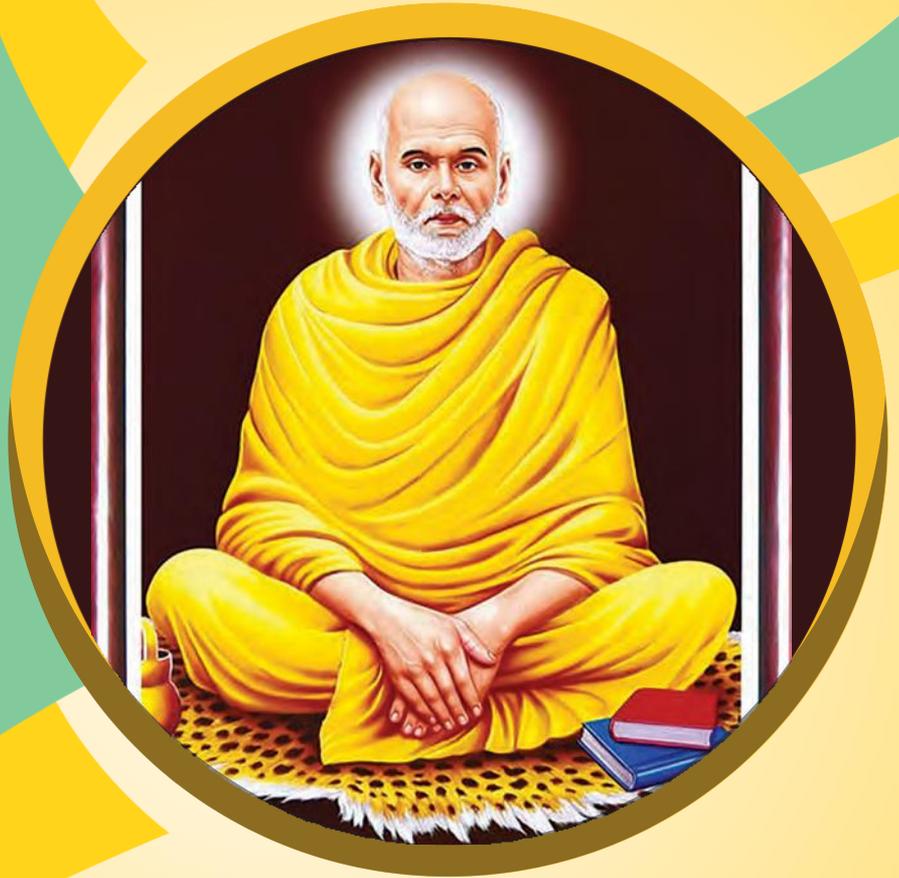




**SREE NARAYANA GURU
CO-OP. BANK LTD., MUMBAI**



21st

ANNUAL REPORT

2020-2021



SREE NARAYANA GURU CO-OP. BANK LTD., MUMBAI

Estd. 2001

BOARD OF DIRECTORS



P B Rajmohan
Chairman



O K Prasad
Vice Chairman



Mr. C.R. Unny
Director



Maya Sahajan
Director



E P Vasu
Director



K K Susmeran
Director



Dr. Prasanna Aravindakshan
Director



Dr. Sureshkumar Madhusudhanan
Director



V V Chandran
Director



Komalan Gangadharan
Director



Suresh Shivanna Salian
CHIEF EXECUTIVE OFFICER
(w.e.f 08/03/2021)

21st ANNUAL REPORT 2020-21

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 21st Annual General Meeting of the Members of Sree Narayana Guru Co-operative Bank Ltd. will be held on **Wednesday, 29th day of September, 2021 at 04:00 p.m.** by virtual means i.e. through Video Conferencing (VC) or Other Audio Visual Means (OAVM) to transact the following business: -

1. To read and confirm the minutes of last Annual General Meeting held on 21st March 2021.
2. To consider and adopt Annual Report together with Directors' Report and Audited Balance Sheet as on 31st March 2021 and the Profit and Loss Account for the year ended 31st March 2021.
3. To consider and adopt Statutory Audit Report from M/s. Khirad & Co. (Chartered Accountants) for the Financial Year ended 31.03.2021.
4. To ratify the submission of Statutory Audit Reports together with financial statements in English text for the Financial Year 2020-21.
5. To ratify the appointment of Statutory Auditors for the Financial Year 2021-22 duly recommended by Board of Directors to Reserve Bank of India.
6. To approve the recommendation of the Board of Directors to submit the Financial Statements together with Audited Balance Sheet as on 31st March 2022 and Profit and Loss Account for the Financial Year 2021-22 in English text since Mumbai being a cosmopolitan city.
7. Undertaking and disposal of any other business that may be brought before the house and answering of Member's questions, relating to the working of the Bank for the Financial Year 2020-21, permissible under the Bank's Bye-laws and Rules and about which at least 5 days' notice, in writing, has to be furnished to the Chairman at the Bank's Head Office.
8. To grant leave of absence to the members of the Bank who have not attended this 21st Annual General Meeting.
9. Any other matter with the permission of the Chairman of the Meeting.

By order of the Board of Directors

Place : Mumbai
Date : 14.09.2021

Sd/-
Suresh Shivanna Salian
Chief Executive Officer

NOTE:

In the absence of required quorum, the meeting shall stand adjourned for half an hour and the adjourned meeting will be conducted immediately thereafter at the same venue irrespective of the rule of quorum in terms of Bye- law No. 35(iii).

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

Members are requested to provide immediately the e-mail address, and mobile number/ WhatsApp No. incase it is not provided to the Bank.

Hard Copy of the Annual Report will be available at Branches and Head Office.

Important Notes for Members:

1. Due to COVID- 19, pandemic situation, the State Govt. has issued guidelines on 03/09/2021 to hold the Bank's AGM for 2020-21 by virtual means. Accordingly, the 21st AGM of Sree Narayana Guru Co-op Bank Ltd will now be conducted on 29th September 2021 at 04:00 p.m. through Video Conferencing (VC) or Other Audio Visual Means (OAVM).
2. This AGM will be conducted via OAVM only and Members need not visit the Head Office.
3. The detailed notice of AGM through OAVM is also available on the website of the Bank i.e www.sngcbank.com.
4. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone / mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as name of the bank and branch details, bank account number, MICR code, IFSC code etc. by writing a letter to Share Department at the Bank's Registered Office and/ or by sending email to shares@sngcbank.com
5. Annual Report along with notes referred to, in the accompanying notice is available on the website of the Bank for inspection by the Members.
6. Members will be required to use Internet with a good speed to avoid any disturbance during the meeting.
7. Please note that participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/ Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
8. Facility of joining the AGM through OAVM shall open 30 minutes before the time scheduled for the AGM.
9. Members who have not collected their Share Certificates are requested to collect the same from the Bank on any working day during working hours at the earliest.
10. Members who have not collected their dividends for the F.Y 2018-19 are requested to collect the same immediately on or before 3rd August 2022 to avoid its forfeiture.
11. Members are requested to introduce their friends and relatives to the Bank so that they can also avail various services rendered by the Bank.

21st ANNUAL REPORT 2020-21

SREE NARAYANA GURU CO-OPERATIVE BANK LTD., MUMBAI

PROFILE

Registered Office : **SREE NARAYANA GURU CO-OPERATIVE BANK LTD.**
 Sree Narayana Nagar, P. L. Lokhande Marg
 Chembur (West), Mumbai – 400 089
 Contact: 8451910506
 E-mail : sngcbank@yahoo.com, sngcbank@gmail.com
 Website: www.sngcbank.com

No. & date of RBI License : UBD.MUM(MAH)0028P/2001-02
 Dated 02.02.2002

No. & Date of registration : Mumbai DDR-2/Bank/others/102/2001-02
 year 2001, Dated 11.05.2001

Jurisdiction : Greater Mumbai & Thane District

No. of Staff : 41

COMPARATIVE PERFORMANCE HIGHLIGHTS

(Rupees in Lakhs)

Indicators	2016-17		2017-18		2018-19		2019-20		2020-21	
	Amt	Growth %								
DEPOSIT	6183.96	13.59	6351.87	2.72	6680.08	5.17	6177.58	(7.52)	6232.94	0.89
ADVANCES	2842.77	1.78	3428.90	20.62	4017.00	17.15	3502.52	(12.80)	3253.55	(7.11)
INVESTMENTS	3659.28	26.03	3216.64	(12.10)	2980.40	(7.34)	2850.71	(4.35)	3221.08	12.99
TOTAL INCOME	755.88	12.52	700.83	(7.28)	709.50	1.24	685.42	(3.39)	672.91	(1.82)
TOTAL EXPENSES	732.48	13.20	675.05	(7.84)	683.52	1.25	732.88	7.22	650.63	(11.22)
NET PROFIT	23.41	(5.26)	25.78	10.12	25.98	0.74	(47.46)		16.88	
SHARE CAPITAL	512.89	0.78	520.32	1.45	541.38	4.05	547.27	1.08	550.64	0.61
AUDIT CLASSIFICATION	A		A		A		A		A	

DIRECTORS' REPORT

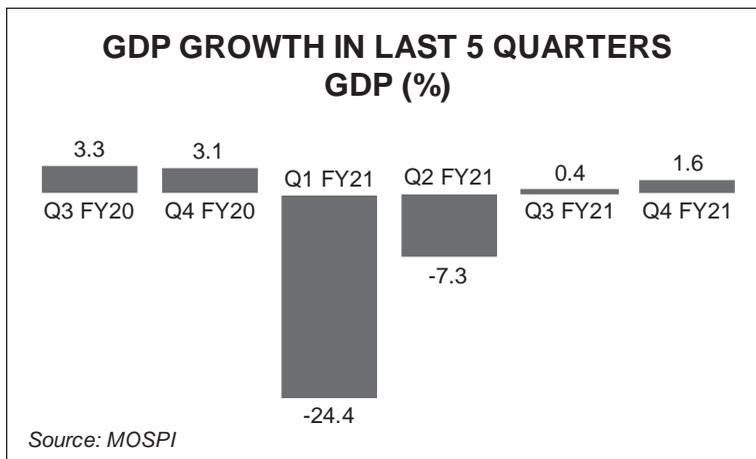
Dear Members,

On Behalf of the Board of Directors, I welcome you all to the 21st Annual General Body meeting of our Bank and take great pleasure in presenting the 21st Annual Report together with Audited statement of Accounts for the year ended 31st March 2021.

INDIAN ECONOMY- AN OVERVIEW

Indian economy being an integral part of the global economy, has severally impacted in the context of the world wide pandemic of Covid-19.

While India's economy grew by 20.10% during April- June quarter of the current financial year as against 24.40 percent contraction seen during the same period last year. In the previous quarter, India's economy had grown by 1.60% and for the full financial year 2020-21. The service sector grew at 3.70%, still has a lot to pick up as it recorded a growth of just 11.40%, the better fiscal numbers in the financial year 2022 compared with the financial year 2021 are on the expected lines due to the eased restrictions in lockdown and better preparedness in terms of pandemic response with various reforms and RBI's efforts to support the financial markets and economy, the Indian economy is well poised to ride the long term structural growth path.



We have come a long way since covid-19 Pandemic hit the world economic climate. With everything coming to a pause, there was a tremendous decline in the GDP growth rates.

With multiple lockdowns, the productivity plummeted to an all-time low. The downfall of GDP required urgent measures in the financial domain, which was taken by the Ministry of Finance and the Reserve Bank of India. With easing of the monetary policies by the RBI, it targeted ease to access of credit and promoted higher liquidity in the market. The country

was starving on an economic depression and with no cure to the covid-19, at that time, RBI did its best to maintain a positive sentiment in the financial domain, boosting economy as much as possible. Damage control measures were taken and banks were provided support for better functioning.

CO-OPERATIVE BANKING SECTOR

In the Indian context maintaining the health of the banking sector remains a policy priority. RBI has stressed time and again the need to build a capital base by banks and all other Financial Institutions at the same time focusing on corporate governance and ethics driven compliance culture. RBI has also emphasized the need to enhance the skill set to identify risks early and measure them, mitigate the risk proactively and build up adequate provisioning buffers to absorb potential losses. The up-gradation of IT infrastructure and improving Customer services together with cyber security measures are other key issues, RBI has suggested to improve the financial sector, particularly that of the Urban Cooperative Banks.

The UCB is registered as a Co-operative Society and has been under the dual regulation of the Reserve Bank of India and the Central/ State Registrar of Co-operative Societies (RCS). The recent amendments to the Banking Regulation Act 1949 (applicable to Co-operative Societies) have brought the functions of governance, capital, audit, and amalgamation of Co-operative Banks under the regulatory domain of the Reserve Bank of India. RBI has also been taking measures to improve their governance structure based on asset classification norms and bringing them into the CRILC reporting etc, under the Supervision Action Framework (SAF).

RBI has also set up an expert committee to examine these issues and provide a roadmap for strengthening the UCB sector.

PERFORMANCE OF THE BANK

During the Financial Year ending 31st March 2021 Deposits have recorded a positive growth of 0.89% (i.e an increase of Rs.55.36 lakhs to Rs. 6232.94 lakhs as against Rs. 6177.58 lakhs for the Financial Year 2019-20). Loans and Advances has been decreased by 7.11% from Rs. 3502.52 lakhs to Rs. 3253.55 lakhs. Business mix for F.Y. 2020-21 is Rs. 9486.50 lakhs which has been decreased from Rs.9680.10 lakhs from the F.Y. 2019-20 (a decline of about 2.00%). Priority Sector Advances was decreased to Rs. 1577.28 lakhs for F.Y. 2020-21 as against 1609.81 lakhs for Financial Year 2019-20 (a net decrease of 2.02%).

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

BUSINESS & FINANCIAL PERFORMANCE:

The highlights of performance of the Bank during the year under review as compared with the previous year are as under:

Parameter	2019-20 Rs. In Lakhs	2020-21 Rs. In Lakhs	% Growth
Working Fund	7130.64	7227.68	1.36
Net Profit	(47.46)	16.88	
Core Capital	787.30	755.16	(4.08)
Net Worth	787.30	887.62	12.74
Priority Sector Advances	1609.81	1577.28	(2.02)
Percentage of P.S.A. to Total Advances	45.96%	48.48%	
Advances to Weaker Section	455.19	298.06	(34.52)
% of Finance to Weaker Section out of Priority Sector Advances	28.28%	18.90%	
Net NPA	320.08	187.53	41.41
CRAR	19.27%	20.81%	

- **DEPOSITS** increased by Rs. 55.36 lakhs i.e. 0.89%
- **ADVANCES** decreased by Rs. 248.97 lakhs i.e. (7.11%)
- **BUSINESS PER EMPLOYEE** improved from Rs. 230.47 lakhs to Rs. 231.37 lakhs
- **During the year Net worth of the Bank has been increased to Rs. 887.62 lakhs, an increase of 12.74% over the previous year.**

A. DEPOSITS:

During the F.Y 2020-21, deposits increased from Rs.6177.58 lakhs to Rs.6232.94 lakhs showing a net increase of Rs. 55.36 lakhs an increase of 0.89% and the composition of Deposits as compared to the previous year is as under:

(Rs. in Lakhs)

No.	Segment of Deposits	As on 31.03.2020	As on 31.03.2021	% growth
1	Savings	1315.83	1461.96	11.11
2	Current	295.29	432.11	46.33
3	Term deposits	4566.46	4338.87	(4.98)
4	Total	6177.58	6232.94	0.89

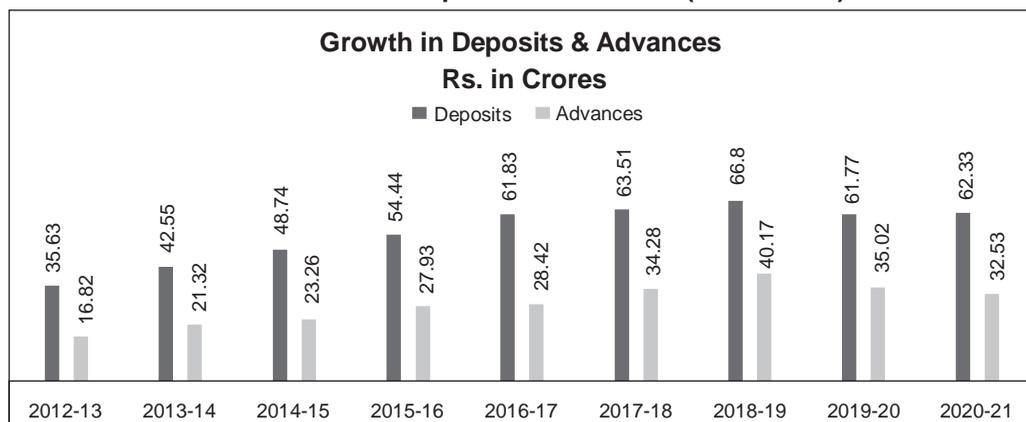
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B. ADVANCES:

During the year under review, the advances declined by Rs. 248.97 lakhs (7.11%). The position of Loans and Advances outstanding as on 31.03.2020 was Rs. 3502.52 lakhs and the same is decreased to Rs.3253.55 lakhs during the year ending 31.03.2021. The break-up of advances under various segments is as under:

No.	Segment	31.03.2020	31.03.2021	% Growth
1	CC/OD	1027.17	966.96	(5.86)
2	Housing Loan	548.93	616.11	12.24
3	Education Loan	18.73	11.25	(39.94)
4	Gold Loan	63.85	72.17	13.03
5	Other Loans	1843.84	1587.06	(13.93)
	Total	3502.52	3253.55	(7.11)

Growth Trend in Deposits & Advances (Cumulative)



C. PRIORITY SECTOR ADVANCES

The Priority Sector Advances as on 31.03.2021 were Rs.1577.28 lakhs as against Rs.1609.81 lakhs in the previous year. This constitutes 48.48% of total advances as against the target of 45% prescribed by the Reserve Bank of India.

D. DICGC COVER

The deposit insurance cover has been increased up to Rs. 5.00 lakhs. The premium has been paid up to-date to "Deposit Insurance & Credit Guarantee Corporation of India" so as to protect the Depositors` interest.

E. CAPITAL TO RISK ASSET RATIO (CRAR)

The Capital to Risk Asset Ratio (CRAR) stood at 20.80% as on 31.03.2021 as against the threshold limit of 9.00% prescribed by RBI. This implies that 20.80% of risk assets are backed by capital.

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

F. NET NPA

The Bank has made total provision of Rs.92.46 Lakhs against the Gross NPA of Rs.279.99 lakhs (8.61% of advances) resulting in Net NPA being Rs.187.53 Lakhs (5.76% of advances) as on 31st March, 2021. The net NPA decreased from Rs.320.08 lakhs as on 31st March 2020 to Rs.187.53 Lakhs as on 31st March, 2021 (a net decline of Rs.132.55 lakhs ie.41.41%). The Bank has complied with the provisioning norms stipulated by RBI.

G. INVESTMENTS

The surplus funds of the Bank were invested as per the rules and guidelines of Reserve Bank of India, in Fixed Deposits with various Co-op. Banks, District Central Co-op Bank and in the Government Securities. As per guidelines of RBI total Investment in Government Securities was Rs.1650.58 lakhs and total Investment in Fixed Deposits with various banks was Rs.870.51 lakhs. Investment of Rs.1400.62 lakhs in G-Sec is categorized under HTM (Held to Maturity) and Rs. 249.96 lakhs under AFS (Available for Sale). In addition, Bank has investments of Rs.599.97 lakhs in Mutual funds (under Debt funds) and Rs.100.00 lakhs in SBI DFHI Call Money.

H. PROFIT / LOSS

The Bank's C/fd loss for the Financial Year ending 31.03.2021 stood at Rs.30.57 lakhs against the gross loss of Rs.47.46 lakhs recorded in the previous year as detailed below:

Profit for the current year:	Rs.	16,88,732.74
Profit carried forward from year 2018-19:	Rs.	760.67
Loss carried forward from year 2019-20:	Rs.	47,46,051.72
Net Loss C/FD to Financial Year 2021-22:	(Rs.)	<u>30,56,558.31</u>

I. DIVIDEND:

Due to accumulated loss no dividend payment is recommended for the Financial Year 2020-21.

J. SHARE CAPITAL:

The share capital of the Bank as on 31.03.2021 is Rs. 550.64 lakhs, a net increase of Rs.3.37 lakhs (0.62%) over the previous year.

K. AREA OF OPERATION

The area of operation of your Bank is spread over to Greater Mumbai and Thane districts. Bank has renewed its request for extension of area of operation to Raigad District, consequent to reorganisation of Thane District. But the same has not been considered by the Commissioner of Co-operative & Registrar of Co-operative Societies.

L. BRANCH NETWORK

The Bank has 6 branches at Chembur, Bhandup, Mulund, Nerul, Koparkhairane and CBD Belapur. All branches are CBS (Core Banking Solutions) compliant.

M. HUMAN RESOURCE:

The total staff strength of the Bank as on 31st March, 2021 was 41 which comprises of 15 Officers, 19 Clerks and 7 subordinate staff. The Business per employee was Rs. 231.37 lakhs as on 31st March, 2021 as against Rs. 230.47 lakhs as on 31st March, 2020.

N. NEW PRODUCT

Bank has entered into a tie-up with 7icap Services LLP for Mutual Fund distributorship and hence opened a new avenue for non-fund based income.

As a part of business development strategy the Bank is in the process of identifying appropriate vendors for the introduction of RUPAY cards and IMPS.

O. MEMBERSHIP

The total number of members as on 31.03.2021 was as under:

Category	31.03.2021
Regular	4881
Nominal	854

P. AUDIT

i. STATUTORORY AUDIT

- M/s. K.K. Khirad & Co., Chartered Accountants, were appointed as the statutory auditors and they have conducted the Statutory Audit of the Bank for the Financial Year 2020-21.

Bank continues to maintain "A-Grade" under Audit classification.

ii. CONCURRENT AUDIT

- M/s. Banwat & Co., Chartered Accountants, conducted the Concurrent Audit of the Bank during F.Y.2020-21.

iii. INFORMATION TECHNOLOGY & SYSTEM AUDIT

- During the year IS Audit of the Bank was conducted on 25th and 26th March 2021 by Mr. Amol Aher of M/s SecMYIT Infosec Solution Pvt Ltd, CISA certified Auditor.

Q. BOARD MEETINGS:

The Board of Directors met regularly and deliberated on business and all other important matters. In all 13 Board meetings were held during the year.

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

R. COMMITTEES:

The Bank has the undernoted sub-committees comprising of Directors of the Board for Business development as also for overseeing the other operational areas.

Sr. No.	Names of Sub-Committees
1	Audit Committee
2	Investment Committee
3	Executive Committee (HR & Business Development)
4	Loan and Recovery Committee

The Human Resource Committee and Business Development Committee have been merged to form the Executive Committee.

S. CORE BANKING SOLUTIONS:

All branches of the Bank had fully migrated to the CBS [Core Banking Solutions] platform supported by a new provider [Infrasoft Technologies Ltd].

T. NON SLR INVESTMENTS:

(Rs. in lakhs)

Sr.	Issuer	Amount	Extent of 'Below Investment Grade Securities'	Extent of 'Unrated Securities'	Extent of 'Unlisted Securities'
1	PSUs	-	-	-	-
2	FIs	-	-	-	-
3	Nationalised Banks	-	-	-	-
4	Others	100.00	-	-	100.00
	Shares with MDCC Bank	0.001	-	-	0.001
	Investment in Mutual Fund	599.97	-	-	599.97
	Total	699.971	-	-	699.971
5	Provision held towards depreciation	-	-	-	-

U. RESIGNATION OF DIRECTOR:

Mr. V. K Hiralal had tendered his resignation from the post of Director of the Bank on personal reason and the same was accepted by the Board of Directors in their meeting held on 30/12/2020.

V. OBITUARY:

The Board of Directors regret to state with a deep sense of sorrow about the sad demise of Shri. P. B Janwalkar who was associated with the Bank as a Director for two terms.

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APPRECIATION:

The Board sincerely thank all the Shareholders, valued Customers, Depositors and Well-wishers for extending their whole hearted support to the Bank.

Your Directors also express their sincere gratitude to Sree Narayana Mandira Samiti and its members for extending their co-operation from time to time. Your Directors take the opportunity to express their sincere appreciation for the dedicated efforts and total commitment put in by all the staff members of the Bank.

The Board also places on record their sincere thanks for the assistance, guidance and co-operation extended by the following authorities:

1. Reserve Bank of India, especially Department of Banking Supervision, Mumbai
2. Commissioner of Co-operation and Registrar of Co-operative Societies, Pune, Maharashtra
3. The Jt. Divisional Registrar, Mumbai & the District Deputy Registrar and his office staff, Konkan Bhavan, CBD Belapur, Navi Mumbai
4. The Mumbai District Central Co-operative Bank Ltd, Fort and Chembur Branch
5. ICICI Bank Ltd.
6. HDFC Bank Ltd.
7. The SVC Co-operative Bank Ltd.
8. Bassein Catholic Co-op Bank Ltd.
9. Suryoday Bank Ltd.
10. Utkarsh Bank Ltd.
11. Ujjivan Small Finance Bank Ltd.
12. Jana Small Finance Bank Ltd.
13. Saraswat Co-operative Bank Ltd.
14. State Bank of India, CBD Belapur
15. The Maharashtra Urban Co-op. Banks Federation Ltd.
16. The Brihan Mumbai Nagari Sahakari Banks Association Ltd.
17. The Maharashtra State Co-operative Bank's Association Ltd.
18. The Indian Banks' Association
19. M/s. K.K. Khirad & Co., Chartered Accountants. - Statutory Auditors
20. M/s. G. R. Jain & Co., Chartered Accountants – Tax Consultant
21. M/s. Banwat & Co., Chartered Accountants - Concurrent Auditors
22. Keraleeya Samajam, Bhandup, Mumbai
23. Nahur Citizens' Welfare Association
24. Shriram General Insurance Co. Ltd
25. MSEDCL
26. UTI Infrastructure Technology and Services Ltd.

For and on behalf of the Board of Directors
Sd/

P B Rajmohan,
Chairman

Date : 14/09/2021

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.
Balance Sheet as on 31st March 2021

31.03.2020	Capital & Liabilities	Schedule	31.03.2021	31.03.2020	Property & Assets	Schedule	31.03.2021
5,47,27,325.00	Share Capital	A	5,50,64,275.00	59,48,093.00	Cash on Hand		74,39,290.00
3,24,46,071.71	Reserve Fund & Other Reserves	B	3,67,54,479.71	4,61,09,687.17	Current accounts with other Banks	E	4,47,42,175.33
61,77,58,645.11	Deposits	C	62,32,94,661.80	28,50,71,734.00	Investments	F	32,21,08,083.12
70,33,135.50	Overdue Interest Reserve as per contra		1,21,95,322.00	70,33,135.50	Overdue interest receivable as per contra		1,21,95,322.00
0	Branch Adjustment		0.00	99,905.00	Branch Adjustment		54,038.18
81,31,825.53	Miscellaneous Liabilities	D	76,55,103.46	35,02,52,186.29	Loans & Advances	G	32,53,55,353.06
760.67	Profit carried forwarded from year 2018-19		760.67	39,76,836.00	Interest Receivable	H	31,71,590.00
	Profit for current year		16,88,732.74	73,86,950.92	Fixed Assets	I	66,14,542.00
				94,73,183.92	Other Assets	J	1,02,26,889.97
				47,46,051.72	Loss carried forwarded from 2019-20		47,46,051.72
72,00,97,763.52	Total		73,66,53,335.38	72,00,97,763.52	Total		73,66,53,335.38

NOTE:

Contingent Liabilities: DEAF a/c : Rs. 11,98,220.59

Contingent Liabilities: Bank Guarantee : Rs. 12,50,000.00

Scheme for Ex-Gratia payment to borrowers for 01.03.20 to 31.08.20 as per Deptt of Financial Services : Rs. 260,520.00

Scheme for Ex-Gratia payment to borrowers for 01.03.20 to 31.08.20 as per RBI circular dtd 07.04.2021 : Rs. 225,715.00

M/S K. K. KHIRAD & CO.
Statutory Auditors

P B RAJMOHAN
Chairman

O K PRASAD
Vice Chairman

SURESH SHIVANNA SALIAN
Chief Executive Officer

● **DIRECTORS** ●

C R UNNY
E P VASU

K K SUSMERAN
PRASANNA ARAVINDAKSHAN

V V CHANDRAN
DR. SURESHKUMAR MADHUSUDHANAN

KOMALAN GANGADHARAN
MAYA SAHAJAN

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.
Profit & Loss Account for the year ended 31st March 2021

31.03.2020	Expenditure	Schedule	31.03.2021	31.03.2020	Income	Schedule	31.03.2021
4,17,65,781.80	Interest on Deposits, Borrowings	K	3,80,44,456.19	4,34,77,020.62	Interest & Discount		3,49,09,148.75
1,18,35,910.00	Salaries, Allowance etc		1,06,34,990.38	1,21,39,748.00	Interest received on G-Sec		1,18,64,182.66
48,99,789.00	Rent, Taxes, Service Charges, Insurance	L	47,35,522.98	64,19,645.00	Interest on Bank Deposit		60,96,140.00
2,29,337.15	Postage, Telephone Charges		1,78,784.80	3,98,095.00	Interest on Call Money		3,82,922.00
2,75,167.00	Repairs & Maintenance		80,430.00	29,03,791.35	Earnings on Investment in Mutual Fund		24,64,376.17
4,37,463.00	Printing & Stationary		1,65,435.92	0	Interest on Treasury Bill		95,200.00
87,671.00	Advertisement		24,791.12	0	Profit on Sale of Govt Secs		71,45,000.00
21,755.00	Legal Charges		23,000.00	3,00,000.00	Excess provision reversed		20,00,000.00
48,32,411.40	Other Expenses	M	40,21,805.46	1,14,947.35	Commission, Brokerage		77,056.70
52,000.00	Directors Fees		-9500.00	27,89,475.62	Other Income	N	22,60,049.03
5,69,858.00	Audit Fees		2,68,373.12				
10,12,364.31	Depreciation		11,23,274.60				
0	Provision for expenses		-5,700.00				
44,82,967.00	Provision for BDDR		28,02,449.00				
20,00,000.00	Provision for PMC Bank deposit		20,00,000.00				
4,00,000.00	Provision for Income Tax		0.00				
3,86,300.00	Amortisation of Premium on Investments		3,88,014.00				
0.00	Contingency Provision Against Depreciation in investment		9,03,500.00				
0.00	Provision for Ex Gratia		2,25,715.00				
0.00	Net Profit carried over to balance sheet		16,88,732.74	47,46,051.72	Net Loss carried over to balance sheet		0.00
7,32,88,774.66	Total		6,72,94,075.31	7,32,88,774.66	Total		6,72,94,075.31

M/S K. K. KHIRAD & CO.
Statutory Auditors

P B RAJMOHAN
Chairman

O K PRASAD
Vice Chairman

SURESH SHIVANNA SALIAN
Chief Executive Officer

• DIRECTORS •

C R UNNY
E P VASU

K K SUSMERAN
PRASANNA ARAVINDAKSHAN

V V CHANDRAN
DR. SURESHKUMAR MADHUSUDHANAN

KOMALAN GANGADHARAN
MAYA SAHAJAN

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

31.03.2020	SCHEDULE – A [Share Capital]	31.03.2021
10,00,00,000.00	(a) Authorised Capital: 4000000 Shares of Rs.25/- each	10,00,00,000.00
	(b) Subscribed & Paid Up Capital	
5,47,27,325.00	Issued & Paid up Capital	5,50,64,275.00
5,47,27,325.00	Total Share Capital	5,50,64,275.00

31.03.2020	SCHEDULE – B [Reserve Funds]	31.03.2021
1,45,37,804.36	Statutory Reserve Fund	1,51,32,663.36
48,85,000.00	Building Fund	48,85,000.00
10,01,986.00	Standard Asset Reserve	10,01,986.00
84,43,917.75	Bad & Doubtful Debts Reserve (Provisions)	92,46,366.75
15,03,463.60	Funds for Unforeseen loss	15,03,463.60
0.00	Dividend Equalisation Fund	0.00
24,000.00	Technology Development Fund	24,000.00
49,900.00	Nominal Membership	57,500.00
0.00	Investment Depreciation Reserve	9,03,500.00
20,00,000.00	Reserve Fund – PMC Bank deposit	40,00,000.00
3,24,46,071.71	Total Reserve Funds	3,67,54,479.71

31.03.2020	SCHEDULE – C [Deposits & Other Accounts]	31.03.2021
	Term Deposits:	
2,42,82,158.00	Short Term Deposit	98,84,783.00
2,00,22,888.00	Monthly Interest Deposit	1,87,90,203.00
22,54,98,110.35	Deposit Reinvestment	31,10,23,260.00
1,12,57,896.50	Recurring Deposit	95,94,140.00
3,33,19,706.00	Quarterly Interest Deposit	3,66,27,278.00
10,41,38,079.00	Fixed Deposits – 400 Days	1,35,01,431.00
1,80,92,080.00	Fixed Deposits – 800 Days	1,30,53,209.00
1,99,32,897.00	Fixed Deposits – 1000 Days	2,14,12,721.00
45,65,43,814.85	Total Term Deposit	43,38,87,025.00

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	Savings Bank Deposits:	
11,71,13,171.77	General	12,97,23,275.29
15,31,875.22	Staff	36,19,048.05
1,26,76,337.80	Society	1,25,00,735.96
2,62,454.00	Students	3,53,541.22
13,15,83,838.79	Total Savings Bank Deposit	14,61,96,600.52
	Current Bank Deposit:	
2,90,45,233.29	General	3,99,85,626.53
46,347.39	Cr Balance in CC a/c	51,959.87
4,37,126.40	Cr Balance in OD a/c	31,73,449.88
1,078.39	Dr Balance in Current a/c	0.00
2,95,29,785.47	Total Current Bank Deposit	4,32,11,036.28
	Matured Deposits:	
1,01,206.00	Deposit Reinvestment	0.00
1,01,206.00	Total Matured Deposit	0.00
61,77,58,645.11	Total Deposits & Other Accounts	62,32,94,661.80

31.03.2020	SCHEDULE – D [Miscellaneous Liabilities]	31.03.2021
0.00	Share Application Money	0.00
22,60,000.00	Provision for Income Tax A.Y. 17-18	22,60,000.00
1,00,000.00	Provision for Income Tax A.Y. 17-18	1,00,000.00
10,00,000.00	Provision for Income Tax A.Y. 18-19	10,00,000.00
9,00,000.00	Provision for Income Tax A.Y. 19-20	9,00,000.00
6,700.00	Professional Tax payable	71,825.00
85,722.00	Pay Order Issued	96,574.00
7,75,732.00	Sundry Creditors	7,17,217.20
2,85,412.00	TDS payable	1,07,469.00
1,00,590.00	Provision for PF	1,26,459.00
2,65,000.00	Provision for Audit Expenses	2,00,000.00
6,28,935.00	Provision for Various expenses	4,80,133.00
5,89,709.00	Dividend Payable 2016-17	0.00
9,28,064.00	Dividend Payable 2018-19	9,10,381.00
80,000.00	Election Fund	80,000.00
33,000.00	Provision for Education Fund	46,000.00

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

38,795.52	SGST Payable	1,40,139.78
38,795.52	CGST Payable	1,40,139.78
22.50	IGST Payable	22.50
1269.00	Surcharge Payable	1,484.00
14,078.99	Clearing Difference Payable	14,079.99
0.00	Ex Gratia payment to Borrowers	2,25,715.00
0.00	NEFT Difference	6,595.17
0.00	DEAF A/c	30,869.04
81,31,825.53	Total Miscellaneous Liabilities	76,55,103.46

31.03.2020	SCHEDULE – E [Current Accounts with Other Banks]	31.03.2021
1,14,219.25	MDCC Chembur OD a/c	1,11,381.25
2,46,25,719.38	CA with MDCC Fort	1,68,42,239.80
3,70,000.00	CA with PMC Bank	9,58,763.00
1,99,16,902.27	CA with SVC Bank, Chembur	2,49,62,831.14
0.00	OD with Bharat Co-op Bank, Mulund	0.00
6,82,255.91	ICICI Bank CSGL a/c	15,39,515.09
1,69,751.11	HDFC Bank	1,52,421.80
2,30,839.25	SBI Kokan Bhavan	1,75,023.25
4,61,09,687.17	Total Current Accounts with Other Banks	4,47,42,175.33

31.03.2020	SCHEDULE – F [Investments]	31.03.2021
	Investments:	
15,95,16,334.00	Central & State Govt., Securities	16,50,58,320.00
	Other Investment:	
4,58,50,000.00	Investment in Mutual Funds	5,99,97,000.12
0.00	Investment in Call & Short Notice	1,00,00,000.00
1,000.00	Share MDCC	1,000.00
4,58,51,000.00	Total Other Investment	6,99,98,000.12
	Placement:	
55,00,000.00	Deposit in MDCC Fort	55,00,000.00
50,00,000.00	Deposit in SVC	50,00,000.00

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0.00	Deposit in Jana Bank	60,00,000.00
0.00	Deposit in NKGSB Co-op Bank	0.00
7,00,000.00	Deposit in Saraswat Coop Bank	7,00,000.00
2,61,59,400.00	Deposit with Bassein Catholic Co-op Bank Ltd	2,61,59,400.00
1,00,00,000.00	Deposit with PMC bank Ltd	1,00,00,000.00
1,00,00,000.00	Deposit with Suryoday bank Ltd	1,13,47,363.00
1,00,00,000.00	Deposit with Utkarsh bank Ltd	1,50,00,000.00
1,23,45,000.00	Deposit with Ujjivan Small Finance bank	73,45,000.00
7,97,04,400.00	Total Placements	8,70,51,763.00
28,50,71,734.00	Total Investments	32,21,08,083.12

31.03.2020	SCHEDULE – G [Loans & Advances]	31.03.2021
	Short term loan: Cash credit and overdraft:	
1,41,77,001.46	CC General	1,08,80,365.53
46,347.39	Credit balance in CC a/c	51,959.87
4,37,126.40	Credit balance in OD a/c	31,73,449.88
8,80,55,451.28	(OD) General	8,20,86,356.68
1,078.39	Dr Balance in Current a/c	0.00
0.00	OD against Gold	5,04,027.00
63,85,436.00	Gold Loan	72,16,610.00
45,04,785.00	FD Loan	38,10,983.00
11,36,07,225.92	Total Short Term Loans	10,77,23,751.96
	Medium Term Loans:	
18,73,635.00	Education Loan	11,25,284.00
32,82,496.00	Machinery Loan	34,83,922.00
37,90,790.00	Loan against Vehicle	29,61,811.00
84,76,645.50	Salary Deduction Loan	97,28,929.00
16,01,55,799.97	Secured Loan	13,35,48,595.10
3,61,248.00	Consumer BPT Loans	3,46,152.00
1,21,623.00	Loan against Premises	7,83,727.00
36,89,186.00	Business Loans	40,42,316.00
18,17,51,423.47	Total Medium Term Loans	15,60,20,736.10

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

	Long Term Loan:	
5,48,93,536.90	Housing Loan	6,16,10,865.00
5,48,93,536.90	Total Long Term Loans	6,16,10,865.00
35,02,52,186.29	Total Loans & Advances	32,53,55,353.06
31.03.2020	SCHEDULE – H [Interest Receivable]	31.03.2021
15,74,718.00	Interest receivable on Bank Deposits	12,48,781.00
24,02,118.00	Interest receivable on Govt. Securities	19,22,809.00
39,76,836.00	Total Interest Receivable	31,71,590.00

31.03.2020	SCHEDULE – I [Fixed Assets]	31.03.2021
43,04,145.00	Furniture & Fixture	39,19,693.00
3,43,193.00	Computer Software	3,06,900.00
3,79,159.00	Electrical Fittings	3,28,978.00
2,83,879.00	Air Conditioner	2,41,297.00
16,67,858.00	Civil Works	15,01,072.00
4,08,716.92	Computer Hardware	3,16,602.00
73,86,950.92	Total Fixed Assets	66,14,542.00

31.03.2020	SCHEDULE – J [Other Assets]	31.03.2021
10,125.00	Periodicals & Reference Books	13,425.00
22,490.00	Electricity Meter Deposit a/c	22,490.00
10,000.00	Security Deposit - Water connection	10,000.00
2,000.00	Security Deposit - Telephone	2,000.00
16,26,000.00	Security Deposit- Premises	13,62,000.00
2,00,000.00	Security Deposit - MSEDCL	2,00,000.00
10,000.00	Security Deposit – UTI	10,000.00
5,960.85	UTI stamp for PAN card	5,676.20
12,965.00	Stamps & Stamped documents	15,953.00
22,60,000.00	Advance Income Tax A.Y. 17-18	22,60,000.00
20,00,000.00	Advance Income Tax A.Y. 18-19	20,00,000.00
15,00,000.00	Advance Income Tax A.Y. 19-20	15,00,000.00
8,50,000.00	Advance Income Tax A.Y. 20-21	8,50,000.00
0.00	Advance Income Tax A.Y. 21-22	6,00,000.00

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1,32,337.54	SGST Paid	3,66,140.14
1,39,089.53	CGST Paid	3,72,892.13
15,465.00	IGST Paid	15,667.50
7,441.00	Clearing Difference Receivable	7,441.00
4,41,518.00	Advance Expenses	85,268.00
1,61,224.00	Stock of Stationary	2,67,513.00
59,350.00	Prepaid Expense	-95.00
7,218.00	Suspense Payment	0.00
0.00	Ex-Gratia payment to borrowers	2,60,519.00
94,73,183.92	Total Other Assets	1,02,26,889.97

31.03.2020	SCHEDULE – K [Interest paid on deposits, borrowings]	31.03.2021
4,16,85,523.30	Interest on Deposits	3,74,09,406.96
75,737.50	Interest on Purchase of GOI securities	6,33,197.23
4,521.00	Interest on Borrowings	1,852.00
4,17,65,781.80	Total Interest on Deposits, Borrowings	3,80,44,456.19

31.03.2020	SCHEDULE – L [Rent, Taxes, Service charges, Insurance, Deposit Insurance, Lighting]	31.03.2021
36,68,807.50	Rent & Taxes	37,45,027.50
85,343.00	Income Tax Paid	2,184.00
2,36,472.00	Property Tax	0.00
7,35,810.00	DICGC Premium	8,03,635.48
1,73,356.50	Insurance	1,81,896.00
48,99,789.00	Total Rent, Taxes, Service charges, Insurance, Deposit Insurance, Lighting	47,32,742.98

31.03.2020	SCHEDULE – M [Other Expenses]	31.03.2021
6,78,688.00	Electricity Bill Expenses	4,70,840.00
0.00	Donation	10,000.00
1,35,208.50	Annual General Meeting Expenses	78,585.50
12,76,974.24	Annual Maintenance Contract	12,99,633.20

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

6,906.06	Bank Charges	1,368.30
2,39,754.04	Clearing Charges	1,48,096.82
1,11,785.14	GST Expense	0.00
7,25,072.05	Conveyance	5,47,807.33
2,41,550.00	Diwali Expenses	11,000.00
0.00	Licence Fees	30,200.00
5,72,016.87	Miscellaneous Expense	2,18,042.31
13,181.00	Newspaper	6,538.00
2,30,654.00	Refreshment Expense	1,44,154.00
0.00	Service Tax Assessment dues	6,51,981.00
1,35,588.00	Subscription	84,685.00
1,11,945.00	Security Guard Charges	95,489.00
23,712.00	Water Charges	6,416.00
21,275.00	Election expense	48,134.00
1,16,500.00	Professional fees	76,511.00
1,52,415.50	CERSAI expense	0.00
38,225.00	Consultancy Charges	78,000.00
961.00	Commission Paid	1,324.00
0.00	Education fund	13,000.00
48,32,411.40	Total Other Expenses	40,21,805.46

31.03.2020	SCHEDULE – N	[Other Income]	31.03.2021
26,097.06	Account Closing Charges		9,388.85
1,87,036.60	Cheque Book Charges		98,475.04
1,77,476.68	SDV Locker Rent		1,91,854.44
4,200.00	Stop Payment Charges		2,300.00
9,06,124.48	Processing Charges		10,25,446.90
4,05,799.60	Service Charges Received		2,34,083.43
2,16,085.54	Minimum Balance Folio Charges		1,94,010.62
4,18,726.04	Cheque Return Charges		1,88,058.29
1,07,185.60	CERSAI income		100.00

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16,922.58	Duplicate. Statement Charges	5,198.40
92,423.76	Miscellaneous Receipts	1,89,860.22
0.00	Gold Valuation	9,450.00
0.00	Signature Verification Charges	59.00
101.00	Dividend Received	0.00
1,10,508.77	SMS Service Charges	74,050.24
23,467.00	Profit on sale of assets	424.00
753.14	Other Income	7,873.60
91,847.47	Cash Handling Charges	27,531.00
4,720.30	Inspection Charges	1,885.00
27,89,475.62	Total Other Income	22,60,049.03

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

ANNEXURE 'I' – NOTES ON ACCOUNTS AS ON 31.03.2021

DISCLOSURE REQUIREMENTS AS PER RESERVE BANK OF INDIA GUIDELINES:

Sr.	PARTICULARS	31.03.2020	31.03.2021
	Capital to Risk Assets Ratio (CRAR)		
1	a) Tier I Ratio	18.62%	20.01%
	b) Tier II Ratio	0.67%	0.94%
	CRAR	19.30%	20.81%
2	Movement of CRAR:		
	a) Tier I Capital	694.77	721.06
	Tier II Capital	25.05	34.09
	Capital Funds	719.82	755.15
	Risk Weighted Assets	3730.66	3628.03
3	Investments:		
	a) Book Value	1595.16	1654.46
	b) Face Value	1590.00	1640.00
	c) Market Value	1705.93	1695.28
4	Advances against		
	a) Real Estates	246.92	237.64
	b) Construction Business	NIL	NIL
	c) Housing	548.93	616.10
	d) Shares & Debentures	NIL	NIL
5	Advances to Directors, their relatives, companies / firms in which they are interested		
		Funded	Non Funded
		Funded	Non Funded
	a) Directors	86.33	50.00
	b) Relatives of Directors	NIL	NIL
	Total	86.33	50.00
6	Average cost of deposits	6.42%	6.47%
7	NPAs:		
	a) Gross NPA	404.51	279.99
	b) Net NPA	320.08	187.53
8	Movement of NPAs:		
	Opening balance	73.53	404.50
	Add: addition during the year	333.88	97.05
	Less: closed/recovered/written off	2.91	221.56
	Closing balance	404.50	279.99

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9		Profitability			
	a)	Interest income as a percentage of working fund	8.88%		7.75%
	b)	Non-interest income as a percentage of working fund	0.44%		1.59%
	c)	Operating profit as a percentage of working fund	0.00		1.11
	d)	Return on assets	-0.66%		2.42%
	e)	Business per employee	230.47		231.37
	f)	Profit per employee	0.00		0.41
10		Provision made during the year towards:			
	a)	NPAs	43.21		8.03
	b)	Standard Assets	0.00		0.00
	c)	Investment Depreciation Reserve	0.00		9.03
	d)	General Reserve	0.00		0.00
	e)	Reserve for PMC Bank deposit	20.00		20.00
11		Foreign currency assets & liabilities	NIL		NIL
12		Insurance premium paid to DICGC	7.35		8.03
13		Penalties imposed by RBI	NIL		NIL
14		Restructured accounts	NIL		NIL
15		Fixed assets - Valuation / Revaluation	NIL		NIL

NON-SLR INVESTMENTS

Rs. in lakhs

Sr.	Issuer	Amount	Extent of 'Below Investment Grade Securities'	Extent of 'Unrated Securities'	Extent of 'Unlisted Securities'
1	PSUs	-	-	-	-
2	FIs	-	-	-	-
3	Nationalised Banks	-	-	-	-
4	Others	55.00	-	-	55.00
	Shares with MDCC Bank	0.001	-	-	0.001
	Investment in Mutual Fund	599.97	-	-	599.97
	Total	654.971	-	-	654.971
5	Provision held towards depreciation	-	-	-	-

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

MOVEMENT IN PROVISIONS

Rs. in lakhs

	Particulars	Opening Balance		Additions		Deductions		Closing Balance	
		01.04.19	01.04.20	2019-20	2020-21	2019-20	2020-21	31.03.20	31.03.21
a)	Towards NPAs	41.22	84.43	45.63	8.03	2.42	0.00	84.43	92.46
b)	Towards Standard Assets	13.01	10.01	0.00	0.00	3.00	0.00	10.01	10.01
c)	Towards Investment Depreciation Reserve	0.00	0.00	0.00	9.03	0.00	0.00	0.00	9.03
d)	Towards Investment Fluctuation Reserve	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e)	Towards General Provision	12.67	12.67	0.00	0.00	0.00	0.00	12.67	12.67
f)	Towards Deposit with PMC Bank Ltd	0.00	20.00	20.00	20.00	0.00	0.00	20.00	40.00

K. K. KHIRAD & CO.
Statutory Auditors

P B RAJMOHAN
Chairman

O K PRASAD
Vice Chairman

SURESH S SALIAN
Chief Executive Officer

Directors:

C R UNNY
V V CHANDRAN
PRASANNA ARAVIND AKSHAN

K SUSMERAN
KOMALAN GANGADHARAN
DR. SURESHKUMAR MADHUSUDHANAN

MAYA SAHAJAN
E P VASU

Notes to financial statements for the year ended 31st March, 2021

I. Summary of significant accounting policies:

1. Basis of preparation:

The financial statements of the Bank have been prepared and presented in accordance with the generally accepted accounting principles in India. The Bank has prepared these financial statements to comply in all material respects with the accounting standards issued by the Institute of Chartered Accountants of India (ICAI) to the extent applicable, applicable statutory provisions under the Banking Regulation Act, 1949, circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time and current practices prevalent in the co-operative banking sector in India.

The financial statements have been prepared following the going concern concept on the accrual basis under the historical cost convention. The accounting policies adopted in the current year are consistent with those of previous year.

2. Use of Estimates:

The preparation 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.

3. Investments:

- a) Investments other than in those held as term Deposits with Banks/Mutual Fund 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 Reserve bank of India (RBI) Guidelines on Classification and Valuation of investments for Primary (Urban) Cooperative Banks.
- b) Investments under HTM category are carried at Book Value. The premium paid, if any, on the investments under this category is amortized over the residual life of security.
- c) Investments under Available for Sale category are valued scrip-wise at lower of Cost or Market Value. Net depreciation, if any under each classification has been provided for, net appreciation, if any has been ignored.

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

d) The Bank is holding investment

Investment	2020-21	
	Book Value	Face Value
AFS	24996000.00	25000000.00
HTM	140062320.00	139000000.00
HFT	0.00	0.00
Total	165058320.00	164000000.00

4. Advances:

- a. The classification of advances into Standard, Substandard, Doubtful and Loss assets as well as provisioning on Standard Advances and Non-Performing Advances has been arrived at on an on-going basis in accordance with the Income Recognition, Assets Classification and Provisioning Norms prescribed by the Reserve Bank of India from time to time.
- b. The unrealized interest in respect of advances classified as Non-Performing Advances is disclosed as "Overdue Interest Reserve" as per RBI directives.

5. NPA :

NPA position over past two years on account recovery thereof impacted overall financial position of the Bank, The overall NPA position of the Bank is described as under...

Particulars	31.03.2021	31.03.2020	31.03.2019
Gross Advances	3253.55	3502.52	4017.00
Gross NPA	279.99	404.51	73.53
Less : NPA Provision	92.46	84.43	41.22
Net NPA	187.53	320.08	32.31

During the year a sum of Rs 20,00,000 credited to profit and loss account on account excess provision of BDDR as compared with the actual provision required, the reversal is attributed due to recovery in some of NPA Accounts

However, although Bank has made 100% provision it is absolutely essential to pursue the recovery of those accounts on priority basis.

1. **Fixed Assets & Depreciation:** The depreciation on fixed assets is calculated on the basis of methods and rates as mentioned below :

Sr. No.	Description of the Assets	Depreciation Rates (p.a.)	Method of Depreciation
1	Dead Stock	10%	Written Down Value
2	Computers & Allied Machinery	33.33%	Straight Line Method
3	Electrical Fittings	15%	Written Down Value
4	Furniture	10%	Written Down Value

- a. Depreciation on fixed assets purchased during the year is charged for the entire year if the asset is purchased and retained for more than 180 days, otherwise it is charged at 50% of the prescribed rate on assets purchased and retained for less than 180 days but more than 90 days. If the assets are purchased and retained for less than 90 days depreciation is charged at 25% of the prescribed rate.

2. Revenue Recognition (AS 9):

Income from Advances: As per RBI directives, in respect of performing assets, interest and other income is recognized on accrual basis as and when the same is earned. However, income on Non-Performing Assets is recognized on realization.

Interest income from investments is recognized on a time proportion basis considering the face value of investment and the rate applicable

Bank has accounted locker rent on receipt basis.

3. Employee Benefits (AS 15):

The retirement benefits in the form of provident fund are a defined contribution scheme. The contributions to PF are charged to profit and loss account for the year when the contributions are due.

The Bank provides for gratuity, a defined benefit retirement plan ('the Gratuity Plan') covering eligible employees. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment with the Company.

Liabilities with regard to the Gratuity Plan are determined by LIC at each Balance Sheet date as the Bank has entered into agreement for the same.

The Bank fully provides and pay for the Premium amount as informed by the LIC for the financial year and debits the same to the Profit and Loss A/c.

II. NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED MARCH 31, 2021.

1. Segment Reporting (As 17)

Primary segment i.e. Business segment: The operations of the bank falls in banking Segment alone therefore separate segment wise disclosure is not required.

2. Related Party Disclosure (As 18)

The Bank is a co-operative society under the Maharashtra Co-operative Societies Act, 1960 and there are related parties requiring a disclosure under Accounting Standard 18, issued by the ICAI. The Bank has not extended any finance to the

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

members of the Board of Directors and their relatives except those reported in audit report as per point No 4.of the audit report.

3. Impairment of Assets (As 28)

There is no material impairment of any assets in the opinion of Bank.

4. Internal Audit:

Concurrent audit of 6 branches & HO, Quarterly Audit of all branches & HO is conducted by Chartered Accounts appointed by the bank. All such audits are completed up to 31.03.2021 and bank has received all the reports however compliance of March report is pending as on date.

5. Penalties for Disclosure:

It is informed by the bank that RBI has not imposed any penalty on the bank for any reason during the financial year 2020-21.

6. Taxes on Income (AS 22):

Provision for Current Tax is made on the basis of estimated taxable Income for the year in accordance with the provisions of Income Tax, 1961 and rules framed there under.

7. Provisions, Contingent Liabilities and Contingent assets (AS 29):

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.

a) Contingent Liability of DEAF A/c	Rs. 1198220.59
b) For Bank Guarantee	Rs 1250000.00
c) Scheme Ex-Gratia Payment to Borrowers	Rs. 260520.00
d) Scheme Ex-Gratia Payment to Borrowers	Rs. 225715.00

Previous year's figures are regrouped or rearranged wherever necessary to conform to the presentation of the current year.

For **K K Khirad & Co.**
Chartered Accountants

Date: 14.09.2021
Place: Mumbai

CA K K Khirad
Proprietor,
M.No. 041625

INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 31ST MARCH 2021

To,
The Members,
Sree Narayana Guru Co-op. Bank Ltd. Mumbai
Report on Financial Statements:

We have audited the accompanying Financial Statements of **Sree Narayana Guru Co-op. Bank Ltd. Mumbai** ("the Bank"), which comprises of Balance Sheet as at March 31, 2021 and the Statement of Profit and Loss for the year ended on March 31, 2021 and a summary of significant accounting policies and other explanatory information incorporated in these financial statements of the bank along with its six branches audited by us for the period from April 01, 2020 to March 31, 2021.

In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with notes thereon give the information required by the Banking Regulation Act, 1949(AACS), the Maharashtra Cooperative Societies Act, 1960 and the rules made there under and other applicable Acts and the guidelines and circulars issued by the Reserve Bank of India (RBI) and Registrar of Cooperative Societies, in the manner so required for the Bank 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 March 31, 2021; and
- ii. In the case of the Statement of Profit and Loss of the profit for the financial year ended on that date.

Basis of Opinion:

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 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 there under and under the provisions of the Maharashtra Cooperative Societies Act, 1960 and the rules 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.

Emphasis of Matter:

We draw attention to notes to account & Point No 26 of our detailed Audit report which describes the uncertainty about the increase in NPA position over past two years on

account recovery thereof impacted overall financial position of the Bank, as the net NPA as on 31.03.2019 was stood at Rs. 32.31 lakhs had gone up to 404.51 lakhs at the end of the financial year 31.03.2020 and Rs 279.99 as at 31.03.2021. Our opinion is not qualified in respect of this matter. However, although Bank has made 100% provision it is absolutely essential to pursue the recovery of those accounts.

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

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Management's Responsibility for the Financial Statements:

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 (AACS) and the rules made there under, provisions of Maharashtra Cooperative Societies Act, 1960 and the rules made there under and circulars and guidelines issued by the Reserve Bank of India (RBI) and Registrar of Cooperative Societies from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act 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.

The Board of Directors are also responsible for overseeing Bank's Financial Reporting progress.

Auditors' Responsibility:

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.
- Due to this COVID-19 outbreak and due to travel restrictions faced by us we were not in a position to personally visit all the branches excluding HO & Chembur Branch to access and verify all the documents necessary for the purpose of our Audit. The relevant documents including loan documents have been called for and verified in HO and therefore to certain extent we have relied upon internal audit reports submitted by the Internal Auditors.

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:

As required by Rule 69 of the Maharashtra Co-operative Societies Rules, 1961, read with section 30 of the Banking Regulation Act, 1949 (AACS), we report that:

- a. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the section 29 of the Banking Regulation Act, 1949 (AACS) read with the provisions of the Maharashtra Co-operative Societies Act, 1960 and rules there under.
- 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 found them to be satisfactory;
- c. In our opinion, proper books of accounts as required by Act, rules and bye-laws of the Bank have been kept by the Bank so far as it appears from our examination of those books.
- d. The transactions of the Bank which came to our notice have been within the powers of the Bank;
- e. The Balance Sheet & the Profit and Loss Account dealt with by this report, are in agreement with the books of account and the returns of the Bank;
- f. 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 Urban Cooperative Banks;
- g. Based on our examination of the books of accounts and other records and as per the information and explanations given to us, we have not come across material instances which are required to be reported under Rule 69 (6) of the Maharashtra Co-operatives Rules, 1961.
- h. For the year under audit, the Bank has been awarded “_A_” classification.**

**For K K Khirad & Co.
Chartered Accountants- FRN 115393W**

Date: 14.09.2021
Place: Mumbai

CA K K Khirad
Proprietor,
M.No. 041625

FOR INFORMATION AND COMPLIANCE

1. Members having shares worth less than Rs.1000 are requested to apply for additional shares to make their shareholding upto the minimum amount of Rs.1000 required as per model Bye Laws adopted by the Bank.
2. Members are also requested to open any type of account with Bank and maintain a minimum deposit of Rs.3000.00 or avail a loan of minimum Rs.50000.00 to continue as an active member.
3. It is the duty of every member of a society to attend at least one general body meeting in the previous five consecutive years and to utilize minimum level of services at least once in the previous five consecutive years as prescribed in the bye laws.

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

BRANCHES

- Chembur** : Sree Narayana Nagar, P L Lokhande Marg, Chembur (W),
Mumbai 400 089 Tel.: 25251740 Email: chembur@sngcbank.com
(Safe Deposit Lockers Available)
- Bhandup** : Shop no.5, ground floor, Ashok Industrial premises CS Ltd,
L B S Marg, Bhandup(W), Mumbai 400 078 Tel.: 25961530
Email: bhandup@sngcbank.com
- Mulund** : Shop no. 9&10, Shubham Shreyas Building, Sewaram Lalwani
Road, Mulund(W), Mumbai 400 080 Tel.: 25617575 / 25617574
Email: mulund@sngcbank.com (Safe Deposit Lockers Available)
- Nerul** : Shop no. 6&7, Balshet Apartment, Plot no. B/104, Sector 23/B, Darave,
Nerul, Mumbai 400 706 Tel.: 27710055 Email: nerul@sngcbank.com
- Koparkhairane** : Shop no.1, Om Tower CHS Ltd, Plot no.83, Sector 8, Koparkhairane,
Navi Mumbai 400709 Tel.: 27545444
Email: koparkhairane@sngcbank.com (Safe Deposit Lockers Available)
- CBD Belapur** : Shop no.12, Maruti Towers, Plot no. 35, Sector 11, CBD Belapur,
Navi Mumbai 400614 Tel.: 27564757
Email: cbdbelapur@sngcbank.com



SREE NARAYANA GURU CO-OP. BANK LTD., MUMBAI

Sree Narayana Nagar, P.L Lokhande Marg, Chembur, Mumbai - 400 089

Ph. No.s : 25255496/88 www.sngbank.co.in, Email : sngbank@yahoo.com / sngbank@gmail.com

BUSINESS HOURS

Monday to Saturday	9.30 a.m. TO 05.00 p.m.
All Sunday	Closed
2nd & 4th Saturdays	Closed

Our various deposit schemes apart from Savings Bank deposit & Current Accounts are: Recurring Deposits, Fixed Deposits under monthly / quarterly / half-yearly / yearly interest payment scheme and also with compounded interest payment scheme etc. We extend the RTGS / NEFT facility, Lockers are also available. All our branches are fully computerized and CBS compliant.

INTEREST RATES ON DEPOSIT*

Savings Bank Deposit - 3.50%

Period	General Public	Sr. Citizen
15 Days to 180 Days	4.25%	4.25%
181 Days to 365 Days	5.50%	5.50%
Above 1 year to 5 years	6.25%	6.75%
Above 5 years to 10 years	6.50%	7.00%

*Interest Rates are subject to change from time to time



2015-2016



2017-2018



Think *Investment.*
Think *SNGC Bank...*

- *MICRO WOMEN ENTERPRENUER LOAN*
- *LOAN AGAINST PROPERTY*
- *EASY LOAN TO MSME SECTOR*
- *LOAN AGAINST GOLD ORNAMENTS*
- *EDUCATION LOAN*
- *DICGC COVER UPTO RS. 5.00 LAKHS*

**Balancing
Financial
Goals is
Challenging...**

Mutual Funds

Investment with SNGC BANK is

1. Easier to Invest
2. Convenient to Track
3. Just right for Investment

*...Realise all
Your dreams with
Mutual Funds Investment with Us*

SREE NARAYANA GURU CO-OP. BANK LTD., MUMBAI

Sree Narayana Nagar, P.L. Lokhande Marg,
Chembur (W), Mumbai 400 089