



INDEPENDENT AUDITOR'S REPORT

(Under Section 31 of the Banking Regulation Act, 1949 as applicable to Urban Co-operative Banks and Section 81 of the Maharashtra State Co-operative Act, 1960 and Rule 69(3) made there under)

To,
The Members,
The Chitnavispura Sahakari Bank Limited,
Nagpur

Report on the Financial Statements

Opinion

1. We have audited the accompanying financial statements of **THE CHITNAVISPURA SAHAKARI BANK LIMITED, NAGPUR** as at 31st March 2024, which comprise the Balance Sheet as at 31st March 2024 and the Profit and Loss Account for the year ended, and a summary of significant accounting policies and other explanatory information. The returns of six branches audited by us are incorporated in these financial statements.
2. In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Banking Regulation Act, 1949, the Maharashtra State Co-operative Act, 1960 and the Rules made thereunder, the guidelines issued by the NABARD / Reserve Bank of India (RBI) and Registrar of Co-operative Societies, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Bank as at 31st March 2024 and its Profit for the financial year ended on that date.

Basis of Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. 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 Institute of Chartered

* **HEAD OFFICE** *

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BRANCHES : * PUNE * THANE * MUMBAI * BENGALURU



Accountants of India 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 thereunder and under the provisions of the Maharashtra State Co-operative Act, 1960 and the rules made thereunder 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.

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

4. The Bank's Board of Directors is responsible for the preparation of the information included in the Report of Board of Directors including other explanatory information, but does not include the financial statements and our auditor's report thereon. The aforesaid other information of the Board of Directors is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the aforesaid other information and we do not wish to express any assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the knowledge obtained from the financial statements during the course of our audit or otherwise appears to be materially misstated.

When we read the Report of Board of Directors including aforesaid other information and if we conclude that there is a material misstatement, then, we are required to communicate the matter to Board of Directors and the members in the Annual General Meeting.

Management's Responsibility for the Financial Statements

5. The Bank's Board of Directors is responsible for preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, provisions of Banking Regulation Act, 1949 and the Rules made there under,



provisions of the Maharashtra Co-operative Societies Act, 1960 and the Rules made thereunder and circulars and guidelines issued by RBI from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Acts, as stated above for safeguarding 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 including disclosure as applicable and matters related to going concern and using the going concern basis of accounting.

The management is also responsible for overseeing Bank's Financial Reporting progress.

Auditors' Responsibility for the audit of the financial statements

6. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- a. 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.

- b. Obtain an understanding of internal control relevant to the audit in order to design procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- d. 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.
- e. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance, with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Report on Other Legal and Regulatory Requirements

7. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms A and B respectively of the Third Schedule to the Banking Regulation Act, 1949 and the Maharashtra Co-operative Societies Act, 1960, and the Maharashtra Co-operative Societies Rules, 1961, (as applicable).
8. As required by Section 81(2) of the Maharashtra Co-operative Societies Act, 1960 & the Maharashtra Co-operative Societies Rules, 1961, we report that:
- We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and have found to be satisfactory;
 - In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches/offices;
 - We have verified the advances and observed that the overdue's and NPA's are properly worked out by bank except those which are reported in our Audit Memorandum;
 - We have verified cash balances, securities, valuation of assets and liabilities which have been properly kept by the bank;
 - That, loan and advances and debts made by the society on the basis of security have been properly secured and the terms on which such loans and advances are made or debts are incurred are not pre-judicial to the interest of the society and its members;
 - There are no transactions made by the bank which are represented merely by book entries as per the information and explanations provided to us;
 - Loans & Advances and Deposits are properly disclosed in the financial statement by the bank;
 - No personal expenses have been charged to revenue account as per the information and explanations provided to us;



- i. The bank has incurred expenditure in furtherance of its objects;
- j. During the year under consideration the bank has not received any financial assistance from the Government, Government Undertakings or Financial Institutions;
- k. The bank is properly carrying out its objects and obligations towards members;

We report that;

- l. 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;
- m. The transactions of the Bank, which came to our notice, have been within the powers of the Bank;
- n. The reports on the audit & accounts of the branches / offices audited by the concurrent / internal auditors have been forwarded to us and have been properly dealt with by us in preparing this report;
- o. The returns received from offices and branches of the bank have been found adequate for the purpose of our audit;
- p. 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 Co-operative Bank;

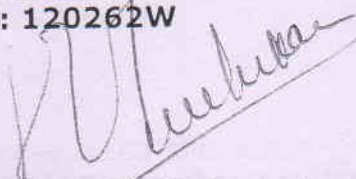
We further report that;

- q. The Balance Sheet and the Profit and Loss Account dealt with by this report is in agreement with the books of account and the returns;
- r. In our opinion and according to information and explanations given to us, and subject to our observations or comments in Audit Memorandum, we have not noticed any material impropriety or irregularity in the expenditure or in the realisation of money due to the Bank;



- s. The schedules giving the particulars referred to in Rules to the Maharashtra Co-operative Societies Act, 1960 to the extent applicable are attached to this report;
- t. As per the information and explanations given to us and based on our examination of the books of account and other records, we have not come across material instances in respect of the details mentioned in the Rule 69(6) of Maharashtra Co-operative Societies Rules 1961;
- u. For the year under audit, the Bank has been awarded "A" Classification.

For, A. S. Kulkarni & Associates
Chartered Accountants
FRN: 120262W


CA. Devendra V. Indurkar
Partner
MRN: 126458



UDIN: 24126458BKEDUZ9426

Date: 21/06/2024
Place: Nagpur

