

Notes to Accounts: Annexure B

THE CHITANVISPURA SAHAKARI BANK LTD; NAGPUR. **BUDHWAR BAZAR, MAHAL, NAGPUR-440 022**

Notes forming part of the Balance Sheet as at March 31, 2023 and Profit and Loss Account for the year ended March 31, 2023

I. Background:

- a. The Bank was incorporated as a Credit Co-operative Society on 24th November, 1931 under Co-operative Society Act. The bank was granted license under Sec. 22 of The Banking Regulation Act 1949 (by RBI) on 11th November 1987 to carry on banking business.
- b. The bank was initially known as Chitnavispura Friends' Co-operative Bank Ltd., Nagpur, and on 21st December 2001, its name was changed to The Chitnavispura Sahakari Bank Ltd. The Bank has 6 (Six) Branches in Nagpur District. The Audit classification of Bank was 'A' in the last three years.
- c. As on 31.03.2023 the Bank has 26,463 regular members and 457 nominal members (total members 26,920 along with large number of depositors and borrowers). All 6 branches & H.O. are computerized and under CBS environment. The bank has made tie up with Rupay for issuance of ATM Card for its members and same are being issued from 2017 to its members. It provides a complete suite of retail banking products to its customers.

II. Summary of Significant Accounting Policies:

1. Basis of preparation:

- a. The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated and comply with generally accepted accounting principles, statutory requirements prescribed under the Banking Regulation Act, 1949 and the Maharashtra State Co-operative Act, 1960 and the Rules made thereunder, circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time, the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI) and current practices prevailing within the banking industry in India.

2. Use of estimates:

- a. The preparation of the financial statements, in conformity with generally accepted accounting principles, requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities at the date of the financial statements. Actual results could differ from those estimates. Management believes that the estimates used in the preparation of the financial statements

are prudent and reasonable. Any revision to the accounting estimates is recognized prospectively.

3. Advances and Provisioning:

- a. The classification of advances into Standard, Sub-standard, Doubtful and Loss assets as well as provision on nonperforming advances has been arrived at in accordance with the guidelines issued by the RBI from time to time. In addition to this, a general provision on standard assets has been made @0.40% of the outstanding amount on a portfolio basis except in the case of direct advances to Agricultural and SME sector @ 0.25%, advances to Commercial Real Estate @ 1% and Commercial Real Estate-Residential House Sector @ 0.75%.
- b. The unrealized interest in respect of advances classified as Non-Performing Advances is disclosed as "Overdue Interest Reserve" as per RBI directives.

4. Accounting Convention (AS 1):

- i. The financial statements are drawn up in accordance with the historical cost convention (as modified by revaluation of premises) and on "Going Concern" basis.
- ii. The financial statements also confirm to the RBI guidelines issued from time to time on Income Recognition, Asset Classification, Provisions and other related matters and Accounting Standards (AS) applicable to UCB.

5. Valuation of Stock of Printing & Stationery (AS 2):

- i. Stocks of Printing & Stationery, Consumables are stated at cost.

6. Cash Flow Statement (AS 3):

- i. The Bank had not prepared a cash flow statement as per the accounting standards.

7. Contingencies & Event Occurring After Balance Sheet Date (AS 4):

- i. There is no contingency and event occurring after the Balance date, which affects the condition existing at the balance date.

8. Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies (AS 5):

- i. There is no practice of disclosing prior period items separately in Profit and Loss Account as required by the Accounting Standard AS-5 on Net Profit or Loss for the period, Prior Period Items and Changes in Accounting Policies issued by the Institute of Chartered Accountants of India. Such amounts have been included in their natural heads of account and not separately disclosed in a manner that their

impact on the profit for the year can be perceived. The quantum is not ascertainable.

9. Revenue Recognition (AS 9):

- i. Items of income and expenditure are accounted for on accrual basis
- ii. As per RBI directives, in respect of accounts classified as Standard, interest and other income is recognized on accrual basis; Income from non-performing assets is recognized to the extent realized, as per the directives issued by RBI.
- iii. Interest income from investments is recognized on a time proportion basis considering the face value of investment and the rate applicable. Trading Profits/Losses on securities are recognized on a trade-date basis.
- iv. All other Income is recognized on accrual basis unless specified otherwise. The commission on Guarantees, Locker rent, Dividends received from shares of co-operative and other institutions and mutual funds and other service charges levied by the Bank are recognized as income in the year in which it is received.
- v. Income & Expenditure subject to Goods & Service Tax are accounted Net of Goods & Service Tax.

10. Property, Plant and Equipment (Fixed Assets AS 10 and Depreciation):

- i. Premises (including Freehold Land): These are stated at the historical cost.
- ii. Computers are depreciated @33.33% as per the guidelines of the Reserve Bank of India from this year. The Bank will reinstate its balances drawn up after changing the method of depreciation this year from WDV basis to SLM basis and accordingly effect of excess / short depreciation will be provided.
- iii. Other fixed assets viz.
 1. Building & Furniture and Fixtures are depreciated @ 10% on written down value method
 2. Electric Equipment & Vehicle are depreciated @ 15% on written down value method
 3. Cost includes incidental expenses incurred on acquisition of assets
- iv. Depreciation on fixed assets purchased during the year is charged for the entire year if the asset is purchased for 180 days or more; otherwise, it is charged at 50% of the normal rate. No depreciation is charged on fixed assets sold during the year.
- v. The additions to the Fixed Assets are net of GST Input Tax Credit to the extent it is availed by the Bank.

11. Investments (AS 13):

i. Categorization of investment:

In accordance with guidelines issued by RBI, the Bank classifies its investment portfolio into the following three categories:

1. **'Held to Maturity'** - Securities acquired by the Bank with the intention to hold till maturity.
2. **'Held for Trading'** - Securities acquired by the Bank with the intention to trade.
3. **'Available for Sale'** - Securities which do not fall within the above two categories are classified as 'Available for Sale'.

ii. Classification of Investments:

1. For the purpose of disclosure in the Balance Sheet, investments are classified as required under Banking Regulation Act, 1949 and RBI guidelines as follows: -
2. Government Securities, Shares in co-operative institutions, PSU Bonds and other Investments. Transfers from/to HTM category are done once in a year preferably at the beginning of the year, at acquisition cost or book value or market value on the date of transfer, whichever is least and scrip-wise depreciation, if any, is debited to Profit and Loss account and appreciation, if any, is ignored.

iii. Valuation of Investments:

1. **'Held to Maturity'** – These investments are carried at their acquisition cost. Any premium on acquisition is amortized over the balance period to maturity, with a debit to Profit & Loss Account. The book value of security is reduced to the extent of amount amortized during the relevant accounting period.
2. **'Held for Trading'** – The individual scrip in the HFT category is marked to market at the year end. The net resultant depreciation in each classification (as mentioned in Para b. ii above) is recognized in the Profit and Loss Account. Net appreciation, if any, is ignored.
3. **'Available for Sale'** – The individual scrip in the AFS category is marked to market at the year end. The net resultant depreciation in each classification (as mentioned in Para b. ii above) is recognized in the Profit and Loss Account. Net appreciation, if any, is ignored.

Market value of Government Securities (excluding Treasury Bills) is determined on the basis of the price list published by RBI or the prices periodically declared

by PDAI jointly with FIMMDA for valuation at year-end. Equity shares are valued at cost.

12. Employee Benefits (AS 15):

iv. Gratuity:

4. The Bank provides for gratuity to all employees except for employees on Fixed Pay,
5. The benefit vests upon completion of five years of service and is in the form of lump sum payment to employees on resignation, retirement, death while in employment or on termination of employment, an amount equivalent to 15 days salary plus eligible allowances payable for each completed year of service, as per the Payment of Gratuity Act, 1972,
6. The Bank makes contributions to funds administered by trustees and managed by the LIC of India, Payment under Group Gratuity (Cash accumulation) Policy is made with Life Insurance Corp. of India as per contribution for the year as determined by the corporation,
7. Gratuity Fund and Gratuity Investment maintained with LIC, the bank had not recognized the corpus maintained by the LIC on behalf of bank in the Balance Sheet,
8. The defined gratuity benefit plans are valued by an independent actuary as at the Balance Sheet date, using the projected unit credit method as per the requirement of AS-15 "Employee Benefits", to determine the present value of the defined benefit obligation and the related service costs. Under this method, the determination is based on actuarial calculations, which include assumptions about demographics, early retirement, salary increases and interest rates.
9. Actuarial gain or loss is not recognized in the Statement of Profit and Loss, in the absence of details amount could not be quantifiable,

v. Provident Fund:

1. The Employer's Contributions in respect of Provident Fund is charged against revenue every year. This amount is transferred to PF account managed by the Employees' PF Trust.
2. The Bank's contribution to Provident Fund is accounted for on the basis of contribution to the scheme.

vi. Leave Encashment:

3. The Bank has obtained Insurance Policy with Life Insurance Corporation of India,

4. The shortfall, if any between projected benefit obligation and the fair value of plan assets as on 31st March is provided for and recognized as expense in the Profit and Loss Account.
5. The liability of leave encashment is provided on the basis of actuarial valuation as at the Balance Sheet date and considered as defined benefit scheme. The actuarial valuation is carried out as per projected unit credit method.

vii. **Pension & LTC:**

6. The bank do not provide any pension scheme to its employees,
7. Un availed LTC is not provided by the bank as on March 31st, 2023, in the absence of details amount could not be quantifiable,

13. Segment Reporting (AS 17):

- i. HO Treasury includes all investment portfolio, profit/loss on sale of investments, equities and money market operations. The expenses of this segment primarily 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.

14. Related Party Transactions (AS 18):

- iii. There are no related parties which require a disclosure under AS 18 other than the Key Management Personnel,
- iv. Shri. Purushottam Bhalchandra Bhulgaonkar were Chief Executive Officer of the Bank is a party under the category Key Management Personnel, no further details need to be disclosed in terms of RBI circular dated 29th March, 2003 & Master Directions dated 30th August, 2021

| Name | Designation | Gross Salary during year | Qualification | Residential Address |
|---|-------------------------|---------------------------------|-------------------------------|---|
| Shri. Purushottam Bhalchandra Bhulgaonkar | Chief Executive Officer | 5,70,215/- | B.Com, GDC&A, HDCM, MS Office | Plot No.14, Abhijeet Housing Society Lay Out, Shankar Nagar, Umred Road, Narsala, Nagpur-440034 |

15. Operating Leases (AS 19):

- v. 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.

16. Accounting of Taxes for Income (AS 22):

- vi. Current income tax is measured at the amount expected to be paid to the Tax Authorities in accordance with the applicable provisions under the Income Tax Act, 1961,
- vii. The Bank has not provided for the Deferred Tax Asset/Liability in compliances to the Accounting Standard AS- 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India. The amount is not ascertainable

17. Impairment of Assets (AS 28):

- viii. Since the Bank has ascertained that there is no material impairment of any of its assets, no provision on account of impairment of assets is required to be made.

18. Provisions, Contingent Liabilities and Contingent Assets (AS 29):

- ix. 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 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 and are determined based on best estimate required to settle the obligation at the Balance Sheet date.
- x. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
- xi. When there is a possible or present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosures made.
- xii. Contingent Assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.
- xiii. Contingent Liabilities are disclosed when there is 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 any present obligation arising from past event which is not recognized since it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of such obligation cannot be made.
Contingent Liability: Bank Guarantee Issued: Rs.15.41Lacs

19. Accounting of Goods and Services Tax:

Goods and Services Tax (GST) has been implemented with effect from 1 July 2017. Accordingly GST Collected is accounted in GST on Income Account and GST paid to Vendor is accounted in GST on Expenses Account. Out of the GST on Expenses Account, eligible

Input Tax Credit is availed as set off. In case, eligible Input Tax credit remains unutilized, the same is carried forward and set off subsequently. The Input Tax credit on expenses which is not allowable to be set off as per GST Law is expensed out. Income and Expenses on which GST is applicable are recognized for net of GST.

III. Disclosures as per RBI master direction DOR.AC REC. NO. 45 / 21.04.018 / 2022 - 23 dated 30.08.2021(updated as on 15.11.2021)&as applicable to Urban Co-operative Banks

1. Regulatory Capital

Composition of Regulatory Capital

(Amount in ₹ Crores)

| Sr. No. | Particulars | Current Year | Previous Year |
|----------------|--|---------------------|----------------------|
| i) | Paidup share capital and reserves(net of deductions, if any) | 8.67 | 8.26 |
| ii) | Additional Tier 1 Capital/ Other Tier 1 Capital | 9.56 | 8.39 |
| iii) | Tier 1 Capital (i + ii) | 18.23 | 16.65 |
| iv) | Tier 2 Capital | 3.30 | 2.92 |
| v) | Total capital (Tier 1+Tier 2) | 21.53 | 19.57 |
| vi) | Total Risk Weighted Assets (RWAs) | 122.79 | 126.77 |
| vii) | Paid-up share capital and reserves as percentage of RWAs | 7.06% | 6.52% |
| viii) | Tier 1 Ratio (Tier 1 capital as a percentage of RWAs) | 14.85% | 13.13% |
| ix) | Tier 2 Ratio (Tier 2 capital as a percentage of RWAs) | 2.69% | 2.30% |
| x) | Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs) | 17.53% | 15.44% |

*Investment includes Government Securities and Investment in Fixed Deposits with Banks.

3. Investments

a. Composition of Investment in Government Securities Portfolio as at 31.03.2023

(Amount in ` Crores)

| | Investments in India | | | | | | | Investments outside India | | | | Total Investments |
|---|-----------------------|---------------------------|--------|--------------------|------------------------------------|--------|----------------------------|---|-------------------------------------|--------|---------------------------------|-------------------|
| | Government Securities | Other Approved Securities | Shares | Debentures & Bonds | Subsidiaries and/or joint ventures | Others | Total investments in India | Government securities (including local authorities) | Subsidiaries and/ or joint ventures | Others | Total Investments outside India | |
| Held to Maturity | | | | | | | | | | | | |
| Gross | 47.68 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 48.68 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for Non-Performing investments(NPI) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 47.68 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 48.68 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Available for Sale | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Gross | 10.41 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.41 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 10.41 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 10.41 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Held for Trading | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Gross | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Total Investments | 58.09 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 59.09 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for non- performing investments | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 58.09 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 59.09 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

b.

c.

d. Composition of Investment in Government Securities Portfolio as at 31.03.2022

(Amount in ` Crores)

| | Investments in India | | | | | | | Investments outside India | | | | Total Investments |
|---|-----------------------|---------------------------|--------|--------------------|------------------------------------|--------|----------------------------|---|-------------------------------------|--------|---------------------------------|-------------------|
| | Government Securities | Other Approved Securities | Shares | Debentures & Bonds | Subsidiaries and/or joint ventures | Others | Total investments in India | Government securities (including local authorities) | Subsidiaries and/ or joint ventures | Others | Total Investments outside India | |
| Held to Maturity | | | | | | | | | | | | |
| Gross | 37.85 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 38.85 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for Non-Performing investments(NPI) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 37.85 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 38.85 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | | | | |
| Available for Sale | | | | | | | | | | | | |
| Gross | 3.47 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 3.47 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less :Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 3.47 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 3.37 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | | | | |
| Held for Trading | | | | | | | | | | | | |
| Gross | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 00.0 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | | | | |
| Total Investments | 41.32 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 42.32 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for non- performing investments | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less :Provision for depreciation & NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 41.32 | 0.00 | 0.00 | 1.00 | 0.00 | 0.00 | 42.32 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

e. Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Amount in ` Crores)

| Particulars | Current Year | Previous Year |
|---|---------------------|----------------------|
| i) Movement of provisions held towards depreciation on investments | | |
| a) Opening balance | 0.00 | 0.03 |
| b) Add: Provisions made during the year | 0.00 | 0.00 |
| c) Less: Write off/write back of excess provisions during the year | - | - |
| d) Closing balance | 0.00 | 0.03 |
| ii) Movement of Investment Fluctuation Reserve | | |
| a) Opening balance | 0.55 | 0.44 |
| b) Add: Amount transferred during the year | 0.15 | 0.11 |
| c) Less: Draw down | - | - |
| d) Closing balance | 0.70 | 0.55 |
| iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category | 6.75% | 15.86% |

f. Non-SLR investment portfolio

i. Non-performing Non-SLR investments

(Amount in ₹ Crores)

| Sr. No. | Particulars | Current Year | Previous Year |
|----------------|---|---------------------|----------------------|
| a) | Opening balance | 1.00 | 1.00 |
| b) | Additions during the year since 1 st April | 17.00 | 15.00 |
| c) | Reductions during the above period | 17.00 | 15.00 |
| d) | Closing balance | 1.00 | 1.00 |
| e) | Total provisions held | - | - |

ii. Issuer composition of non-SLR investments

(Amount in ₹ Crores)

| Sr. No. | Issuer | Amount | | Extent of Private Placement | | Extent of 'Below Investment Grade' Securities | | Extent of 'Unrated' Securities | | Extent of 'Unlisted' Securities | |
|---------|-------------------------------------|--------------|---------------|-----------------------------|---------------|---|---------------|--------------------------------|---------------|---------------------------------|---------------|
| | | (1) | (2) | (3) | (4) | (5) | (6) | (7) | | | |
| | | Current year | Previous Year | Current year | Previous Year | Current year | Previous Year | Current year | Previous Year | Current year | Previous Year |
| a) | PSUs | 1.00 | 1.00 | - | - | - | - | - | - | - | - |
| b) | FIs | - | - | - | - | - | - | - | - | - | - |
| c) | Banks | - | - | - | - | - | - | - | - | - | - |
| d) | Private Corporate | - | - | - | - | - | - | - | - | - | - |
| e) | Subsidiaries/ Joint Ventures | - | - | - | - | - | - | - | - | - | - |
| f) | Others | - | - | - | - | - | - | - | - | - | - |
| g) | Provision held towards depreciation | - | - | - | - | - | - | - | - | - | - |
| | Total | 1.00 | 1.00 | - | - | - | - | - | - | -- | - |

4. Advances

a. Assets Quality

i. Classification of advances and provisions held as on 31.03.2023*

(Amount in ₹ Crores)

| | Standard | Non-Performing | | | Total Non-Performing Advances | Total |
|--|-------------------------|----------------|----------|------|-------------------------------|--------|
| | Total Standard Advances | Sub-standard | Doubtful | Loss | | |
| Gross Standard Advances and NPAs | | | | | | |
| Opening Balance | 112.34 | 1.64 | 6.71 | 0.47 | 8.82 | 121.16 |
| Add: Additions during the year | | | | | 4.35 | - |
| Less: Reductions during the year* | | | | | 3.92 | - |
| Closing balance | 111.23 | 2.66 | 6.12 | 0.47 | 9.25 | 120.48 |
| *Reductions in Gross NPAs due to: | | | | | | |
| i) Up gradation | | | | | 2.54 | - |
| ii) Recoveries (excluding recoveries from upgraded accounts) | | | | | 1.38 | - |
| iii) Technical/Prudential Write-offs | | | | | - | - |
| iv) Write-off so there than those under (iii) above | | | | | - | - |
| | | | | | | |
| Provisions (excluding Floating Provisions) | | | | | | |
| Opening balance of provisions held | 0.45 | 0.16 | 4.96 | 0.47 | 5.59 | 6.04 |
| Add: Fresh provisions made during the year | | | | | 0.50 | 0.50 |
| Less: Excess provision reversed/Write-off loans | | | | | - | - |
| Closing balance of provisions held | 0.51 | 0.27 | 5.35 | 0.47 | 6.09 | 6.60 |
| | | | | | | |
| Net NPAs | | | | | | |
| Opening Balance | | 1.48 | 1.75 | 0.00 | 3.23 | |
| Add: Fresh additions during the year | | | | | 3.85 | |
| Less: Reductions during the year | | | | | 3.92 | |
| Closing Balance | | 2.39 | 0.77 | -- | 3.16 | |

| | Standard | Non-Performing | | | Total |
|---|-------------------------|----------------|----------|------|-------------------------------|
| | Total Standard Advances | Sub-standard | Doubtful | Loss | Total Non-Performing Advances |
| Floating Provisions | | | | | |
| Opening Balance | | | | | - |
| Add :Additional provisions made during the year | | | | | - |
| Less :Amount drawn down during the year | | | | | - |
| Closing balance of floating provisions | | | | | - |
| | | | | | - |
| | | | | | |
| Technical write-off sand the recoveries made there on | | | | | |
| Opening balance of Technical/Prudential written-off accounts | | | | | - |
| Add: Technical/ Prudential write-offs during the year | | | | | - |
| Less :Recoveries made from previously technical/prudential written-off Accounts during the year | | | | | - |
| Closing balance | | | | | - |

*Subject to our observations in the Head Office Memorandum

ii. Classification of advances and provisions held as on 31.03.2022

(Amount in ₹ Crores)

| | Standard | Non-Performing | | | Total Non-Performing Advances | Total |
|--|-------------------------|----------------|----------|------|-------------------------------|--------|
| | Total Standard Advances | Sub-standard | Doubtful | Loss | | |
| Gross Standard Advances and NPAs | | | | | | |
| Opening Balance | 101.68 | 2.55 | 7.08 | 0.47 | 10.09 | 111.78 |
| Add :Additions during the year | | | | | 5.18 | - |
| Less: Reductions during the year* | | | | | 6.45 | - |
| Closing balance | 112.34 | 1.64 | 6.71 | 0.47 | 8.82 | 121.16 |
| *Reductions in Gross NPAs due to: | | | | | | |
| i)Up gradation | | | | | 3.87 | - |
| ii)Recoveries(excluding recoveries from upgraded accounts) | | | | | 2.58 | - |
| iii)Technical/Prudential Write-offs | | | | | - | - |
| iv)Write-off so there than those under(iii)above | | | | | - | - |
| | | | | | | |
| Provisions(excluding Floating Provisions) | | | | | | |
| Opening balance of provisions held | 0.41 | 0.26 | 4.62 | 0.47 | 5.35 | 5.76 |
| Add: Fresh provisions made during the year | | | | | 0.24 | 0.24 |
| Less: Excess provision reversed/Write-off loans | | | | | - | - |
| Closing balance of provisions held | 0.45 | 0.16 | 4.96 | 0.47 | 5.59 | 6.04 |
| | | | | | | |
| Net NPAs | | | | | | |
| Opening Balance | | 2.29 | 2.46 | 0.00 | 4.75 | |
| Add :Fresh additions during the year | | | | | 4.94 | |
| Less: Reductions during the year | | | | | 6.45 | |
| Closing Balance | | 1.48 | 1.75 | -- | 3.23 | |
| | | | | | | |
| Floating Provisions | | | | | | - |

| | Standard | Non-Performing | | | Total |
|---|-------------------------|----------------|----------|------|-------------------------------|
| | Total Standard Advances | Sub-standard | Doubtful | Loss | Total Non-Performing Advances |
| Opening Balance | | | | | - |
| Add: Additional provisions made during the year | | | | | - |
| Less: Amount drawn down during the year | | | | | - |
| Closing balance of floating provisions | | | | | - |
| | | | | | - |
| | | | | | |
| Technical write-off sand the recoveries made there on | | | | | |
| Opening balance of Technical/Prudential written-off accounts | | | | | - |
| Add: Technical/Prudential write-offs during the year | | | | | - |
| Less: Recoveries made from previously technical/prudential written-off Accounts during the year | | | | | - |
| Closing balance | | | | | - |

| Ratios(in percent) | Current Year | Previous Year |
|-----------------------------|--------------|---------------|
| Gross NPA to Gross Advances | 7.68% | 7.28% |
| Net NPA to Net Advances | 2.76% | 2.79% |
| Provision coverage ratio | 65.83% | 63.28% |

b. Sector-wise Advances and Gross NPAs

| Sr. No. | Sector | Current Year | | | Previous Year | | |
|------------|---|----------------------------|-------------|---|----------------------------|-------------|---|
| | | Outstanding Total Advances | Gross NPAs | Percentage of Gross NPAs to Total Advances in that sector | Outstanding Total Advances | Gross NPAs | Percentage of Gross NPAs to Total Advances in that sector |
| i) | Priority Sector | | | | | | |
| a) | Agriculture and allied activities | 1.67 | 0.09 | 4.79% | 3.67 | 0.96 | 1.48% |
| b) | Advances to industries sector eligible as priority sector lending | - | - | - | - | - | - |
| c) | Services | 81.05 | 7.83 | 9.66% | 61.15 | 4.57 | 7.05% |
| d) | Personal loans | - | - | - | - | - | - |
| | Subtotal (i) | 82.71 | 7.92 | 14.45% | 64.82 | 5.53 | 8.53% |
| ii) | Non-priority Sector | | | | | | |
| a) | Agriculture and allied activities | 0.06 | - | - | - | - | - |
| b) | Industry | - | - | - | - | - | - |
| c) | Services | 4.70 | - | - | 56.34 | 3.29 | 5.84% |
| d) | Personal loans | 33.00 | 1.33 | 4.03% | - | - | - |
| | Sub-total (ii) | 37.76 | 1.33 | 3.52% | 56.34 | 3.29 | 5.84% |
| | Total (i + ii) | 120.48 | 9.25 | | 121.16 | 8.82 | |

c. Overseas Assets, NPAs and revenue:

Bank does not having overseas assets, NPA and Revenue during previous year and current year.

d. Fraud Accounts

| Particulars | Current Year | Previous Year |
|---|---------------------|----------------------|
| Number of frauds reported* | Nil | Nil |
| Amount involved in fraud (₹ crore) | - | - |
| Amount of provision made for such frauds (₹ crore) | - | - |
| Amount of Un a mortised provision debited from 'other reserves' as at the end of the year (₹ crore) | - | - |

*: Number of frauds reported during the year

Exposures

a. Exposure to real estate sector

(Amount in ₹ Crore)

| 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. | 15.00 | 15.67 |
| b) Commercial Real Estate– Lendingsecuredbymortgagesoncommercialrealestate(officesbuildings,retailspace,multipurposecommercialpremises,multifamilyresidentialbuildings,multitenantedcommercialpremises, industrialorwarehousespace,hotels,landacquisition,developmentandconstruction,etc.).Exposurewouldalsoincludenon-fundbased(NFB)limits; | 16.89 | 14.62 |
| c) InvestmentsinMortgage-BackedSecurities(MBS)andothersecuritizedexposures – <ul style="list-style-type: none"> i. Residential ii. Commercial Real Estate | Nil | Nil |
| ii) Indirect Exposure | | |
| Fundbasedandnon-fund-basedexposuresonNationalHousingBankandHousingFinanceCompanies. | Nil | Nil |

| | | |
|--------------------------------------|-------|-------|
| Total Exposure to Real Estate Sector | 31.89 | 30.29 |
|--------------------------------------|-------|-------|

b. Exposure to capital market: The bank does not have any exposure to capital market in the current year as well as in previous year.

c. Unsecured advances:

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|--|---------------------|----------------------|
| Total unsecured advances of the bank | 9.57 | 12.05 |
| 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 | - | - |

5. Concentration of deposits, advances, exposures and NPAs

a. Concentration of deposits

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|---|---------------------|----------------------|
| Total deposits of the twenty largest depositors | 43.68 | 21.13 |
| Percentage of deposits of twenty largest depositors to total deposits of the bank | 21.88% | 11.00% |

b. Concentration of advances

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|--|---------------------|----------------------|
| Total advances to the twenty largest borrowers | 21.56 | 19.18 |
| Percentage of advances to twenty largest borrowers to total advances of the bank | 17.90% | 15.83% |

c. Concentration of exposure

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|---|---------------------|----------------------|
| Total exposure to the twenty largest borrowers/customers | 15.78 | 25.32 |
| Percentage of exposures to the twenty largest borrowers/ customers to the total exposure of the bank on borrowers/customers | 13.09% | 8.08% |

d. Concentration of NPAs

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|--|---------------------|----------------------|
| Total Exposure to the top twenty NPA accounts | 4.46 | 3.73 |
| Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs | 48.21% | 42.29% |

6. The bank has not entered into any transactions in derivatives in the current and previous years

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

| Amount in ` Crores | | |
|--|--------------|---------------|
| Particulars | Current Year | Previous Year |
| Opening balance of amounts transferred to DEAF | 0.41 | 0.32 |
| Add: Amounts transferred to DEAF during the period | 0.12 | 0.09 |
| Less: Amount reimbursed by DEAF towards claims | - | - |
| Closing balance of amounts transferred to DEAF | 0.53 | 0.41 |

8. Disclosure of Complaints

a. Summary information on complaints received by the bank from customers and from the Offices of Ombudsman

| 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 | 0 | 0 |
| 2. | Number of complaints received during the year | 1 | 3 |
| 3. | Number of complaints disposed during the year | 1 | 3 |
| 3.1 | Of which, number of complaints rejected by the bank | 0 | 0 |
| 4. | Number of complaints pending at the end of the year | 0 | 0 |
| | Maintainable complaints received by the bank from Office of Ombudsman | | |
| 5. | Number of maintainable complaints received by the bank from Office of Ombudsman | 0 | 0 |
| 5.1. | Of 5, number of complaints resolved in favor of the bank by Office of Ombudsman | 0 | 0 |
| 5.2 | Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman | 0 | 0 |
| 5.3 | Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank | 0 | 0 |

| | | | |
|----|---|---|---|
| 6. | Number of Awards unimplemented within the stipulated time (other than those appealed) | 0 | 0 |
|----|---|---|---|

b. 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 | Of5, number of complaint spending beyond 30days |
|--|---|---|--|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 |
| Current Year | | | | | |
| Ground-1 | 0 | 0 | 0 | 0 | 0 |
| Ground-2 | 0 | 0 | 0 | 0 | 0 |
| Ground-3 | 0 | 0 | 0 | 0 | 0 |
| Ground-4 | 0 | 0 | 0 | 0 | 0 |
| Ground-5 | 0 | 0 | 0 | 0 | 0 |
| Others | 0 | 1 | 100% | 0 | 0 |
| Total | 0 | 1 | 0 | 0 | 0 |
| Previous Year | | | | | |
| Ground-1 | 0 | 0 | 0 | 0 | 0 |
| Ground-2 | 0 | 0 | 0 | 0 | 0 |
| Ground-3 | 0 | 0 | 0 | 0 | 0 |
| Ground-4 | 0 | 0 | 0 | 0 | 0 |
| Ground-5 | 0 | 0 | 0 | 0 | 0 |
| Others | 0 | 0 | 0 | 0 | 0 |
| Total | 0 | 0 | 0 | 0 | 0 |

9. Disclosure of penalties

No penalty imposed by Reserve Bank of India and other Banking regulatory bodies during the year ended on 31.03.2022

10. Other Disclosures

a. Business ratios

| Particular | Current Year | Previous Year |
|--|--------------|---------------|
| i) Interest Income as a percentage to Working Funds | 8.23% | 8.07% |
| ii) Non-interest income as a percentage to Working Funds | 0.23% | 0.52% |
| iii) Cost of Deposits | 5.46% | 5.75% |
| iv) Net Interest Margin | 0.73% | 0.65% |
| v) Operating Profit as a percentage to Working Fund | 1.61% | 1.43% |
| vi) Return on Assets | 8.69% | 8.59% |
| vii) Business (deposits plus advances) per employee (in ₹ crore) | 6.67 | 6.02 |
| viii) Profit per employee (in ₹ crore) | 0.07 | 0.06 |

b. The bank has not entered into any Bank assurance Business during the financial year,

c. The bank has not received any fees from towards Marketing and Distribution function during the financial year,

d. Provisions and contingencies

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| i. Provisions for NPI | - | - |
| ii. Provision towards NPA | 0.50 | 0.24 |
| iii. Provision made towards Income tax | 0.95 | 0.77 |
| iv. Other Provisions and Contingencies (with details) | 0.59 | 0.73 |
| a. Audit Fees | 0.03 | 0.03 |
| b. Gov. Sec. Dep. Fund | 0.00 | 0.00 |
| c. Employee Gratuity Provision | 0.35 | 0.35 |
| d. Standard Assets Provision | 0.06 | 0.04 |
| e. Leave Encashment Provision | 0.15 | 0.20 |

| Particulars | Current Year | Previous Year |
|--------------------|---------------------|----------------------|
| f. Election Fund | 0.00 | 0.10 |

e. Payment of DICGC Insurance Premium

(Amounts in ₹ Crore)

| Particulars | Current Year | Previous Year |
|-------------------------------------|---------------------|----------------------|
| Payment of DICGC Insurance Premium | 23.17 | 21.82 |
| Arrears in payment of DICGC premium | - | - |

f. The bank has not extended any fund or non-fund (guarantees, letters of credit, etc.) facilities to directors, their relatives, companies or firms in which they are interested.

11. Previous year's figures are regrouped or rearranged, wherever necessary, to conform to the layout of the accounts of the current year.

**For, The Chitanvispura
Sahakari Bank Ltd.**

**For, The Chitanvispura
Sahakari Bank Ltd.**

**Mr. P. B. Bhulgaonkar
Chief Executive Officer**

**Shri. Ajay .D. Lambat
Chairman**

