



## Notes to Financial Statements for the Year Ended 31<sup>st</sup> March 2023

### **I. Significant Accounting Policies:**

#### **1.1 Background:**

**KOLHAPUR MAHILA SAHAKARI BANK LTD.KOLHAPUR** is incorporated in 19 May,1972 and provides wide range of banking and financial services. The Bank is registered under Maharashtra Co-op. Societies Act 1960 vide Registration No.KPR/BNK/157 Dated 19 May,1972.

#### **1.2 Basis of preparation:**

The financial statements of the Bank have been prepared in accordance with the generally accepted accounting principles in India. The Bank has prepared these financial statements to comply in all material aspects with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) to extent applicable statutory provisions under the Banking Regulation Act, 1949 & Maharashtra Co-operative Societies Act,1960, Directives Circulars and Guidelines issued by the Reserve Bank of India ('RBI') from time to time and current practices prevailing in the Co-operative Banking sector in India. The financial statements have been prepared following the going concern concept on an accrual basis under the historical cost convention. The accounting policies adopted in the current year are consistent with those of previous year.

#### **1.3 Use of Estimates:**

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the future periods.

#### **1.4 All accounting policies are consistently followed.**

#### **1.Cash Flow Statement: (AS 3)**

The Bank has disclosed the Cash Flow statement by following the indirect method, in terms of guidelines issued in AS 3.



## 2. Prior Period Items (AS - 5):

No Prior period expenses/income; debited/credited to Profit & Loss A/c, considering the materiality aspect and the date on which the liability is crystallized.

## 3. Revenue & Expenditure Recognition: (AS-9)

### 3.1 Revenue Recognition:

**a. Income from advances** – As per RBI directives, in respect of accounts classified as Standard, interest and other income is recognized on accrual basis as and when the same is earned; income from Non-Performing Assets is recognized on realization as per directives issued by RBI.

**b. Income from Investments** – Interest and other income from investments is recognized on a time proportion basis considering the face value of investment and the rate applicable.

**c.** Dividend on shares is accounted for on 'as and when' received basis.

**d.** Other items of income are recognized on realization basis.

**e.** Interest on other Bank deposit is recognized on a time proportion basis considering applicable rate.

**f.** Locker rent is recognized on realization basis.

### 3.2 Expenditure Recognition:

Interest on Deposit and Revenue expenditure is accounted for generally on accrual basis.

## 4. Property Plant and Equipments (AS 10)

**4.1.** Fixed Asset, other than those that have been revalued, are carried at historical cost less amortization / depreciation accumulated thereon. Cost comprises of purchase price, including non-refundable taxes and any directly attributable cost of bringing the asset to its working condition for intended use. Any trade discount, rebates are deducted in arriving at the purchase price.

**4.2. Impairment:** The Bank has ascertained that there is no impairment of any of its asset and as such, no provision made under Accounting Standard 28 on impairment of asset issued by ICAI is required.

**4.3.** Fixed Assets which have been fully depreciated but are still in use are carried in the books at Rs.1.



**5. Employee Benefits (AS- 15):**

**5.1.** Retirement benefits in the form of Provident Fund Contribution & Family Pension Scheme for the year has been made to the Commissioner for Regional Provident Fund (P.F.) and charged to the profit and loss account.

**5.2** 30 days earned and 5 days sick Leave encashment is provided for at actual leave at the credit of the employee excess balance of leaves than allowed leaves. Provision is made for leave encashment at the credit of employee. This is as per the agreement executed with employees. However, no Actuarial Valuation has been done by the Bank as required by AS-15.

**5.3.** Retirement benefit in the form of gratuity is a defined benefit plan. The Bank pays gratuity to employees who retire or resign after a minimum period of 5 year of continues service. The bank has gratuity fund for its employees under the group gratuity cum life assurance scheme managed by LIC of india branch Satara. The premium of group gratuity scheme are debited to profit and loss account based on actuarial valuation done by LIC of india.

**6. Segment Reporting (AS- 17):**

In accordance with Accounting Standard 17 issued by ICAI, segment Reporting is made as under:

- i) Treasury includes all Investment Portfolio, Profit/Loss on sale of investments 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.

**7. Related Party Disclosure (AS-18):**

There are no related parties requiring the disclosure under AS 18 issued by the ICAI other than the Key Management Personnel Mr.J.K.Kumbhar the GENERAL MANAGER of Bank. He being a single party coming under that category, no further details thereon was required to disclose. There were no sanctioned limits to the directors & their relatives. There were no guarantees sanctioned by the Bank to the Directors.



## 8. Earnings per share (AS-20):

Earnings per share are calculated by dividing the net profit for the period, after tax, attributable to equity shareholders (before Appropriation) by the equity shares outstanding at the end of the year.

(Rs. In Actual)

A)	Earnings available to shareholders	After recommendation by the Board.
B)	No. of Shares (considering Rs1000/- as face value of each share)	45766
	Earnings Per Share (considering Rs.1000/- as face value of each share)	Rs.157.67 ps.

The face value of share should be Rs.1000/- per share as per the bylaws of the bank and provisions of the Maharashtra Co-Operative Societies Act, 1960. However, the actual shares are mostly in multiples of Rs.10/- and Rs.100/- The Bank is advised to convert the shares in multiples of Rs.1000/- at the earliest.

## 9. Taxes on Income (AS – 22):

### Current Income Tax

Current Income Tax determined on the profits for the year in accordance with provisions of Income Tax Act, 1961, rules framed there under and on the basis of expert opinion, if any.

Provision for income tax is arrived at as under:

(Rs. In Lakhs)

Sr. No.	Particulars	For the year ended 31/3/2022	For the year ended 31/3/2023
A)	Income Tax Provision Current tax	Rs.25.00	Rs.30,00 (Rs.12.75)
B)	Deferred tax	0.00	0.00
	<b>Total (A + B)</b>	<b>Rs.25.00</b>	<b>Rs.42.75</b>

## 10. Intangible Assets (AS 26):

An intangible asset is recognized if and only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the asset can be measured reliably. Intangible assets is measured initially at cost and stated in balance sheet at historical cost less accumulated amortization.



## 11. Impairment of Assets (AS - 28):

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

## 12. Provisions (AS - 29):

In accordance with Accounting Standard 29, Provisions, Contingent Liabilities & Contingent Assets issued by ICAI, the Bank recognizes the provision where it has present obligations as a result of a past event, and it is probable that an outflow of resources of embodying economic benefits will be required to settle the obligation as & when a reliable estimate of the amount of the obligations can be made.

A provision is recognized when the Bank has a present obligation as result of past events and 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 their required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. In case where the available information indicates that the loss on contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure is made in the financial statements.

Contingent Assets are not recognized in the Financial Statements. However, Contingent Assets are assessed continually.

## II. Notes to financial statements for the year ended March 31, 2023

### 1. Appropriation of Profit:

The Board of Directors has recommended appropriation of profit for the year ended 31<sup>st</sup> March 2023. After recommendation from the board the appropriation of profit will be approved by the shareholders at the AGM.

(Rs. In Actual)

Particulars	Rs.	Paisa
Net profit for the year ended March 31,2023	72,16,661	76
Profit appropriation		
- 25% Reserve Fund	18,04,165	44
- 10% Dividend	43,11,971	00
- Investment fluctuation Fund	11,00,525	32



## 2. SLR and Non - SLR Investment. :

2.1 Fixed Deposits with other Banks include deposits aggregating to Rs.1145.00 Lakh (Previous Year Rs. 1405.00 Lakh) placed as margin to secure overdraft limits/issuance of guarantees in respect of correspondent business. Overdraft limits to meet liquidity risk are secured by fixed deposits of Rs.405.00 Lakh (Previous Year Rs.405.00 Lakh).

2.2. Book Value Of shares in Co-op Societies is Rs.8.00 Lakh.

2.3 Book Value of Govt. Security is Rs 3882.16 Lakh.  
(Face Value Rs.3880.00 Lakh)

## 3. Revenue & Expenditure Recognition: (AS-9)

### 3.1 Provisioning of Advances:

Provision for Bad and Doubtful Debts (for Non Performing Assets) is made as prescribed by RBI directives or Section 36(1)(viiia) of the Income Tax Act, whichever is higher. Provisions made in earlier years, along with the additional amount created as BDDR continue to be reflected in the Reserves as in the past.

3.2.The classification of advances into Standard, Sub-standard, Doubtful and Loss assets as well as provisioning on Standard Advances and Non-Performing Advances has been arrived at in accordance with the Income Recognition, Assets Classification and Provisioning Norms prescribed by the Reserve Bank of India from time to time.

3.3The unrealized interest in respect of advances classified as Non-Performing Advances is disclosed as “Overdue Interest Reserve” as per RBI directives.

3.4 In addition, a general provision is made on following categories of standard assets as per RBI guidelines, as under;

Category	Provision %	Loans	Required provision	Provision made
Direct advances to Agriculture and SME sectors	0.25%	1419.31	3.73	3.73
Commercial and Real Estate (CER Sector) loans	1.00 %	476.09	4.76	4.76
Commercial and Real Estate Residential Housing Sector (CRE-RH) loans	0.75 %	0.00	0.00	0.00
All other loans and advances not included above	0.40 %	3368.37	8.42	9.51
<b>TOTAL</b>		<b>5263.77</b>	<b>16.91</b>	<b>18.00</b>



#### 4. Investments:

4.1. Investments other than Term Deposits with Banks / Institutions / Mutual Fund / T-Bills / Certificate of Deposits and Shares of Co-op Institutions are classified into “Held for Trading”(HFT), “Available for Sale”(AFS), and “Held to Maturity” (HTM) categories in accordance with the Reserve Bank of India (RBI) guidelines on Classification and Valuation of Investments for Primary (Urban) Co-operative Banks.

4.2. For the purpose of disclosure in the Balance Sheet, Investments have been classified under four groups as required under RBI guidelines – Government Securities, Other trustee Securities, Shares in Co-operative Institutions, Bonds and NCDs and Other investments.

4.3. Investments under HTM category are carried at Acquisition cost. The premium paid, if any, on the investments under this category is amortized over the residual life of the security as per guidelines of RBI and Policy adopted by Bank.

4.4. Investments under HFT and AFS category have been valued on marked to market basis on the basis of guidelines issued by RBI. Net Depreciation, if any, under each classification has been provided for, net appreciation, if any, has been ignored.

				(Rs.In lakhs)
Category	Financial Year	Face Value	Book Value	Market Value
Available For Sale (AFS)	2022-23	1700.00	1698.23	1564.13
	2021-22	1900.00	1896.15	1789.55
Held to Maturity (HTM)	2022-23	2179.99	2184.53	2000.02
	2021-22	1979.99	1987.62	1846.68

The AFS securities as on 31/03/2023 were Rs.1698.23 Lakh. The market value of the AFS Securities as on 31/03/2023 is Rs.1564.13 Lakh. Ignoring the excess market value, the deficit in these securities is Rs.134.10 Lakh. The Investment Depreciation Reserve as on 31/03/2023 is Rs.134.11 Lakh which is more than to this deficit amount. Investment Depreciation Reserve of Rs.27.50 Lakhs debited to Profit & Loss A/c.



4.5. Treasury Bills, Commercial Papers and Certificate of Deposits under all the classifications have been valued at carrying cost.

4.6. Transfers from HTM to AFS category is to be done at value determined as per the guidelines of Reserve Bank of India issued there for.

4.7. Profit/ Loss in respect of investment sold from “AFS” & “HFT” category is to be included in Profit/Loss on Sale of Investments.

**4.8. Non- Performing Investments**

a. There is no Non Performing investments.

b. Net Depreciation has not been set off against appreciation in respect of other performing securities.

**4.9. Investment Fluctuation Reserve**

IFR is to be provided out of against appropriation of profit so as to comply with RBI Directives, Circulars & Guidelines. The IFR as on 31/03/2023 is Rs. 3.00 Lakh.

4.10. No sale & purchase transaction held in government securities during the year 2022-23

**5. Property, Plant and Equipment : (AS 10)**

i. Fixed Assets are carried out at cost less accumulated depreciation/amortization.

ii. Cost includes cost of purchase and all expenditure such as site preparation, installation costs and professional fees incurred on the asset before it is put to use. Subsequent expenditure(s) incurred on the assets put to use are capitalized only when it increases the future benefits from such assets or their functioning capability.

iii. Fixed Assets are not revalued during year 2022-2023.

iv. Depreciation is calculated on written down value basis on Fixed Assets other than Computer. Depreciation on Computers is provided on straight-line method (SLM) as per RBI guidelines.

V. Depreciation on fixed assets is charged at proportionate for the days for which it is put to use in the relevant year.





## 6. Depreciation & Amortization:

6.1. The depreciation on fixed assets is calculated on the basis of methods and rates as mentioned below:

Particulars	Method of Depreciation	Rate of Depreciation
Premises	W.D.V.	2.50%
Furniture, Fixtures & Dead Stock	W.D.V.	10%
Books & library	W.D.V.	10%
Vehicles & Machinery	W.D.V.	20%
Computers and Peripherals	S.L.M	33.33%

6.2. The depreciation on assets acquired during the year is calculated as per Income Tax Act, 1961.

6.3. Assets are capitalized considering the nature of asset and the materiality aspect.

## 7. Provisions, Contingent Liabilities & Contingent Assets (AS - 29):

7.1 Bank Guarantees, L.C.s are sanctioned to customers with approved credit limits in place. The liability thereon is dependent on terms of contractual obligations, development, raising demand by concerned parties and the amount being called up. These amounts are collateralize by margins, counter guarantees and secured charges. The quantum of Contingent Liabilities in these respects are as under:

Particulars	Rs.in Lakh	
	31.03.2022	31.03.2023
Staff Gratuity Fund	0.00	0.00
DEAF Amount	13.41	13.93
Bank Guarantees	20.00	0.00
<b>Total</b>	<b>33.41</b>	<b>13.93</b>

7.2 There is one case lodged by employee against the Bank. This case is dismissal by the Hon.Court due to misbehavior of such employee. Now this case is pending at Industrial/ Labour Court.

7.3 In Accordance with the "Depositor & Education Awareness Fund Scheme, 2014" formed by RBI, till 31<sup>st</sup> March 2023, The Bank has identified & transferred to the Depositor & Education Awareness Fund as per Below details:



Particulars	FY 2021-22	FY 2022-23
Opening Balance of Amount transferred to DEAF	11.69	13.41
Add: Amount transferred to DEAF During the year	1.72	0.52
Less: Amount reimbursed by DEAF towards claims	0.00	0.00
Closing Balance of Amount transferred to DEAF	13.41	13.93

All the amounts outstanding in respect of liability accounts standing in credit in any amount by whatever name called and remaining unclaimed for the period more than 10 years, are transferred to DEAF account in accordance with guidelines of the RBI.

#### 7.4 Movement Of Provisions.

Movement of Provisions for NPAs (excluding provision for standard assets)	31-03-2022	31-03-2023
a) Opening Balance	480.94	512.94
b) Provided during the year	32.00	35.00
c) From profit appropriation	0.00	0.00
<b>Total</b>	<b>512.94</b>	<b>547.94</b>
d) Write - off/Write - back of excess provisions	0.00	0.00
e) Closing Balance	<b>512.94</b>	<b>547.94</b>

#### 8 Restructured Accounts :

##### 8.1 Restructured Accounts : NIL

8.2 Following are the details required as per RBI Circular RBI/2019-20/220 DORNo.BP.B.C.63/21.04.048/2019-20Dt.17/04/2020, COVID-19 Regulatory Package-Asset Classification and Provisioning. Resolution Framework for COVID-19 related stress.

**Provision of Rs.10.00 Lack made during the FY 2020-2021 in term of paragraph 5**

8.3 Following are the details required as per RBI Circular Ref.:DOR.No.B. P.B.C/3/21.04.048/2020-21 Dated 6<sup>th</sup> August,2020. Resolution Framework for COVID-19 related stress.

**No substandard or doubtful advances have been restructured during the year 2022-23**



## 9. Revaluation of Premises

No revaluation of premises made during the FY.2022-23.

## 10. Segment Reporting (AS- 17):

Operations wise Segment Reporting –

### PART-A: Business Segments

(Rs. In Lakhs)

Business Segments	For 2021-22			For 2022-23		
	Investments	Other Banking Operations	Total	Investments	Other Banking Operations	Total
Revenue	307.45	685.94	993.39	314.36	668.00	982.36
Expenses	259.61	579.22	838.83	257.39	546.94	804.33
<b>Result</b>	<b>47.84</b>	<b>106.72</b>	<b>154.56</b>	<b>56.97</b>	<b>121.06</b>	<b>178.03</b>
Unallocated Expenses	0	0	0	0	0	0
Operating Profit	47.84	106.72	154.56	56.97	121.06	178.03
Income Tax	0	25.00	25.00	0	42.75	42.75
Provisions	35.40	32.00	67.40	28.11	35.00	63.11
<b>Net Profit</b>	<b>12.44</b>	<b>49.72</b>	<b>62.16</b>	<b>28.86</b>	<b>43.31</b>	<b>72.17</b>
Segment Assets	5295.77	5993.68	11289.45	5035.16	6663.91	11699.07
Unallocated Assets	0	0	0	0	0	0
<b>Total Assets</b>	<b>5295.77</b>	<b>5993.68</b>	<b>11289.45</b>	<b>5035.16</b>	<b>6663.91</b>	<b>11699.07</b>
Segment Liabilities	5295.77	5574.99	10870.76	5035.16	6206.25	11241.41
Unallocated Liabilities	0	0	0	0	0	0
Shareholders Fund	5295.77	418.69	418.69	0	457.66	457.66
<b>Total Liabilities</b>	<b>5295.77</b>	<b>5993.68</b>	<b>11289.45</b>	<b>5035.16</b>	<b>6663.91</b>	<b>11699.07</b>



## PART-B: Geographic Segments

	Domestic		International		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
(a) Revenue	982.36	993.39	0	0	982.36	993.39
(b) Assets	11699.07	11289.45	0	0	11699.07	11289.45

## Disclosure as per Guidelines of RBI:

In terms of RBI Circular No. RBI/2013-14/531/UBD CO BPD (PCB) Cir. No.52/12.05.001/2013-14 dated 25/03/2014 and Disclosure as per RBI masters Circular No. UBD.BPD. (PCB). MC.No.8/16.20.000/2006-07 dated 12/07/2006

Rs.in Lakhs)

Sr. No.	Particulars	31/03/2022	31/03/2023
1	Capital to Risk Weighted Assets Ratio :		
	a) Tier I Capital To Risk Weighted Assets	17.04%	17.96%
	b) Tier II Capital To Risk Weighted Assets	1.30%	0.38%
2	Movement in CRAR :		
	a) Total Capital Funds	970.74	990.56
	b) Risk Weighted Assets	5292.94	5402.38
3	Investments (Only SLR)		
	a) Book Value	3882.77	3882.77
	b) Face Value	3879.99	3879.99
	c) Market Value (AFS Category)	1789.55	1564.13
4	Advances against		
	a) Real Estate	69.54	85.96
	b) Construction Business	216.41	321.94
	c) Housing	605.07	590.84
5	Advances against Shares and Debenture :	0	0
6	Advances to Directors, their relatives and Companies/Firms in Which they are interested :	0	0
	a) Fund Based	0	0
	b) Non Fund Based (Guarantee, LCs etc.)	0	0
7	Average Cost of Deposits	5.27%	6.04%
8	NPAs :		
	a) Gross NPAs	747.61	633.37
	b) Net NPAs	231.67	85.40
	c) Percentage of Gross NPA to Total Advance	14.49%	10.74%
	d) Percentage of Net NPA to Total Advance	4.97%	1.46%



9	Movement in NPAs :		
	1) Movement of Gross NPAs		
	a) Opening Balance	543.10	747.61
	b) Add : Additions	383.27	111.88
	c) Less : Reduction	178.76	226.12
	d) Closing Balance	747.61	633.37
	2) Movement of Provisions for NPAs (excluding provision for standard assets)		
	a) Opening Balance	480.94	512.94
	b) Provision made during the year (including provision related/exchange fluctuations)	32.00	35.00
	c) Write - off/Write - back of excess provisions	0.00	0.00
d) Closing Balance	512.94	547.94	
10	Profitability		
	a) Interest income as a percentage of working funds	8.29	8.06%
	b) Non-interest income as a percentage of working funds	0.50%	0.34%
	c) Operating profit as a percentage of working funds	2.75%	3.13%
	d) Return on Assets	7.98%	7.75%
	e) Business (Deposit + Advance) per Employee	282.38	257.13
	f) Profit per Employee	2.97	2.92
11	Provision :		
	a) Provisions on NPA required to be made	309.34	369.81
	b) Provisions on NPA actually made	512.94	547.94
	c) Provisions on standard Assets Required to made	14.24	16.72
	d) Provisions on standard Assets actually made	18.00	18.00
	e) Provisions required to be made on depreciation in Investments	106.61	134.11
	f) Provision actually made on depreciation in Investments	106.61	134.11
	g) Provisions required to be made on Non- performing Investments	0.00	0.00
	h) Provision actually made on depreciation in Non-performing Investment	0.00	0.00



12	Movement in Provision :		
	I) Towards NPAs		
	a) Opening Balance	480.94	512.94
	b) Add : Provision Made	32.00	35.00
	c) Less : Provision Reversed	0.00	0.00
	d) Closing Balance	512.94	547.94
	II) Towards Depreciation on Investment		
	a) Opening Balance	72.21	106.61
	b) Add : Provision Made	34.40	27.50
	c) Less : Provision Reversed	0.00	0.00
	d) Closing Balance	106.61	134.11
	III) Towards Standard Assets :		
	a) Opening Balance	18.00	18.00
	b) Add : Provision Made	0.00	0.00
c) Less : Provision Reversed	0.00	0.00	
d) Closing Balance	18.00	18.00	
13	Payment of insurance premium to the DICGC, including arrears, if any		
	I) Period up to : <b>March</b>		
	a) Deposits Assessable	9842.31	7183.39
	b) Premium Amount	5.91	5.09
	c) Paid on	27/10/2021	03/11/2022
	II) Period up to : <b>Sept.</b>		
	a) Deposits Assessable	9992.58	9713.93
b) Premium Amount	5.99	6.88	
c) Paid on	06/05/2021	30/04/2022	
14	Penalty Imposed by RBI for any Violation	0.00	0.00
15	a) Foreign Currency Assets	0.00	0.00
	b) Foreign Currency Liabilities	0.00	0.00



1) Non SLR investments					
No.	Issuer	Amount	Extent of below investment grade securities	Extent of unrated securities	Extent of unlisted securities
1	PSUS	0.00	0.00	0.00	0.00
2	FIs	0.00	0.00	0.00	0.00
3	Public sector Banks (Fixed Deposits)	1145.00	0.00	0.00	0.00
4	Mutual Funds	0.00	0.00	0.00	0.00
5	Others (Shares)	8.00	0.00	0.00	0.00
6	Provision held towards depreciation	0.00	0.00	0.00	0.00
Total (1+2+3+4+5-6)		1153.00	0.00	0.00	0.00

2) Non performing Non-SLR investments		(In Lacs)
Sr. No.	Particulars	Amount
1	Opening Balance	0.00
2	Additions during the year since 1st April	0.00
3	Reduction during the above period – Amount Realized.	0.00
4	Closing Balance	0.00
5	Total provision held	0.00







### 3. Investments

#### a) Composition of Investment Portfolio

As at 31.03.2023 (current year balance sheet date)

(Rs. in Crore)

	Investments in India						
	Govt. Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others (Reserve Fund Investment in KDCC Bank)	Total investments in India
<b>Held to Maturity</b>							
Gross	21.85	0.00	0.08	0.00	0.00	0.00	21.93
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>21.85</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>21.93</b>
<b>Available for Sale</b>							
Gross	16.98	0.00	0.00	0.00	0.00	0.00	16.98
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>16.98</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>16.98</b>
<b>Held for Trading</b>	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
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Investments</b>	<b>38.83</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>38.83</b>
Less: Provision for non-performing investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation and NPI	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>38.83</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>38.83</b>

No Investments outside India



## b) Composition of Investment Portfolio

As at 31.03.2022 (previous year balance sheet date)

(Rs. in Crore)

	Investments in India						
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others (Reserve Fund Investment in KDCC Bank)	Total investments in India
<b>Held to Maturity</b>							
Gross	19.87	0.00	0.08	0.00	0.00	0.00	19.95
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>19.87</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>19.95</b>
<b>Available for Sale</b>							
Gross	18.96	0.00	0.00	0.00	0.00	0.00	18.96
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>18.96</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>18.96</b>
<b>Held for Trading</b>	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
Less: Provision for non-performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total Investments</b>	<b>38.83</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>38.91</b>
Less: Provision for non-performing investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation and NPI	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Net</b>	<b>38.83</b>	<b>0.00</b>	<b>0.08</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>38.91</b>

No Investments outside India



## c) Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Rs. in Crore)

Particulars	Current Year	Previous Year
<b>i) Movement of provisions held towards depreciation on investments</b>		
a) Opening balance	1.06	0.72
b) Add: Provisions made during the year	0.28	0.34
c) Less: Write off / write back of excess provisions during the year	0.00	0.00
d) Closing balance	1.34	1.06
<b>ii) Movement of Investment Fluctuation Reserve</b>		
a) Opening balance	0.03	0.03
b) Add: Amount transferred during the year	0.00	0.00
c) Less: Draw-down	0.00	0.00
d) Closing balance	0.03	0.03
<b>iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category</b>	0.18%	0.16%

## d) Non-SLR investment portfolio

### i) Non-performing non-SLR investments

(Amount in ₹ crore)

Sr.No.	Particulars	Current Year	Previous Year
a)	Opening balance	0.00	0.00
b)	Additions during the year since 1st April	0.00	0.00
c)	Reductions during the above period	0.00	0.00
d)	Closing balance	0.00	0.00
e)	Total Provision Held	0.00	0.00





## 4. Asset quality

### a) Classification of advances and provisions held

(Amount in ₹ Crore)

	Standard	Non-Performing			Total Non-Performing Advances	Total
	Total Standard Advances	Sub-standard	Doubtful	Loss		
<b>Gross Standard Advances and NPAs</b>						
Opening Balance	44.18	3.07	4.40	0.01	7.48	<b>51.65</b>
Add: Additions during the year					1.11	
Less: Reductions during the year*					2.26	
Closing balance	52.64	0.98	5.34	0.01	6.33	<b>58.97</b>
<b>*Reductions in Gross NPAs due to:</b>						
i) Up gradation					0.00	
ii) Recoveries (excluding recoveries from upgraded accounts)					2.26	
iii) Technical/ Prudential/16 Write-offs					0.00	
iv) Write-offs other than those under (iii) above					0.00	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	0.18	2.24	2.88	0.01	5.13	<b>5.31</b>
Add: Fresh provisions made during the year						
Less: Excess provision reversed/ Write-off loans						
Closing balance of provisions held	0.18	1.88	3.59	0.01	5.48	<b>5.66</b>
<b>Net NPAs</b>						
Opening Balance		0.94	1.36	0.01	2.31	
Add: Fresh additions during the year					0.00	
Less: Reductions during the year					1.46	
Closing Balance		0.13	0.71	0.01	0.85	



	Standard	Non-Performing			Total
	Total Standard Advances	Sub-standard	Doubtful	Loss	Total Non-Performing Advances
<b>Floating Provisions</b>					
Opening Balance					0.00
Add: Additional provisions made during the year					0.00
Less: Amount drawn down <sup>18</sup> during the year					0.00
Closing balance of floating provisions					0.00

Ratios (in per cent)	Current Year	Previous Year
Gross NPA to Gross Advances	10.74%	14.49%
Net NPA to Net Advances	1.60%	4.97%
Provision coverage ratio	86.57%	68.58%

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

(Amounts in ₹ crore)

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
<b>i)</b>	<b>Priority Sector</b>						
a)	Agriculture and allied activities	4.78	0.48	10.04%	2.81	0.07	2.49%
b)	Advances to industries sector eligible as priority sector lending	30.09	2.39	7.94%	22.46	1.85	8.23%
c)	Services	13.25	1.53	11.55%	8.50	1.08	12.71%
d)	Personal loans/Other Priority sector.	0.00	0.00				
	<b>Subtotal (i)</b>	48.12	4.40	9.14%	33.77	3.00	8.88%
<b>ii)</b>	<b>Non-priority Sector</b>						
a)	Agriculture and allied activities	0.00	0.00				
b)	Industry	0.00	0.00				
c)	Services	10.85	1.93	17.78%	17.88	4.48	25.05%
d)	Personal loans	0.00	0.00				
	<b>Sub-total (ii)</b>	10.85	1.93	17.78%			
	<b>Total (I + ii)</b>	58.97	6.33	10.74%	51.65	7.48	14.49%

**c) Particulars of resolution plan and restructuring**i) Details of accounts subjected to restructuring: **NIL**



## 5) 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	0	0
Amount involved in fraud (₹ crore)	0.00	0.00
Amount of provision made for such frauds (₹ crore)	0.00	0.00
Amount of Unamortised provision debited from 'other reserves' as at the end of the year (₹ crore)	0.00	0.00

## 6) Disclosure under Resolution Framework for COVID-19-related Stress

(Amounts in ₹ crore)

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 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans					
Corporate persons*					
Of which MSMEs	NIL	NIL	NIL	NIL	NIL
Others					
Total					

\* As defined in section 3(7) of the Insolvency and Bankruptcy Code, 2016





## 7. Exposures

### a) Exposure to real estate sector

(Amount in ₹ crore)

Category	Current year	Previous Year
<i>i) Direct exposure</i>		
<b>a) Residential Mortgages –</b> Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits.	5.91	5.95
<b>b) Commercial Real Estate –</b> 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;	0.86	0.96
<b>c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –</b>  i. Residential ii. Commercial Real Estate	0.00	0.00
<i>ii) Indirect Exposure</i> Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	0.00	0.00
<b>Total Exposure to Real Estate Sector</b>	<b>9.99</b>	<b>8.36</b>

### b) 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.

(Amounts in ₹ crore)

Particulars	Current year	Previous Year
Total unsecured advances of the bank	7.06	5.55
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	0.00	0.00
Estimated value of such intangible securities	0.00	0.00



## 8. Concentration of deposits, advances, exposures and NPAs

### a) Concentration of deposits

(Amount in ₹ crore)

Particulars	Current year	Previous Year
Total deposits of the twenty largest depositors	10.02	18.15
Percentage of deposits of twenty largest depositors to total deposits of the bank	10.23%	19.06%

### b) Concentration of Advances

(Amount in ₹ crore)

Particulars	Current year	Previous Year
Total advances to the twenty largest borrowers	10.42	9.22
Percentage of advances to twenty largest borrowers to total advances of the bank	18.17%	17.85%

### c) Concentration of Exposures

(Amount in ₹ crore)

Particulars	Current year	Previous Year
Total exposure to the twenty largest borrowers/customers	10.42	9.22
Percentage of exposures to the twenty largest borrowers/ customers to the total exposure of the bank on borrowers/ customers	18.17%	17.85%

### d) Concentration of NPAs

(Amount in ₹ crore)

Particulars	Current year	Previous Year
Total Exposure to the top twenty NPA accounts	4.27	4.30
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs	67.45%	54.48%

## 9. Transfers to Depositor Education and Awareness Fund (DEA Fund)

(Amount in ₹ Lakhs)

Sr. No.	Particulars	Current year	Previous Year
i)	Opening balance of amounts transferred to DEA Fund	0.134	0.116
ii)	Add: Amounts transferred to DEA Fund during the year	0.005	0.018
iii)	Less: Amounts reimbursed by DEA Fund towards claims	0.000	0.000
iv)	Closing balance of amounts transferred to DEA Fund	0.139	0.134



## 10) Disclosure of complaints

a) Summary information on complaints received by the bank from customers and from the Offices of Ombudsman: - NIL -

b) Top five grounds<sup>32</sup> of complaints received by the bank from customers: NIL

## 11) Disclosure of penalties imposed by the Reserve Bank of India:

No such penalties imposed by the Reserve Bank of India during current financial year.

## 12) Other Disclosures

### a) Business ratios

Particular	Current year	Previous Year
i) Interest Income as a percentage to Working Funds	8.06%	8.29%
ii) Non-interest income as a percentage to Working Funds	0.34%	0.50%
iii) Cost of Deposits	5.27%	6.04%
iv) Net Interest Margin	3.13%	2.75%
v) Operating Profit as a percentage to Working Funds	1.52%	1.37%
vi) Return on Assets	7.75%	7.98%
vii) Business (deposits plus advances) per employee (in ₹ lakhs)	257.13	282.38
viii) Profit per employee (in ₹ lakhs)	2.92	2.97
<b>Total Employees:</b>	<b>61</b>	<b>52</b>

### b) Bancassurance business : NIL

The details of fees / brokerage earned in respect of insurance broking, agency and bancassurance business undertaken by them shall be disclosed for both the current year and previous year.

### c) Marketing and distribution : NIL

Banks shall disclose the details of fees / remuneration received in respect of the marketing and distribution function

(excluding bancassurance business) undertaken by them.

### d) Disclosures regarding Priority Sector Lending Certificates (PSLCs) : NIL

The amount of PSLCs (category-wise) sold and purchased during the year shall be disclosed.

**e) Provisions and contingencies**

(Amount in ₹ crore)

Provision debited to Profit and Loss Account	Current Year	Previous Year
i) Provisions for NPI	0.00	0.00
ii) Provision towards NPA	0.35	32.00
iii) Provision made towards Income tax	0.30 ( 0.13 )	0.25
iv) Other Provisions and Contingencies (with details)	0.00	0.00

**f) Payment of DICGC Insurance Premium**

(Rs. In Lakhs)

Sr. No.	Particulars	Current year	Previous Year
i)	Payment of DICGC Insurance Premium	Rs.6.88 For April 2022to Sept.2022. on 30.04.2022  Rs.5.09 For Oct. 2022to March.2023. on 03.11.2022	Rs.5.99 For April 2021to Sept.2021. on 06.05.2021  Rs.5.91 For Oct. 2021to March.2022. on 27.10.2021
ii)	Arrears in payment of DICGC premium	0.00	0.00

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

UCBs shall disclose any fund or non-fund (guarantees, letters of credit, etc.) facilities extended to directors, their relatives, companies or firms in which they are interested: **NIL**