967.28
8,17,794.12	Cheque book issue charges	7,40,799.88
1,20,012.00	Gold Valuation Charges	--
51.00	Dividend MDCC	51.00
2,15,872.01	Classic ATM Card	27,200.00
--	Interest on Income Tax Refund	--
13,88,117.33		9,36,117.88



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, 2024** which comprise the **Balance Sheet** as at **31st March, 2024** 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. Subject to Note given in Basis for Qualified Opinion, 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, 2024**;
 - (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, and it has outstanding liability for leave encashment of Rs.97.41 lakhs in the Balance-sheet as on 31.03.2024 as against the requirement of leave encashment provision as per actuarial valuation of Rs.298.60 lakhs, resulting in shortfall towards provision for leave encashment of Rs.201.19 Lakhs. [Refer note no. 5 (a)].*

Due to this shortfall of provision for leave encashment of Rs.201.19 lakhs, actual profit of the Bank is Rs.768.05 lakhs as against the reported Profit of Rs.969.24 lakhs and actual debit balance of Profit & Loss Account of Rs.1661.11 lakhs as against the reported debit balance of Profit & Loss A/c. in the Balance Sheet of Rs.1459.91 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 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 attention to the following matter:
 - a) *The reliability and operational integrity of Banks CBS (Core Banking Systems). While our audit did not reveal material misstatements, it is important to note that the reliance on Banks CBS is significant to the financial statements. Management has represented to us that adequate controls and monitoring mechanisms are in place to ensure the accuracy and completeness of data processed through Banks CBS. However, the inherent complexity and criticality of the system require continuous vigilance and investment in maintenance and upgrades to mitigate the risk of operational disruptions or data integrity issues that could materially impact financial reporting.*
 - b) *The income recognition and asset classification practices related to loans marked as 'suit filed' within Banks CBS (Core Banking Systems). Our audit identified that the system does not consistently downgrade these loan accounts in accordance with regulatory guidelines and internal policies for income recognition and asset classification. While no material misstatements were identified in the financial statements, it is critical to note that the accuracy and reliability of asset classifications, particularly in cases of legal action such as 'suit filed', are essential for proper financial reporting and risk assessment. Management has represented that they are reviewing and enhancing controls to address this issue, but continued diligence is necessary to ensure compliance and mitigate the risk of misstatement in future financial reporting periods.*

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

1. 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 skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 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.
- f. *The Bank has disclosed only two segments i.e. Treasury and Other Banking Operations as against Four segments i.e. Wholesale Banking, Retail Banking, Treasury and Other Banking Operations. This has resulted in non-compliance of AS-17 issued by ICAI.*
- g. *The Bank has considered all the Deposits in computation of Cash Flow Statement instead of considering Deposits upto 90 Days as stated in AS-3 issued by ICAI, which has resulted in non-compliance of AS-3 in letter and spirit*
- h. Subject to “f” and “g” above, 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.

UDIN : 24131974BKHMKE7431
PLACE : MUMBAI
DATE 25.06.2024

For ATUL DHOOT & CO.
CHARTERED ACCOUNTANTS
FRN : 132006W

CA. GANESH SHRIDHAR JOSHI
M. No. : 131974
PARTNER
STATUTORY AUDITORS



**KOKAN MERCANTILE CO-OP. BANK LTD.,
ANNEXURE TO INDEPENDENT AUDITOR'S REPORT**

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2024

(As referred in Clause 10 of our report of even date as on 31st March 2024)

As required by 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 Byelaws 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 31.03.2024 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 31.03.2024 (Rs. in Lakhs)
Doubtful Assets	4,882.39
Loss Assets	277.24
Total	5,159.63

* 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	78.05	286.93	--
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.



PROJECTED INCOME AND EXPENDITURE FOR THE YEAR 2024 - 25

KOKAN MERCANTILE CO-OP BANK LTD (Amt. In Lacs)				
		PROJECTION (2024-2025)	2023-2024	
			PROJECTED	ACTUAL
A	INCOME			
	INT. ON LOAN	6000.00	5500.00	4786.36
	INCOME ON INVESTMENT	3000.00	2200.00	2778.37
	COMMISSION & OTHERS	1000.00	800.00	576.26
	TOTAL = A	10000.00	8500.00	8140.99
B	EXPENDITURE			
	INT. ON DEP & BORR.	3100.00	3200.00	3062.56
	SALARIES & ALLOWANCES	1700.00	1750.00	1585.82
	DIRECTORS FEES	30.00	30.00	26.62
	RENT, INSURANCE, LIGHTING, TAXES	250.00	250.00	227.77
	LAW CHARGES	15.00	15.00	11.40
	POSTAGE, TELEGRAM TELEPHONE	70.00	60.00	68.12
	AUDIT FEES	45.00	45.00	30.50
	DEPRECIATION	140.00	140.00	122.22
	STATIONARY, PRINT, ADVERTISING	100.00	90.00	95.36
	A.G.M. EXPENSES	25.00	20.00	20.95
	OTHER EXP. PREMIUM AMORTISED	1200.00	1500.00	874.66
	PROVISION & WRITE OFF	500.00	300.00	744.75
	INCOME TAX	425.00	100.00	302.18
	TOTAL = B	7600.00	7500.00	7172.91
	NET PROFIT (A - B)	2400.00	1000.00	968.08

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

NON-S.L.R. INVESTMENT	PURCHASE RATE	NO. OF BONDS	BOOK VALUE Amount	FACE VALUE Amount
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
TOTAL (NON-SLR)			3,98,31,500.00	5,90,00,000.00



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 KKBK0KMCB02				
Sr.	Branch Name	Address	Customer Timing	Telephone No. & Email
1.	Central Office Branch	202, Battiwala Building, Dr. Mascarihens Road, Mazgaon Mumbai - 400 010	10.30 am - 1.00 pm 1.45 pm - 4.45 pm	Phone : 84229 22078 / 79 / 94 Email : centralofficecb@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 - 1.15 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 - 4.15 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 - 1.15 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 - 1.15 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 - 1.15 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 - 1.15 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 - 1.15 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 - 1.15 pm 1.45 pm - 4.45 pm	Phone : 84229 22039 / 40 Email : mhasalab@kokanbank.in
14.	Dapoli Branch	Shop No. 2, Dimtimkar Comp., Behind Dapoli Fish Market, Dapoli, Dist. Ratnagiri 415 712.	10.30 am - 1.15 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



Sr.	Branch Name	Address	Customer Timing	Telephone No. & Email
16.	Murud Janjira Branch	House # 17/83, Sardar Patel Road, Murud Janjira, Dist. Raigad 402 401	10.30 am - 1.15 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	10.30 am - 1.00 pm 1.45 pm - 4.15 pm	Phone : 84229 22031 / 32 Email : panvelb@kokanbank.in
19.	Shriwardhan Branch	"Sahil" Mogal Mohalla, Shriwardhan, Dist. Raigad 416 702.	10.30 am - 1.15 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 - 1.15 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 - 1.15 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 - 1.15 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 - 1.15 pm 1.45 pm - 4.45 pm	Phone : 84229 22043 / 44 Email : ratnagirib@kokanbank.in
24.	Sangmeshwar Branch	124, Paag Ali, Sangameshwar, Dist. Ratnagiri	10.00 am - 1.15 pm 1.45 pm - 4.15 pm	Phone : 84229 22051 Email : sangmeshwarb@kokanbank.in
25.	Panjim (Goa) Branch	1 st Floor, El-Dorado Plaza, Helidoro Salgado Road, Panjim (Goa)	10.00 am - 1.15 pm 1.45 pm - 4.15 pm	Phone : 84229 22055 / 56 Email : panjimb@kokanbank.in

LIST OF OUR EXECUTIVES

Mr. Akbar Y. Kondkari

Chief Executive Officer

Mr. Sattar D. 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 Mohammed Mukadam

Assistant General Manager (IT & Cyber Security)

Mr. Ashfaque Khan

Assistant General Manager (Compliance)

Mr. Sunil Parandekar

Assistant General Manager (Audit & Inspection)

Mr. Hasham Dhamaskar

Chief Manager (Recovery)

Mr. Hasan Sayed

Chief Manager (Recovery)

Mr. Ismail Kasu

Chief Manager (Legal)



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
31	2023-24	1756.89	53657	95092.04	16079.42	77229.22	46417.01	1271.42	968.08	NIL	25	302

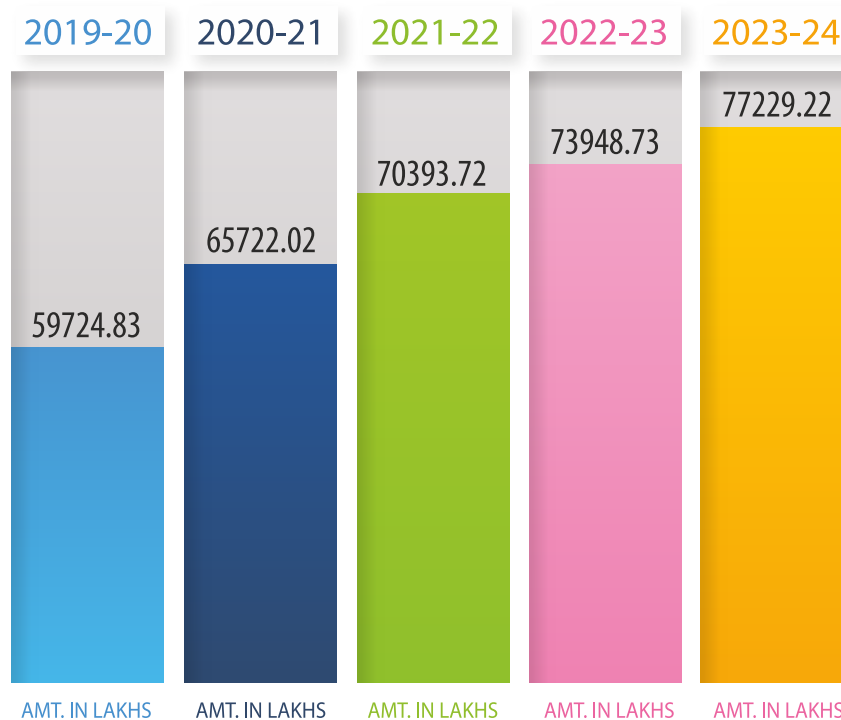


GROWING TOGETHER

Since last 55 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 31-3-2024



- 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





Padmashri Dr. Zahir Kazi, President, Anjuman-I-Islam being felicitated by Hon. Chairman Mr. Asif Gulam Mohammed Dadan and Board of Directors of the Bank on being conferred upon Padmashri by the Government of India.



Hon. Chairman Mr. Asif Gulam Mohammed Dadan felicitating Padmashri Dr. Zahir Kazi, President, Anjuman-I-Islam on being conferred upon Padmashri by the Government of India.

Seen in the picture are (L-R): Mr. Mushtaq Antulay, Vice President, Anjuman-i-Islam, Hon. Chairman Mr. Asif Gulam Mohammed Dadan, Mr. Asgar Mohammed Dabir, Vice Chairman, Padmashri Dr. Zahir Kazi, President, Anjuman-I-Islam Mr. Akbar Yusuf Kondkari, Chief Executive Officer and Mr. Najeeb Suleman Mulla, Director.



Hon. Chairman Mr. Asif Gulam Mohammed Dadan receiving award for 'Best Audit Initiative Bank' at National Co-operative Banking Summit held in Goa, along with other Directors and Chief Executive Officer.



Hon. Chairman Mr. Asif Gulam Mohammed Dadan receiving award for 'Best NPA Managed Bank' by Indian Banking Summit in Hotel Taj Santacruz.



Mr. Akbar Y. Kondkari, Chief Executive Officer as a Member Panelist on the Panel Discussion held by Indian Banking Summit in Hotel Taj Santacruz.



Hon. Chairman Mr. Asif Gulam Mohammed Dadan, offering thanks to Indian Banking Summit for awarding 'Best NPA Managed Bank'.



Hon. Chairman Mr. Asif Gulam Mohammed Dadan along with other Directors and Executives of the Bank during the award ceremony by Indian Banking Summit in Hotel Taj Santacruz.



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KOKAN MERCANTILE CO-OP. BANK LTD.
MULTI STATE BANK

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We aim above the mark to hit the mark

