### NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 24<sup>th</sup> Annual General Meeting of the Members of Sree Narayana Guru Co-operative Bank Ltd. will be held on Sunday, 28<sup>th</sup> day of July, 2024 at 11.30 a.m. at Sree Narayana Guru High School Complex, 1<sup>st</sup> Floor, Seminar Hall, P.L. Lokhande Marg, Chembur, Mumbai - 400 089 to transact the following business.

- To read and confirm the minutes of last Annual General Meeting held on 23<sup>rd</sup> day of September, 2023
- 2. To consider and adopt Annual Report together with Directors' Report and Audited Balance Sheet as on 31<sup>st</sup> March 2024 and the Profit and Loss Account for the year ended 31<sup>st</sup> March 2024 including proposed appropriation of profit and declaration of dividend (the notice is uploaded in the website <a href="https://www.sngcbank.in">www.sngcbank.in</a> and intimation sent via postal inland letters).
- To consider and adopt Statutory Audit Report from M/s. Yardi Prabhu & Associates LLP (Chartered Accountants) for the Financial Year ended 31.03.2024.
- 4. To ratify the submission of Statutory Audit Reports together with financial statements in English text for the Financial Year 2023-24.
- 5. To approve the recommendation of the Board of Directors to submit the Financial Statements together with Audited Balance Sheet as on 31<sup>st</sup> March 2024 and Profit and Loss Account for the Financial Year 2023-24 in English text since Mumbai being a cosmopolitan city.
- 6. 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 2023-24, 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.
- 7. To ratify decision of Board of Directors to recommend to RBI for appointment of Bank's Statutory Auditors for the F.Y. 2024-25.
- To grant Leave of Absence to the members of the Bank who have not attended this 24<sup>th</sup> 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: 19.06.2024 Sd/-Suresh Shivanna Salian Chief Executive Officer

### **Important Notes for Members:**

- 1. In the absence of the quorum for the meeting at the appointed date and time, the meeting will be adjourned for half an hour and the adjourned meeting will be conducted immediately thereafter at the same venue irrespective of the quorum.
- 2. Members are requested to notify promptly the change in address, if any and contact number along with the email address.
- Certificates of Attendance is annexed to this notice. Shareholders is requested to fill in the certificate and affix their signature and take the acknowledgment of attendance.

### 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 Mob no.: 8451910506/8850558466

E-mail:headoffice@sngcbank.com, sngcbank@yahoo.com

Website: www.sngcbank.in

No. & Date of RBI Licence: 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: 45

### **COMPARATIVE PERFORMANCE HIGHLIGHTS**

(Rupees in Lakhs)

Indicators	202	0-21	202	1-22	202	2-23	202	3-24
	Amt	Growth %						
DEPOSIT	6232.94	0.89	6485.51	4.05	7290.04	12.40	7203.47	(1.18)
ADVANCES	3253.55	(7.11)	3737.34	14.87	4758.26	27.31	5306.05	11.51
INVESTMENTS	3221.08	12.99	2950.06	(8.41)	2200.25	(25.41)	1590.89	(27.69)
TOTAL INCOME	672.94	(1.82)	655.05	(2.65)	669.75	2.24	817.35	22.03
TOTAL EXPENSES	656.05	(10.48)	680.82	3.77	648.85	(4.69)	663.72	2.29
NET PROFIT	16.89		(25.36)		27.51		115.73	
SHARE CAPITAL	550.64	0.61	567.86	3.12	587.57	3.47	594.63	1.19
AUDIT CLASSIFICATION	А		А		А		А	

### DIRECTORS' REPORT

Dear Shareholders.

The Board of Directors takes great pleasure in presenting the 24th Annual Report on the business and operations of your Bank, together with the Audited Statement of Accounts for the year ended 31st March 2024.

### WORLD ECONOMIES

A slowing global economy coupled with a divergent economic landscape challenged the banking industry in new ways in 2023-2024. Although recent efforts to combat inflation are showing signs of success in many countries, the risks brought to light by supply chain disruptions, rewiring of trade relationships, and ongoing geopolitical tensions complicated economic growth worldwide. Extreme weather-related events, such as floods, heat waves, and hurricanes, also caused severe economic disruption.

With this backdrop, the International Monetary Fund (IMF) expected the world economy to grow at no more than 3.0% in 2024.1Advanced economies—i.e., the United States, the Euro area, Japan, the United Kingdom, and Canada—were forecast to experience tepid growth at 1.4% in 2024. But many emerging economies saw higher growth on the back of strong consumer demand, younger demographics, and improving trade balances. In particular, India is expected to have one of the strongest growth rates: 6.3% in 2024.

On the other hand, China is facing a potential economic slowdown with weak consumer demand and distressed property markets. The weakness in Chinese exports and imports will not only impact its trading partners, but may well challenge supply chain dynamics and further weaken global recovery. Recent efforts to revive consumer and corporate confidence in China could influence economic growth in other countries, particularly in Asia.

Global inflation is expected to drop to 5.2% in 2024, from a high of 8.7% in 2022, as per the IMF. In countries such as the United States, the labour market and consumer spending are showing signs of deceleration but are still elevated, challenging the targets set by central banks. In fact, the IMF predicts that inflation in almost all countries will remain above target rates.

Central banks fine-tuned their monetary policies through 2024. The federal funds rate in the United States remained elevated at or above 550 bases points into 2024 but dropped to between 450 and 500 basis points in the second half of 2024. In August 2023, the ECB policy rate stood at 3.75%, matching the peak in 2001.

But generally, central banks' quantitative tightening measures contracted global money supply. In fact, in the United States, money supply, as measured by M2, has been falling at its fastest rate since the 1930s.

However, elevated rates continued to push funding costs higher and squeeze margins. The pace and steepness of the current rate cycles have dramatically boosted the cost of interestbearing deposits for US banks. But these costs have risen more sharply for regional and midsize

banks. For instance, deposit costs for the largest banks stood at 2.2% in Q2 2023, compared to 2.5% for the smaller banks. This is a similar pattern in other countries that have experienced rate hikes.

### INDIAN ECONOMY - An Overview

Despite global economic challenges with growth rates barely surpassing 3%, India's GDP is projected to surpass 7.2% in FY 24, marking the third consecutive year of over 7% growth. This growth is attributed to increased public sector investment, a robust financial sector, and strong non-food credit expansion.

India has solidified its position as the world's third-largest fintech economy, following only the USA and the UK, and has surpassed Hong Kong to claim the fourth spot in global stock markets. This success is credited to both domestic and international investor interest, along with sustained IPO activity.

Key social and economic initiatives have significantly impacted the landscape. The PM Jan Dhan Yojana has notably increased the percentage of women with bank accounts, rising from 53% in 2015-16 to an impressive 78.6% in 2019-21. Female labour force participation has also seen substantial growth, increasing from 23.3% in 2017-18 to 37% in 2022–23, thanks to initiatives like the Skill India Mission, Start-Up India, and Stand-Up India, which have boosted female participation in human capital formation.

The adoption of the Goods and Services Tax (GST), combined with the unification of domestic markets and enhanced production incentives, has enhanced economic efficiency, resulting in a subsequent reduction in logistics costs.

Going forward, the global banking industry may be hard-pressed to bring down high deposit costs (and lower deposit betas) even as interest rates drop. Customer expectations of higher rates, coupled with increased market competition, will force many banks to offer higher deposit rates to retain customers and shore up liquidity. The situation will vary by region, though. Similarly, Asian banks, in India, for instance, may sustain higher rates in the wake of stronger economic growth. In fact, banks in the Asia-Pacific (APAC) region are expected to outpace global peers in generating stronger net interest income.

### Loans growth will be modest, at best

In terms of loan growth, we expect demand to be modest given the macroeconomic conditions and high borrowing costs. Banks will also likely continue their restrictive credit lending policies. According to the recent bank lending surveys conducted by the Federal Reserve and the ECB, many banks have already tightened credit standards across all product categories. They anticipate further tightening due to a less favourable economic outlook and likely deterioration in collateral values and credit quality.

The impact of the macroeconomic environment was disparate across loan categories. Consumer spending remained robust in major economies, but as consumer savings depleted, demand for credit card and auto loans remained strong. At the same time, across the United

States and Europe, bank loan demand from firms decreased significantly. Bank loans to corporates weakened in the short term but picked up later in 2024.

The combination of higher deposit costs, lower policy rates, and somewhat constrained loan potential adversely impacted banks' ability to generate strong net interest margin (NIM) in 2024. In fact, banks' NIMs may already have peaked, as suggested by recent bank earnings. US and European banks experienced a decline in net interest margins in 2024. APAC banks enjoy stronger net interest income with a higher—and possibly rising—rate environment in many developing countries. These new factors forced banks to reassess the true cost of deposits and how they may be deployed.

Concurrently, customers are becoming more vocal about their evolving expectations. They want their banks to balance digital-first experiences without compromising the personal touch. Information is also becoming democratized, with technology and social media empowering customers in ways not seen before. Banks should heed these new demands as retail customers are spoiled for choice and many will be willing to switch accounts and diversify their relationships across multiple platforms with a tap on their smartphones. Younger consumers, in particular, are clamouring for a superior experience that some technology firms and fintech platforms offer. Wealth management clients are increasingly vocalizing their desire for Omni channel experiences at lower costs. And corporate and institutional customers, for their part, seem more intent than ever to broaden the number of banking relationships to diversify risk.

Regulatory pressures were particularly acute for regional and small banks, especially those that are concentrated in their investment and lending portfolio and deposit mix. Many banks the bulk of 2024 trying to tighten lending standards and diversify their balance sheets away from risky assets such as CRE loans and even safe assets such as long-term treasuries.

### RETAIL BANKING SCENERIO

Retail banks are grappling with a confluence of pressures, including higher funding costs, growing competition from digital banks, and surging demand for increasingly personalized services, even as they explore how best to deploy generative AI and strengthen their data analytic capabilities. Many of these challenges will be exacerbated by the fact that retail customers are spoiled for choice, and it has become easier for them to switch accounts and diversify deposits across multiple platforms. In addition, the growth of embedded finance and open banking are changing the face of retail banking as customers know it.

While deposit outflows largely stabilized after a turbulent first half of 2023-24, many challenges persist. On the lending side, higher rates continue to lower borrowers' appetite, leading to slower pace of growth for new loans and refinancing. Retail customers are running behind on payments, causing more auto, credit card, and consumer loans to head into delinquency. Banks around the world are increasing their buffers to prepare for a higher rate of defaults. Banks will likely tighten credit further heading into 2024-25 and may even look to sell subprime auto loans and riskier home equity loans to strengthen their balance sheets.

New rules and regulations will also pressure retail banks. In particular, higher capital and liquidity requirements, a revaluation of assumptions about deposit stickiness by supervisors,

and closer scrutiny of how capital and deposit dynamics should factor into banks' risk modelling will be priorities on the regulatory agenda. Recent events have also reiterated the importance of scale and stability. Some banks may not have the appetite to remain below certain asset thresholds. As a result, more M & A activity within the banking industry is likely. Entities with sticky deposits that lack strong lending platforms may be particularly attractive targets during any upcoming wave of consolidation. Some midsize and regional banks could also seek mergers that will bring in enough outside capital to enable the sale of low-yielding assets. **SREE NARAYANA GURU CO-OP BANK LTD.** (hereinafter referred as SNGC Bank)

Despite the challenges posed by the global economic landscape, we are pleased to report that our bank has navigated through these turbulent times with resilience and determination, achieving significant milestones along the way.

### Financial Performance:

Your bank has delivered robust financial performance during the fiscal year. Total business has increased by 461.21 lakhs compared to the previous year, reaching 12509.52 lakhs. Net income has also shown a healthy growth, demonstrating the effectiveness of our strategic initiatives and prudent risk management practices. Non-Performing Assets have reduced considerably and the provisioning towards investments in PMC was at concluding stage as such no further provision warranted as such lesser pressures on Bank Profit & Loss account and Balance sheet. In the coming years moreover, it is expected the Regulating Authorities may allow/approve us to reverse the provisions made by the Bank during the past years which will be a contributing factor for profitability and to further recommend suitable dividend to our esteemed shareholders subject to approval of Regulatory Authorities.

### Operational Highlights:

In line with our commitment to innovation and customer satisfaction, we have continued to invest in digital transformation initiatives. This has resulted in the successful launch of several digital banking solutions, enhancing convenience and accessibility for our customers while driving operational efficiency.

Furthermore, our emphasis on sustainable banking practices has yielded positive outcomes. We have strengthened our environmental, social, and governance (ESG) framework, integrating sustainability principles into our decision-making processes and product offerings.

### Risk Management:

Effective risk management remains a cornerstone of our operations. Despite the volatile economic environment, our risk management framework has proven ensuring the preservation of shareholder value and the protection of our stakeholders' interests.

### Outlook:

Looking ahead, we remain cautiously optimistic about the economic recovery and growth prospects. Our strategic focus will continue to revolve around innovation, customer centricity,

and sustainability. By staying agile and responsive to market dynamics, we are confident in our ability to navigate future challenges and capitalize on emerging opportunities.

### **Acknowledgments:**

We would like to extend our heartfelt gratitude to our shareholders, customers, employees, and other stakeholders for their unwavering support and dedication. Needless to say the continued support from time to time by the various regulatory authorities including Reserve Bank of India and Registrar of Co-operative Societies. It is through our collective efforts and commitment to excellence that we have achieved these commendable results. At last we are thankful to the concurrent and statutory auditors and Reserve Bank of India, Inspectors for their guidance at various levels during the financial year.

In conclusion, the fiscal year 2023-2024 has been marked by resilience, growth, and innovation. As we embark on the next phase of our journey, we are confident that we are well-positioned to create sustainable value for all our stakeholders.

I am pleased to declare that as on 31.03.2024 your Bank has achieved the following accomplishment:

Business Mix - more than 125 crores

Business Growth - more than 11%

Deposit Growth - is negative by 1%

Advances Growth - more than 11.51%

Gross NPA reduced below - 5%

Net NPA reduced below - 3%

The above parameters of your Bank are almost at par with the Urban Co-operative Banking Sector.

The operating profit of your Bank during the year is Rs. 169.72 lakhs as against Rs. 66.08 lakhs during the last Financial Year showing growth of 156.84%.

However, your Bank has to provide Rs.11.08 lakhs against total Deposits of Rs. 88.67 lakhs held with erstwhile Punjab & Maharashtra Co-operative Bank Ltd. which has now been taken over by Unity Small Finance Bank Ltd. which has issued PNCPs of Rs. 88.67 lakhs bearing interest @ 1% p.a. and balance amount of Rs. 22.16 lakhs is held under Equity Warrants issued by the Bank due to which Bank was compelled to sustain accumulated loss of Rs. 55.92 lakhs in 2021-22. During the current year entire accumulated loss has been wiped out. These warrants are going to be converted into equity shares when the Bank goes public and its shares are listed in the Stock Exchanges. The Bank hopes that once the operations of Unity Small Finance Bank Ltd. are stabilised, Reserve Bank of India would permit reversal of the provision which will result in strengthening of the financial position of your Bank further.

### Effective measures for improving other income:

- i. We have tied up with MSEB for Bill Collections at Mulund Branch.
- ii. We are planning to introduce the service of Franking Machine with the support of The Chief Controlling Revenue Authority.

All the above avenues act as source of other income, though in small proportion.

Looking ahead The Bank has been driven by governance, which reconciles Board member composition, professionalism at all levels by designing new strategic HR policy, decentralised management, investments in improved techstack by way of introducing the issuance of swipe machine and QR Code to customers for receiving payments online directly in their SNGC Bank account 24 X 7. At SNGC Bank, we are optimistic of the future now, more than ever before. The Bank possesses a strong recall for 'trust' among its customers. Ushering in, we are optimistic that the Bank is positioned at the cusp of an attractive long term growth journey.

Together, we will navigate the complexities of the financial world with integrity, innovation, and excellence, ensuring that SNGC Bank remains a beacon of trust and a symbol of financial strength for generations to come.

### **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	2022-23 Rs. In Lakhs	2023-24 Rs. In Lakhs	% Growth
Working Fund	8474.79	8401.43	(0.86)
Net Profit during the year	27.51	115.74	320.71
Net Worth	757.67	890.57	17.54
Priority Sector Advances	2837.54	3155.29	11.19
Percentage of P.S.A. to Total Advances	59.63%	59.46%	(0.28%)
Advances to Weaker Section	519.56	525.21	1.08
% of Finance to Weaker Section out of Priority Sector Advances	10.92%	9.89%	(9.43%)
Net NPA	126.62	135.91	7.33
CRAR	17.12%	17.23%	

### A. DEPOSITS:

During the F.Y. 2023-24, deposits has been decreased from Rs. 7290.04 lakhs to Rs. 7203.47 lakhs showing decrease of Rs. 86.57 lakhs (1.18%) and the composition of Deposits as compared to the previous year is as under:

(Rs. in Lakhs)

No	Segment of Deposits	As on 31.03.2023	As on 31.03.2024	% Growth
1	Savings	1649.22	1401.16	(15.04)
2	Current	513.46	303.09	(40.97)
3	Term deposits	5127.36	5499.22	7.25
	Total	7290.04	7203.47	(1.18)

### **B. ADVANCES**

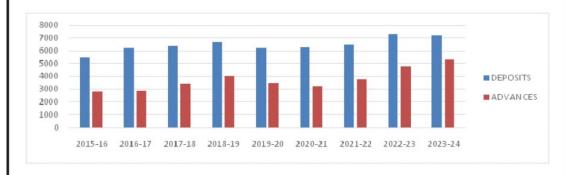
During the year under review, the advances increased by Rs. 547.79 lakhs (11.51%). The position of Loans and Advances outstanding as on 31.03.2023 was Rs. 4758.26 lakhs and the same has increased to Rs. 5306.05 lakhs during the year ending 31.03.2024. The break-up of advances under various segments is as under:

(Rs. in lakhs)

				(* 101 111 10111110
No.	Segment	31.03.2023	31.03.2024	% Growth
1	CC/OD	1210.02	1363.05	12.64
2	Housing Loan	830.84	972.99	17.10
3	Education Loan	43.75	49.29	12.66
4	Gold Loan	69.50	66.43	(4.41)
5	Other Loans	2604.05	2854.29	9.60
	Total	4758.26	5306.05	11.51

### **Growth Trend in Deposits & Advances (Cumulative)**

Growth in Deposits and Advances (Rs. In Crores)



### C. PRIORITY SECTOR ADVANCES

The Priority Sector Advances as on 31.03.2024 were Rs.3155.29 lakhs as against Rs.2837.54 lakhs in previous year. This constitutes 59.46% of total advances as against the target of 60% 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 Bank has consistently maintained very healthy Capital to Risk Asset Ratio (CRAR) which now stood at 17.23% as on 31.03.2024 as against minimum regulatory requirement of 9% prescribed by the Reserve Bank of India.

### F. NET NPA

The Bank has made good recovery under sticky loan which has resulted in reduction of provision under Bad and Doubtful reserves. The Gross NPA of the Bank stood at Rs.226.07 lakhs against Rs.266.34 lakhs in 31<sup>st</sup> March, 2024. The Bank has complied with the provisioning norms stipulated by RBI. Percentage of net NPA to net advance is 2.61% as on 31<sup>st</sup> March 2024 as against 2.74% as on 31<sup>st</sup> March 2023.

### 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, Small Finance Banks and in the Government Securities. As per guidelines of RBI total Investment in Government Securities was Rs.1480.04 lakhs and total Investment in Fixed Deposits with various banks was Rs.767.77 lakhs. Investment of Rs.1500.00 lakhs in G-Sec is categorized under HTM (Held to Maturity).

### PROFIT/LOSS

The Bank's profit for the Financial Year stood at Rs. 115.74 lakhs against the profit of Rs. 27.51 lakhs recorded in the previous year as detailed below:

As at 31 <sup>st</sup> March 2023	(PROFIT AND LOSS ACCOUNT)	As at 31 <sup>st</sup> March 2024
(55,92,144.03)	Balance as per last Balance Sheet	(28,40,745.10)
27,51,398.93	Profit for the year 2023-24	1,15,73,707.14
(28,40,745.10)	Balance transferred to Balance Sheet	87,32,962.04

### **Proposed Appropriation of Net Profit:**

Statutory Reserve Fund (25%)Rs.	21,83,240.51
Provision for Unforeseen Loss (10%)Rs.	8,73,296.20
Dividend at 9%Rs.	52,59,823.00
Building FundRs.	3,00,000.00
Technology Development ReserveRs.	46,000.00
Expenses for ElectionRs.	. 20,000.00
Dividend Equalization FundRs.	50,000.00
Balance of Profit carried forwardRs.	602.33

### H. DIVIDEND:

Your Board of Directors recommends dividend of 9% for the Financial Year ended  $31^{\rm st}$  March 2024 on equity shares.

While proposing the dividend of 9% the Board has kept in mind the need to balance multiple objectives of not only rewarding shareholders but also to plough back profit to the business to maintain healthy CRAR. The Board seeks cooperation from the members in its endeavour to strengthen capital base to power future growth.

### I. SHARE CAPITAL:

The share capital of the Bank as on 31.03.2024 is Rs. 594.63 lakhs, a net increase of Rs.7.05 lakhs over the previous year.

### J. 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.

### K. BRANCH NETWORK

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

### L. HUMAN RESOURCE:

The total staff strength of the Bank as on 31st March, 2024 was 45 which comprises of 12 Manager & Executives, 10 Officers, 15 Jr. Officers and 8 Office Assistants. The Business per employee was Rs. 277.99 lakhs as on 31st March, 2024 as against Rs. 267.71 lakhs as on 31st March, 2023. Net Profit per employee for the current Financial Year is Rs. 2.57 lakhs as against Rs. 0.61 lakhs for the earlier F.Y. 2022-23.

### M. NEW PRODUCT

Bank has entered into a tie-up with M-swipe Technologies Ltd. for providing QR Code facility which has enabled our constituent to get the payments instantly under T+1.

### N. MEMBERSHIP

### Shares:

	Balance .04.2023	New/ Addition		Surrender/Sumembers du	iccession of ring the year	Closing B on 31.03.20	alance as 24
No. of Shareholders	Amount	No. of Shareholders	Amount	No. of Shareholders	Amount	No. of Shareholders	Amount
4895	586.87	New =65 Additional=57	25.99	131	18.23	4829	594.63

### Nominal Membership:

Opening Member as on 01.04.2023	Closing Balance as on 31.03.2024
1066	1150

### O. AUDIT

### i. STATUTORY AUDIT

M/s. Yardi Prabhu & Associates LLP, Chartered Accountants, were appointed as the statutory auditors and they have conducted the Statutory Audit of the Bank for the Financial Year 2023-24.

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.2023-24.

### P. BOARD MEETINGS:

The Board of Directors met regularly and deliberated on business and all other important matters. In all 17 Board meetings were held during the year.

### Q. COMMITTEES:

The Bank has the following 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.

### R. CORE BANKING SOLUTIONS:

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

### NON SLR INVESTMENTS:

(Rs. in lakhs)

	Issuer	Amount	Extent of 'Below Investment Grade Securities'	Extent of 'Unrated Securities'	Extent of 'Unlisted Securities'
1	PSUs	-	-	_	-
2	Fls	-	-	-	-
3	Banks	767.70	-		-
4	Private	_		3	_
5	Subsidiaries/ Joint ventures	-	-	Ŷ	-
6	Others	110.80	-	-	300.00
7	Provision held towards Depreciation	-	1	i	•
	Total	878.60	-	-	300.00

### 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 of Directors whole heartedly 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
- Commissioner of Co-operation and Registrar of Co-operative Societies, Pune, Maharashtra
- 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 Indian Banks' Association
- 16. The Maharashtra Urban Co-op. Banks Federation Ltd.
- 17. The Brihan Mumbai Nagari Sahakari Banks Association Ltd.
- 18. The Maharashtra State Co-operative Bank's Association Ltd.
- 19. Unity Small Finance Bank Ltd.
- 20. M/s. Yardi Prabhu & Associates LLP. Chartered Accountants. Statutory Auditors
- 21. M/s. Gada Jain & Associates LLP., Chartered Accountants Tax Consultant
- 22. M/s. Banwat& Co., Chartered Accountants Concurrent Auditors
- 23. Keraleeya Samajam, Bhandup, Mumbai
- 24. Bajaj Allianz General Insurance Company Ltd.
- 25. MSEDCL
- 26. UTI Infrastructure Technology and Services Ltd.
- 27. VikasGenie (Mutual Fund)
- 28. Nahur Citizens' Welfare Association

For and on behalf of the Board of Directors

Sd/ P B Rajmohan, Chairman

Date: 19.06.2024

# SREE NARAYANA GURU CO-OPERATIVE BANK LTD BALANCE SHEET AS ON 31ST MARCH,2024

31.03.2023	CAPITAL AND LIABILITIES		SCH	31.03.2024	31.03.2023	PROPERTY AND ASSETS	S		31.03.2024
5,87,57,425.00	5,87,57,425.00 1. CAPITAL ACCOUNT		.A.	5,94,62,525.00	4,13,10,885.25	1. CASH	PO.	ű	4,22,68,305.06
4,53,68,152.71   2. RESERVE F	2. RESERVE FUND AND OTHER RESRVES		10	3,31,68,519.71		in hand with RBI,SBI, Maharashtra state Co-op Bank and District Central Co-op Bank	p Bank and District Central Co-op		
72,90,04,665.66 3. DEPOSITS.	3. DEPOSITS AND OTHE ACCOUNTS		ڻ	72,03,47,067.96	8,84,51,514.37	8,84,51,514.37 2. BALANCE WITH OTHR BANKS	ħ.	į.	8,69,39,045.22
	4. BORROWING (Under Long Term Deposit Scheme)	ne)				3. MONEY AT CALL AND SHORT NOTICE			
	5. BILLS FOR COLLECTION BEING BILLS RECEIVABLE (AS PER CONTRA)	IVABLE (AS PER CONTRA)			22,00,25,032.00	22,00,25,032.00 4. INVESTMENTS	34	.g.	15,90,89,912.00
1,63,239.00	1,63,239.00 6. BRANCH ADJUSTMENT			8,68,957.76	47,58,28,028.74 5. ADVANCES	5. ADVANCES	-	þ	53,06,05,022.57
2,11,48,733.00	2,11,48,733.00 7. OVERDUE INTEREST RESERVE			1,50,14,036.29		6. INTEREST RECEIVABLE			
10,99,540.00	10,99,540.00 8. INTEREST PAYABLE			6,17,261.97	2,11,48,733.00	2,11,48,733.00 a. On Non Performing Advances			1,50,14,036.29
1,31,58,941.07	1,31,58,941.07 9.MISCELLANEOUS LIABILITIES		٥.	1,69,45,642.25	54,81,509.91	54,81,509.91 b. On Investments			42,85,911.00
						c. On Ex-Gratia interest			
	12. PROFIT & LOSS A/C		ž	87,32,962.04		7. BILLS RECEIVABLE BEING BILLS COLLECTION(AS PER CONTRA)	CTION(AS PER CONTRA)		
						8. BRANCH ADJUSTMENT			
					52,36,322.00	52,36,322.00 9. FIXED ASSETS	F	-	55,84,945.08
					72,27,698.31	72,27,698.31 10. OTHER ASSETS	.7	b	1,12,07,208.97
					11,52,227.76	11,52,227.76 11. DEFERRED TAX ASSET			1,62,586.79
					28,40,745.10	28,40,745.10 12. PROFIT & LOSS A/C	JE.	*	
								1	
86,87,00,696.44				85,51,56,972.98	86,87,00,696.44				85,51,56,972.98
	OF IN COOK INCOME.								
	NOTES ON ACCOUNTS								
	CONTINGENT LIABILITIES								
22,50,000.00	22,50,000.00 A) On Acceptance/ Letter of Guarantee/ Behalf of Constituents	Constituents		22,50,000.00					
17,73,716.64	17,73,716.64 B) DEAF Fund			19,53,262.23					
YARDI PRABI Statut	YARDI PRABHU & ASSOCIATES LLP Statutory Auditors	P B RAJMOHAN Chairman	MOH/ man	Z	<b>∑ ⋝</b>	K.K. SUSMERAN Vice - Chairman	SURESH S SHIVANNA Chief Executive Officer	utive	IVANNA Officer
		KOMALAN GANGADHARAN	JGAD	HARAN		E P VASU	PRASANNA ARAVINDAKASHAN	AVIN	IDAKASHAN

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KISHORKUMAR SUVARNA KISHOR PANDURANG PARKAR Director

DR. SURESHKUMAR MADHUSUDHANAN Director

Director

Director

Director

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

# PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2024 SREE NARAYANA GURU CO-OPERATIVE BANK LTD

PREVIOUS YEAR	EXPENDITURE	SCH	CURRENT YEAR	PREVIOUS YEAR	INCOME	SCH	CURRENT YEAR
3,50,36,472.32	3,50,36,472.32 TO INTEREST ON DEPOSITS, BORROWINGS ETC		3,85,42,412.18		3,96,45,210.63 BY INTEREST AND DISCOUNT		5,63,66,641.33
1,23,00,605.00	1,23,00,605.00 TO SALARIES AND ALLOWANCES		1,27,53,769.62		65,738.84 BY COMMISSION, BROKERAGE		78,389.69
43,500.00	43,500.00 TO DIRECTORS FEES AND ALLOWANCES		49,000.00		1,22,76,091.66 BY INTEREST RECEIVED ON G-SEC		1,08,87,833.42
49,51,366.83	49,51,366.83 TO RENT, TAXES, INSURANCES, LIGHTING, DIC PREMIUM ETC		68,34,736.83		48,24,159.00 BY INTEREST ON BANK DEPOSIT		51,64,081.00
35,893.14	35,893.14 TO LEGAL CHARGES		-3,799.00		2,10,315.00 BY INTEREST ON CALL MONEY		1,50,461.00
80,179.00	80,179.00 TO REPAIRS AND MAINTENACE		1,38,454.50		40,76,943.80 BY OTHER INCOME	.W.	33,60,999.83
	TO PROFESSIONAL FEES			30,52,264.43	30,52,264.43 BY EARNINGS ON INVESTMENT IN MUTUAL FUND		4,97,111.66
1,15,497.16	1,15,497.16 TO POSTAGE, TELEGRAMS AND TELEPHONE CHARGES		1,19,295.58		16,69,038.11 BY INTEREST ON TREASURY BILL		2,73,977.00
9,78,227.00	9,78,227.00 TO AUDITORS FEES (STATUTORY, INTERNAL AND CONCURRENT)		10,86,526.02		2,93,000.00 BY PROFIT ON SALE OF GOVT-SECS		
2,71,910.00	2,71,910.00 TO PRINTING AND STATIONERY		3,50,878.00		1,97,120.00 BY EXCESS PROVISION OF BDDR REVERSED		49,56,000.00
43,040.00	43,040.00 TO ADVERTISEMENT		79,749.50		6,64,680.00 BY EXCESS PROVISION ON DEPRECIATION ON INVESTMENT		
42,33,163.46	42,33,163.46 TO OTHER EXPENDITURE	7	32,38,805.10				
12,43,450.11	12,43,450.11 TO LOSS ON SALE OF INVESTMENTS		5,49,967.99				
8,74,591.28	8,74,591.28 TO DEPRECIATION ON ASSETS		9,66,561.50				
	TO PROVISION FOR EXPENSES						
1,58,682.00	1,58,682.00 TO AMORTSATION OF PREMIUM ON INVESTMENTS		57,412.00				
	TO CONSULTANCY PROVISION AGAINST DEPRICIATION IN INVESTMENTS						
	PROVISIONS AND CONTINGENCIES FOR						
1,29,500.00	1,29,500.00 TO PROVISION FOR STD ASSETS		5,00,000.00				
5,88,900.00	5,88,900.00 TO SHOPRT PROVISION FOR INCOME TAX						
11,08,377.00	11,08,377.00 TO PROVISION FOR PMC BANK DEPOSIT		11,08,377.00				
26,91,769.00	26,91,769.00 TO PROVISION FOR BAD AND DOUBTFUL DEBTS						
	TO PROVISION FOR DEPRECIATION ON INVESTMENTS						
20,89,438.17	20,89,438.17 TO NET PROFIT/ (LOSS) BEFORE TAX		1,53,63,348.11				
	TO INCOME TAX						
	PERVIOUS YEAR						
	CURRENT YEAR		28,00,000.00				
6,61,960.76	TO DEFERRED TAX		9,89,640.97				
27,51,398.93	27,51,398.93 TO NET PROFIT(LOSS) AFTER TAX		1,15,73,707.14				
6,69,74,561.47 TOTAL	TOTAL		8,17,35,494.93	6,69,74,561.47 TOTAL	7 TOTAL		8,17,35,494.93

SREE NARAYANA GURU CO-OPERATIVE BANK LTD.

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KISHOR PANDURANG PARKAR Director

KISHORKUMAR SUVARNA Director

DR. SURESHKUMAR MADHUSUDHANAN Director

PRASANNA ARAVINDAKASHAN

Director

SURESH S SHIVANNA Chief Executive Officer

K.K. SUSMERAN Vice - Chairman

E P VASU Director

KOMALAN GANGADHARAN

Director

P B RAJMOHAN Chairman

YARDI PRABHU & ASSOCIATES LLP Statutory Auditors

### SCHEDULE TO BALANCE SHEET & PROFIT AND LOSS STATEMENT

As At 31ST MARCH,2023	SCHEDULE – A [Share Capital]	As At 31ST MARCH,2024
	CAPITAL	
	A) Authorized	
100,000,000.00	40,00,000 Shares of Rs. 25/- each	100,000,000.0
100,000,000.00		100,000,000.0
58,757,425.00	B) Issued, Subscribed & Paid up Capital: 2378501 (Previous Year 2350297) Shares of Rs. 25/- each.	59,462,525.0
	Of the above shares amounting to	
	(a) Rs.54811000/- (P.Y.Rs.54580900/-) held by Individuals	
	(b) Rs.4651525/- (P.Y. Rs.4176525/-) held by the firms, companies and trusts	
58,757,425.00		59,462,525.0

As At 31ST MARCH,2023	SCHEDULE – B [Reserve Funds]	As At 31ST MARCH,2024
	RESERVE FUND & OTHER RESERVES	
16,093,588.36	Statutory Reserve Fund	16,108,588.36
4,885,000.00	Building Fund	4,885,000.00
1,131,486.00	Standard Asset Reserve	1,631,486.00
13,971,981.75	Bad & Doubtful Debts Reserve (Provisions)	9,015,981.75
1,503,463.60	Funds for Unforeseen Loss	1,503,463.60
24,000.00	Technology Development Fund	24,000.00
7,758,633.00	Reserve Fund - PMC Bank Deposit	
45,368,152.71		33,168,519.71

As At 31ST MARCH,2023	SCHEDULE - C	[Deposits & Other Accounts]	As At 31ST MARCH,2024
	DEPOSIT AND OTHER ACCOUNTS		720,347,067.96
	Current Deposits		1
777,412.17	(a) Individuals	517,602.96	
	(b) Co-operative Banks	0	
50,568,766.00	(c) Other	2,9791,231.35	
	Savings Bank Deposits		
163,983,351.11	(a) Individuals	129150514.59	
	(b) Co-operative Banks	0	
938,859.28	(c) Other Societies	10965450.36	

	Term Deposits		
58,486,684.00	Short Term Deposits	29,033,928	
18,692,345.00	Monthly Interest Deposit	12,326,976	
378,011,855.75	Deposit Reinvestment	167,865,401.8	
9,143,290.00	Recurring Deposit	8,717,899.54	
29,164,442.00	Quarterly Interest Deposit	10,389,835	
-	Fixed Deposits - 400 days	241,158,476.7	
117,762.00	Fixed Deposit long term	243,592	
1,110,000.00	GudiPadwa quarterly deposit	2,162,972	
17,137,949.35	GudiPadwa cumulative deposit GudiPadwa monthly deposit	74,923,526.68 3,099,661.03	
871,949.00	Matured deposits	0	
•	Deposit at call and short notice		
729,004,665.66			720,347,067.9

As At 31ST MARCH,2023	SCHEDULE – D [Miscellaneous Liabilities]	As At 31ST MARCH,2024
	OTHER LIABILITIES	
1,300,000.00	Provision for Income Tax A.Y. 2022-23	1,300,000.0
-	Provision for Income Tax A.Y. 2024-25	2,800,000.0
110,125.00	PT Payable	100,900.0
8,505,718.00	Payorder issued	485,910.0
1,096,305.00	Sundry Creditors	1,087,187.0
861,165.79	TDS Payable	505,432.0
109,494.00	Provision for PF	100,793.0
2	Reserve Fund PMC Bank Deposit	8,867,010.0
56,300.00	Provision for Various expenses	
(76,271.00)	Dividend Payable 2018-19	
46,000.00	Education Fund	46,000.0
361,029.84	SGST Payable	550,669.7
361,029.84	CGST Payable	550,669.7
59,011.00	Surcharge Payable	47,110.0
15,067.60	Clearing Difference Payable	15,067.6
1.00	Ex Gratia Payment to Borrowers	
42,916.00	Advance Commission	32,916.0
118,109.00	Provision for Expenses	439,692.0

13,158,941.07		16,945,642.25
	Clearing Adjustment	(77,057.00)
94,880.00	DEAF A/c.	-
-	other Liability	(363.78)
	PM Jeevan Jyoti Bi	9,156.00
80,000.00	Election Fund	80,000.00
18,060.00	MSEB Bill Collection	4,550.00

As At 31ST MARCH,2023	SCHEDULE – E(Cash)	As At 31ST MARCH,2024
7,204,700.00	CASH A) Cash In Hand	5,045,791.00
	B) <u>Current Deposits</u>	
-	Reserve Bank of India	
763,387.05	2. State Bank of India & Subsidiary	1,197,339.6
	3. State Co-Operative Bank	
30,342,798.20	4. Dist. Central Co-operative Bank	33,025,174.4
	C) Fixed Deposits	
3,000,000.00	Mumbai District Central Co-Op Bank Ltd.,	3,000,000.00
41,310,885.25		42,268,305.06

As At 31ST MARCH,2023	SCHEDULE – F [Balance with other Banks]	As At 31ST MARCH,2024
	BALANCE WITH OTHER BANKS	
	i) Current Deposits with Private and Nationalized Banks	
32,416.90	H.D.F.C. BANK LTD.	32,416.90
20,072,687.85	SVC BANK, Chembur	9,759,098.45
217,766.01	Jana Bank	11,029.01
79,805.10	Unity SFB	159,607.11
581,577.73	ICICI BANK	3,151,802.72
148,250.78	Saraswat Bank	47,156.03
	ii) Fixed Deposits with Other Banks	
11,000,000.00	SVC Bank Ltd.	22,000,000.00
15,000,000.00	Jana Bank	12,500,000.00
12,548,159.00	Suryoday Bank	23,824,852.00
12,345,000.00	Ujjivan Small Finance Bank	10,000,000.00
16,425,851.00	Utkarsh Bank	5,453,083.00
88,451,514.37		86,939,045.22

As At 31ST MARCH,2023	SCHEDULE – G [Investments]	As At 31ST MARCH,2024
	<u>INVESTMENTS</u>	
178,940,272.00	i)Government Securities  (HTM: At FaceValue: Rs. 1500.00 lakhs (B.V. Rs. 1480.05 lakhs)  (AFS: At Market Value: Rs.Nil lakhs (B.V. Rs.Nil lakhs)  (AFS: Treasury bill: Rs.Nil lakhs (B.V. Rs.Nil lakhs)	148,005,152.00
30,000,000.00	ii)Other Approved Securities- Reserve fund	
1,000.00	iii) Shares	1,000.00
-	iv) PSU Bonds & Bonds of All India Financial Institution	
11,083,760.00	v) Others UNITY BANK PNCPS=8867010, Equity Warrants=2216750	11,083,760.00
220,025,032.00		159,089,912.00

As At 31ST MARCH,2023	SCHEDULE – H [Advances]	As At 31ST MARCH,2024
	ADVANCES i) Short Term Loans, Cash Credits, Overdraft and Bills Discounted Of which secured against	
-	a) Government & other approved securities	
121,012,073.24	b) Other tangible securities	148,973,514.94
-	c) Unsecured	711,773.60
	Of the advances :	
3,191,741.00	a) amount overdue	4,682,823.62
5,809,532.00	b) Considered bad & doubtful of recovery	-
	ii) <u>Medium Term Loans</u> <u>Of which secured against</u>	
-	a) Government & other approved securities	-
271,706,294.50	b) Other tangible securities	278,608,895.53
23,599.00	c) Unsecured	4,673,967.50
	Of the advances:	
3,040,586.10	a) amount overdue	15,212,299.13
15,615,881.00	b) Considered bad & doubtful of recovery	357,618.00

	iii) <u>Long Term Loans</u> <u>Of which secured against</u>	
-	a) Government & other approved securities	-
83,084,062.00	b) Other tangible securities	97,636,871.00
-	c) Unsecured	
	Of the advances:	
573,182.00	a) amount overdue	2,354,660.00
5,209,035.00	b) Considered bad & doubtful of recovery	
	iv) Bills Discounted & Purchased payable Outside India	
	Of the above advances :	
6,805,509.10	a) amount overdue for recovery	22,249,782.75
26,634,448.00	b) Considered bad & doubtful of recovery for which provision (Of the total advances of Rs.5306.05 lakhs (Rs.4756.84 lakhs) advances of Rs.3.58 lakhs (Rs.266.34 lakhs) considered Bad & Doubtful of recovery & Provision of Rs.90.16 Lakhs (Rs.139.71 lakhs)	357,618.00
475,826,028.74		530,605,022.57

As At 31ST MARCH,2023	SCHEDULE-"!" [Fixed Assets]	As At 31ST MARCH,2024
20,165.00	Computer s/w	277,464.0
349,853.00	Computer h/w	474,260.9
245,123 .00	Electrical	210,038.0
3,197,526.00	Furniture & Fixture	3,264,164.3
207,788.00	Air Conditioner	264,736.2
1,215,867.00	Civil Works	1,094,281.0
		1 20 20
52,36,322.00		5,584,945.0

As At 31ST MARCH,2023	SCHEDULE – J [Other Assets]	As At 31ST MARCH,2024	
	OTHER ASSETS		
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	2,000.0	
150,000.00	Security Deposit - Premises	150,000.0	
200,000.00	Security Deposit - MSEDCL	200,000.0	
10,000.00	Security Deposit - UTIISL	10,000.0	
1,667.31	UTI stamp for PAN card	4,930.3	

27,503.00	Stamps & Stamped documents	26,303.00
-	Ex-Gratia Payment to Borrowers	(1.00)
1,500,000.00	Advance Income Tax A.Y. 2019-20	1,500,000.00
850,000.00	Advance Income Tax A.Y. 2020-21	850,000.00
600,000.00	Advance Income Tax A.Y. 2021-22	600,000.00
500,000.00	Advance Income Tax A.Y. 2023-24	500,000.00
	Advance Income Tax A.Y. 2024-25	3,500,000.00
436,166.71	SGST Receivable	655,945.8
446,404.71	CGST Receivable	669,925.90
855.00	IGST Receivable	28,620.78
7,441.00	Clearing Difference Receivable	7,441.00
63,610.50	Advance Expenses	115,067.00
159,541.00	Stock of Stationary	88,036.00
1,169.00	Prepaid expenses	
6,655.08	Sundry Debtors	32,558.12
157,418.00	TDS Receivable	170,007.00
800,000.00	Security deposit AG PRM	800,000.00
412,000.00	Security Deposit	412,000.00
1,592.00	Claim DEAF	
11,300.00	Suspense a/c	2,000.00
249,885.00	CPCMIR	249,885.00
600,000.00	Self assessment tax AY 2021-22	600,000.00
7,227,698.31		11,207,208.97

As At 31ST MARCH,2023	SCHEDULE-"K" (PROFIT AND LOSS ACCOUNT)	As At 31ST MARCH,2024
	PROFIT AND LOSS ACCOUNT	
(5,592,144.03)	Balance as per last Balance Sheet	(2,840,745.10)
2,751,398.93	Profit for the year 2023-24	11,573,707.14
(2,840,745.10)	Balance Transferred to Balance Sheet	8,732,962.04

As At 31ST MARCH,2023	SCHEDULE -"L" [Other Expenses]	
	OTHER EXPENDITURE	
591,520.00	Electricity Bill expenses	557,390.0
-	Election Expense	5,000.0
95,019.10	Annual General Meeting Expenses	86,274.5
2,010,714.26	Annual Maintenance Contract	629,162.6
2,853.78	Bank Charges	25,614.7
116,512.34	Clearing Charges	104,437.2
753.00	Periodical & Reference book	1,260.0
685,920.00	Conveyance	678,798.0
33,200.00	Diwali Expenses	110,194.
308,637.36	Miscellaneous Expense	341,912.9
12,638.00	Newspaper	11,388.0
145,484.00	Refreshment expense	170,658.0
-	Provision for Expenses	(1,140.0
85,020.00	Subscription	88,290.
72,905.00	Security Guard Charges	128,330.
32,648.00	Water charges	105,569.0
2,828.00	loss on sale of assets	51,458.
-	GST ASSESSMENT Due	111,848.
-	Stamps and stamp documents	900.
25,488.62	Computer accessories	24,819.2
5,040.00	Commission paid	4,120.0
2,600.00	Electrical fitting charges	
260.00	Franking charges	520.0
122.00	RBI penal interest	
3,000	Cersai expense	2,000.0

As At 31ST MARCH,2023	SCHEDULE – "M" [Other Income]	
	OTHER INCOME	
14,285.95	Account Closing Charges	8,997.8
380,223.92	Cheque Book charges	111,019.8
218,875.00	SDV Locker Rent	89,690.0
5,900.00	Stop payment charges	3,550.0
2,228,190.50	Processing charges	2,012,327.0
9,824.00	Service charges received	1,822.0
367,894.49	Minimum Balance Folio charges	398,955.4
	Cheque return charges	182,515.7
6,530.00	Duplicate Statement charges	2,655.0
217,118.36	Miscellaneous Receipts	61,251.4
700.00	Signature Verification charges	300.0
70,224.00	Infrastructure facility commission	
1,900.00	ECS Return charges	950.0
5,800.00	Notice charges	5,800.0
1,411.50	Passbook charges	500.0
69,254.26	SMS Service charges	28,031.9
28,088.00	Profit on Sale of assets	3,763.0
2.00	Other Income	
45,962.72	Cash Handling charges	14,234.7
7,000.00	Inspection charges	1,375.0
255,958.00	Foreclosure charges	344,319.7
88,721.10	Dividend received	88,721.0
53,080	Interest on IT refund	220.0
4,076,943.80		3,360,999.8

### ANNEXURE I - NOTES ON ACCOUNTS AS ON 31.03.2024

### DISCLOSURE REQUIREMENTS AS PER RESERVE BANK OF INDIA GUIDELINES:

1	PARTICULARS	31.03.2023	31.03.2024
	Capital to Risk Assets Ratio (CRAR)		
a)	Tier I Ratio	16.87	16.91
b)	Tier II Ratio	0.25	0.32
	CRAR	17.12	17.23
2	Movement of CRAR:		
a)	Tier I Capital	771.23	852.73
	Tier II Capital	11.32	16.31
	Capital Funds	782.54	869.04
	Risk Weighted Assets	4571.94	5042.59
3	Investments:		
a)	Book Value	1691.76	1480.63
b)	Face Value	1700.00	1500.00
c)	Market Value	1691.76	-
4	Advances against		
a)	Real Estates	8.80	49.24
b)	Construction Business	-	
c)	Housing	318.99	406.99
d)	Shares & Debentures	-	-

# Advances to Directors, their relatives, companies/ firms in which they are interested

	31.03.2023			31.03.2024		
		Funded	Non Funded	Funded	Non Funded	
a)	Directors	1.32		0.31		
b)		-		-		
	Total	1.32		0.31		
6	Average cost of deposits	4.81		5.35		
7	NPAs:					
a)	Gross NPA	266.34		226.07		
b)	Net NPA	126.62		135.91		
8	Movement of NPAs:					
	Opening balance	273.16		266.34		
- 00	Add: addition during the year	64.62		87.01		
22	Less: closed/recovered/written off	71.44		127.28		
	Closing balance	266.34		226.07		
9	Profitability					
a)	Interest income as a percentage of working fund	6.92%		8.67%		
b)	Non-interest income as a percentage of working fund	0.91%		0.47%		
c)	Operating profit as a percentage of working fund	0.68%		1.43%		
d)	Return on assets	0.25%		2.00%		
e)	Business per employee	267.71		277.99		
f)	Profit per employee	0.46		3.41		

10	Provision made during the year towards:		
a)	NPAs	139.72	90.16
b)	Standard Assets	11.31	16.31
c)	Investment Depreciation Reserve	0.00	0.00
d)	General Reserve	0.00	0.00
e)	Reserve for PMC Bank deposit	77.58	88.67
11	Foreign currency assets & liabilities	-	-
12	Insurance premium paid to DICGC	8.94	9.45
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)

	Issuer	Amount	Extent of 'Below Investment Grade Securities'	Extent of 'Unrated Securities'	Extent of 'Unlisted Securities'
1	PSUs	-	-	-	-
2	Fls	-	-	-	-
3	Banks	767.70	-	-	-
4	Private	-	-	-	-
5	Subsidiaries/ Joint ventures	-	-	-	-
6	Others	110.80	-	-	300.00
7	Provision held towards depreciation	-	-	-	-
	Total	878.60	-	-	300.00

### MOVEMENT IN PROVISIONS

(Rs. in lakhs)

		Opening Ba	lance	Additions		Deductions		Closing Bal	ance
		01.04.2022	01.04.2023	22-23	23-24	22-23	23-24	31.03.23	31.03.2024
a)	Towards NPAs	112.80	139.72	26.92	0	0	49.56	139.72	90.16
b)	Towards Standard Assets	10.01	11.31	1.30	5.00	0	0	11.31	16.31
c)	Towards Investment Depreciation Reserve	6.64	0	0	0	6.64	0	0	0
d)	Towards Investment Fluctuation Reserve	0	0	0	0	0	0	0	0
f)	Towards Deposit with PMC Bank Ltd	66,50	77.58	11.08	11.09	0	0	77.58	88.67

YARDI PRABHU & ASSOCIATES LLP P B RAJMOHAN **Statutory Auditors** 

Chairman

K.K. SUSMERAN Vice - Chairman

SURESH S SHIVANNA **Chief Executive Officer** 

KOMALAN GANGADHARAN Director

E P VASU Director

PRASANNA ARAVINDAKASHAN Director

KISHOR PANDURANG PARKAR Director

DR. SURESHKUMAR MADHUSUDHANAN KISHORKUMAR SUVARNA Director

Director

### SCHEDULE - "N"

### NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2024

I.

### 1. OVERVIEW

**Sree Narayana Guru Co-operative Bank Ltd.**, (The Bank) was incorporated on 11.05.2001 and has completed its 23 years of provision of wide range of Banking and Financial Services including commercial Banking and Treasury Operations. Bank's area of operation is upto Greater Mumbai and Thane District.

### 2. 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.

### 3. USE OF ESTIMATES

The preparation of the financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses for the reporting period. Actual results could differ from these estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revision in the accounting estimates is recognized prospectively.

### II. SIGNIFICANT ACCOUNTING POLICIES

### 1. Accounting Convention

The financial statements are drawn up keeping in mind the historical costs and going concern concept and in accordance with generally accepted accounting principles and practices prevailing in Co-operative Banks in India except otherwise stated.

### 2. Cash Flow Statement (AS-3)

The cash flow statement are reported using the indirect method whereby profit before tax is adjusted for effects of transactions of non cash nature, deferrals or accruals of past or future cash receipts or payments.

### 3. Revenue Recognition

Income and expenditure are accounted on accrual basis except as stated below:

- Interest on Advances classified as Sub-standard, Doubtful or Loss Assets is recognized on realization.
- Commission, Exchange and Locker Rent are recognized as income on receipt hasis
- Interest on Fixed Income Securities is recognized on accrual basis in case it is serviced regularly.
- d. Broken period interest in respect of investments is treated as an item of revenue in Profit and Loss Account.

### 4. Advances

- Advances are classified into Standard, Sub-Standard, Doubtful and Loss Assets in accordance with the guidelines issued by the Reserve Bank of India from time to time.
- (ii) Provision on Advances categorized under Sub-Standard, Doubtful and Loss Assets is made in accordance with the guidelines issued by the Reserve Bank of India

### 5. Investments:

- (i) Investments are classified in the following categories, as required by the R.B.I. guidelines:
  - Held to Maturity (HTM) These comprise the investments which the bank intends to hold till maturity.
  - b) Held for Trading (HFT) Securities which are held for resale within 90 days from the date of acquisition.
  - Available for Sale (AFS) Investments which are not classified in the above two categories.
- (ii) Investments have been classified under 5 groups for the purpose of disclosure in the Balance Sheet as required by above mentioned RBI circular as under:
  - a. Government securities,
  - b. Other Approved Securities,
  - c. Shares,
  - d. PUS Bonds
  - e. others

- (iii) (a) Cost of investment is arrived at after adding/ deducting brokerage, commissions and incidental expenses if any. Broken period interest paid in respect of Investments in Government Securities is charged to interest receivable from Government Securities.
  - (b) Investments in "Available for Sale"/ "Held for Trading" are valued category wise and script wise at lower of book value (cost)., face value or market value. Depreciation, if any, in each category is provided for and net appreciation, if any, is ignored. The market value for the purpose of valuation of investment included in the "Available for Sale" & the "Held for Trading" categories is the market price of the scrip as available from the trades/ quotes on the stock exchange, SGL Account, Financial Benchmark India Pvt. Ltd.(FBIL), or Bloomberg.
  - (c) In the case of investment classified under "Held to Maturity" (HTM) category, the premium amount, being the difference between the book value (cost) and face value is being amortized in equal installment over the remaining period for maturity. In case the security is purchased at a discount to the face value, the same is being booked as profit only at the time of maturity / sale of the security.
  - (d) Interest income on the investments is recognized on the accrual basis.
  - (e) In case any investment is classified as non-performing, the necessary provision is done on that account and unrealized interest on non performing Investment is accounted on realization basis.

### 6. Events Occurring After The Balance Sheet Date (AS-5)

While classifying accounts as NPAs, the Bank has given due regard to the events occurring after the Balance Sheet date, like closure / regularization by genuine recovery of NPAA/c etc., which has effect of altering the status of the account. Other than this, there is no event after the balance sheet date which may be deemed to have any material impact on the financial statements.

### 7. Property, plant and equipments (AS-10)

- a. Fixed Assets are stated at Written Down Value inclusive of incidental expenses incurred on acquisition.
- b. Fixed Assets except Computers, Softwares are depreciated on written down value basis at the rates and in the manner prescribed by the Management of the Bank as under:

Sr. No.	Particulars	Depreciation Rate
1	Electrical Fittings	15%
2	Dead Stock / Furniture	10%

- Depreciation on computers and software is calculated under Straight Line Method @ 33 1/3%.
- d. Depreciation on assets purchased and put to use for more than 180 days are depreciated at normal rate and depreciation on assets purchased and put to use for less than 180 days are depreciated at 50% of the normal rate.
- e. No depreciation is charged on assets sold during the year.
- f. Profit/ Loss on sale or disposal of asset is recognized in the year in which such sale or disposal takes place.
- g. Capital expenditure incurred on lease premises termed as Civil work is amortised over the period of lease of the respective premises.

### 8. Retirement 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 pays the Premium amount as informed by the LIC on receipt of the demand from LIC and debits the same to the Profit and Loss A/c.

### 9. Segment Reporting (AS-17)

- The Bank has identified two business segments taking into account the nature of services provided, the risks and returns, overall organization structure of the Bank and financial reporting system.
- b. Business Segments are classified as under:
  - a) Treasury: Dealing operations in Money Market Instruments, Trading / Investment in Bonds / Government Securities.
  - b) Other Banking Operations: Retail and corporate lending and advances to customers and related fee based income.
  - c) Segment revenue, results, assets and liabilities include the respective amounts identifiable to each of the segments and amounts apportioned / allocated on a reasonable basis.
  - d) Separate information regarding geographical segment is not given as the bank mainly caters to the needs of the Indian Customers.

### 10. Operating Lease (AS-19)

Lease payments for assets taken on operating lease are recognized in the Profit and Loss Account over the lease term in accordance with the AS-19 – Leases, issued by the Institute of Chartered Accountants of India.

### 11. Earning Per Share (AS-20)

Basic earning per share is calculated by dividing the net profit or loss for the period by the weighted average number of shares outstanding during the year. The weighted average number of shares is calculated on monthly basis.

### 12. Accounting for taxes On Income (AS-22)

Provision for current tax is made on the basis of estimated taxable income for the year. Deferred Tax is recognized, subject to consideration of prudence, in respect of the tax effects of timing differences between accounting income and taxable income for the period in respect of items of income and expenses that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax Assets and Liabilities are measured using the enacted or substantially enacted tax rates at the balance sheet date. Deferred Tax Assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future.

Deferred Tax Asset / Deferred Tax Liability (net basis) as the case may be, is disclosed either under the head "Other Assets" or "Other Liabilities".

### 13. Intangible Assets (AS-26)

Cost incurred for purchase of software is capitalized and software is amortized in 3 years in accordance with AS-26 issued by ICAI.

### 14. Impairment Of Assets (AS-28)

The bank assesses at each balance sheet date whether there is any indication that an asset may be impaired. Impairment loss, if any, is provided in the Profit and Loss Account to the extent the carrying amount exceeds their estimated realizable amount.

### 15. Provisions, Contingent Liabilities and Contingent Assets (AS-29)

A provision is recognized when the Bank has a present obligation as a result of past event where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value except in case of decommissioning, restoration and similar liabilities that are recognized as cost of Property, Plant and Equipment and are determined based on best estimate of the expenditure required to settle the present obligation at the balance sheet date.

These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A disclosure of contingent liability is made when there is:

- A possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non occurrence of one or more uncertain future events not within the control of the Bank; or
- ii) A present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

When there is a possible or a present obligation in respect of which the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually.

### II. NOTES ON ACCOUNTS:

- 1. Certain items of Income & Expenditure as stated in Para 2 of the Significant Accounting Policies are accounted on cash basis. These are in deviation from the generally accepted practice and as laid down by Accounting Standard-9 on 'Revenue Recognition' issued by The Institute of Chartered Accountants of India, which specifies such items to be accounted for on accrual basis of accounting. This has resulted in such items being accounted for only in the year of realization / payment instead of splitting the same over two or more accounting periods due to the nature of the transactions.
- Since the Bank has excess provision for Bad & Doubtful Debts of Rs.49.56 lakhs as compared to the requirements of IRAC norms, the bank has written back excess provision for bad & doubtful debts of Rs. 49.56 lakhs to Profit & Loss A/c.
- 3. The Bank had migrated to CBS software "V Soft (Wings)" in FY 2023-24. Though majority of the system generated issues arising out of migration had been addressed, presently still there are certain modules like interest and accrued interest application for deposits and advances, generation of report of overdue loans, sectorial classification, facility wise classification of advances, Bank Guarantees Modules, issued etc., which are yet to be stabilized and aberrations have been found in the reports / interest application. Bank had been facing various remarks from auditors for issues in system related reports and it's inaccuracy. Bank is constantly following up with CBS vendor to stabilize the same.

### 4. Investment:

i. The Bank has made provision towards deposits held with PMC Bank (now Unity SFB) to the extent of @20% of Rs.11,08,377.00 as 5<sup>th</sup> installment of the provision as per the RBI guidelines towards Investment in Unity SFB of Rs.110.83 lakhs. As such, total provision made by the Bank towards Unity SFB deposits is Rs.88,67,010.00 as on 31.03.2024.

### 5. AS-5 - Prior Period Adjustment

There are no material prior period expenditure / income requiring disclosure by the Bank during the year.

### 6. AS-10 - Property, Plant and Equipment

The Bank has not accounted and disclosed depreciation and Fixed Assets in accordance with revised AS-10 issued by Institute Of Chartered Accountants of India (ICAI).

### 7. AS-15 - Retirement Benefits

### Defined contribution Plans viz Provident fund and other similar funds:

- a) Since the Bank has accounted leave encashment on cash basis, the Bank has not made provision for leave encashment for the year ended 31.03.2024 which is not in accordance with the Accounting Standard-15 (AS-15) issued by the Institute of Chartered Accountants of India.
- b) Since the bank has not made provision for gratuity in the accounts, the bank has not complied with Accounting Standard-15 (AS-15).

### 8. AS-18 - Related Parties and Disclosure

The Bank is a Co-operative Society under the Maharashtra Co-operative Societies Act, 1960 and there are no Related Parties requiring disclosure under Accounting Standard 18 issued by I.C.A.I., other than Key Management Personnel i.e. Mr. Suresh Salian, Chief Executive Officer during the year. However, in terms of the Reserve Bank of India Circular dated 29.03.2003, he being a single party covered by this category, no further details thereon need to be disclosed.

### 9. AS-21 - Consolidated Financial Statements

Since Bank does not have any Subsidiary Companies/ Co-Operative Societies, the Accounting Standard 21 (AS-21) regarding consolidated financial statements is not applicable to the Bank.

### 10. AS-22—Deferred Tax:

The Bank has commenced accounting timing difference between book profit and taxable profit during the year. Such differences of tax liability as at 31<sup>st</sup> March, 2024 are as follows:

(Rs. in lakhs)

Particulars	Balance as on 31.03.2023	For the Year	Balance as on 31.03.2024
Deferred Tax Asset			
Bad & Doubtful Debts Reserve	11.47	(12.47)	(1.00)
Investment Provision	0	2.79	2.79
Deferred Tax Liability			
Depreciation	0.05	(0.21)	(0.16)
Net Deferred Tax Asset / (Liability)	11.52	(9.89)	1.63

The application of Deferred Tax has resulted in a net debit of Rs. 9.89 lakhs to the Profit and Loss Account for the year ended March, 2024. The closing Deferred Tax Assets (net) of Rs. 1.63 lakhs is shown under the head "Other Assets".

### 11) AS-26 - Details of Expenditure on Computer Software

Details of Computer Software Expenses in accordance with Accounting Standard 26 on Intangible Assets issued by ICAI are as under:

(Rs. in lakhs)

	31.03.2024	31.03.2023					
Carrying amount at the beginning of the year	0.20	1.27					
Add: Additions during the year	4.16	0					
Less: Amortization during the year	1.59	1.07					
Carrying amount at the end of the year	2.77	0.20					

### 12 AS-28 - Impairment of Asset

The Bank has ascertained that there is no impairment in the fixed assets of the Bank and as such, no disclosure in compliance with Accounting Standard 28 issued by the ICAI is required.

### 13 AS-29 – Provisions Contingent Liabilities and Contingent Assets

### (i) Bank Guarantees

(Rs. In Lakhs)

	31.03.2024	31.03.2023
Bank Guarantees	22.50	22.50
DEAF	19.53	17.73

14 Previous year's figures have been regrouped / rearranged wherever necessary to conform to the layout of the accounts of the current year.

Disclosure as per RBI Circular No. DOR.ACC.REC.No.45/21.04.018/2021-22 dated 30<sup>th</sup> August, 2021 (updated as on 20.02.2023)

### 1. Regulatory Capital

### a) Composition of Regulatory Capital

(Rs. in lakhs)

Sr.	Particulars	Current	Previous	
No.		Year	Year	
i)	Paid up share capital and reserves (net of deductions, if any)	564.59	587.57	
ii)	Other Tier 1 capital	288.14	192.02	
iii)	Tier 1 capital (i + ii)	852.73	771.23	
iv)	Tier 2 capital	16.31	11.31	
v)	Total capital (Tier 1+Tier 2)	869.04	782.54	
vi)	Total Risk Weighted Assets (RWAs)	5042.59	4571.94	
vii)	Paid-up share capital and reserves as percentage of RWAs	11.20	12.85	
viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	16.91	16.87	
ix)	Tier 2 Ratio (Tier 2 capital as a percentage of RWAs)	0.32	0.25	
x)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	17.23	17.12	
xi)	Amount of paid-up equity capital raised during the year	7.05	19.70	
xii)	Amount of non-equity Tier 1 capital raised during the year, of which:  Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant.	Nil	Nil	
xiii)	Amount of Tier 2 capital raised during the year, of which Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant.	Nil	Nil	

### b) Draw down from Reserves

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

### 2. Asset liability management

a) Maturity pattern of certain items of assets and liabilities

(Amount in ₹ lakhs)

	Day 1 to 14 days	15 to 30 Days	31 days to 3 months	Over 3 months and up to 6 Months	Over 6 months and up to 1 year	Over 1 year and up to 3 years	Over 3 years and up to 5 years	Over 5 years	Total
Deposits	952.17	139.61	663.76	1467.84	2040.05	1752.89	184.52	2.63	7203.47
Advances	298.15	167.65	109.07	152.28	579.95	1736.57	1004.85	1257.53	5306.05
Investments	0.00	0.00	254.53	25.00	230.00	258.25	0.00	1590.90	2358.68
Borrowings	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Currency assets	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Foreign Currency liabilities	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

### 3. Investments

### a) Composition of Investment Portfolio

As at 31.03.2024

(Amount in ₹ lakhs)

	Investments in India						Total Investmen	
	Governme nt Securities	Other Approved Securities	Shares	ures and	Subsidiar ies and/ or joint ventures	Others	Total investm ents in India	ts in outside India
Held to Maturity								
Gross	1480.05	0.00	0.01	0.00	0.00	110.8	1590.90	0.00
Less: Provision for non- performing investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	1480.05	0.00	0.01	0.00	0.00	110.8	1590.90	0.00
Available for Sale								
Gross	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Held for Trading		\$ 						
Gross	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Investments	1480.05	0.00	0.01	0.00	0.00	110.8	1590.90	0.00
Less: Provision for non- performing investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	1480.05	0.00	0.01	0.00	0.00	110.8	1590.90	0.00

As at 31.03.2023

(Amount in ₹ lakhs)

					Investment	s in India	ı	Total
	Govern ment Securities	Other Approved Securities	Shares	Debe ntur es and Bon ds	Subsidiar ies and/or joint ventures	Others	Total invest ments in India	Invest ments in outside India
Held to Maturity								
Gross	1789.40	0.00	0.01	0.00	0.00	110.84	1900.25	0.00
Less: Provision for non- performing investments (NPI)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	1789.40	0.00	0.01	0.00	0.00	110.84	1900.25	0.00
Available for Sale				19				
Gross	0.00	0.00	0.00	0.00	0.00	300.00	300.00	0.00
Less: Provision for depreciation and NPI	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	0.00	0.00	0.00	0.00	0.00	300.00	300.00	0.00
Held for Trading								
Gross	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		0.00		0.00	0.00			
Total Investments	1789.40	0.00	0.01	0.00	0.00	410.84	2200.25	0.00
Less: Provision for non- performing investments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Less: Provision for depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Net	1789.40	0.00	0.01	0.00	0.00	410.84	2200.25	0.00

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

(Amount in ₹ lakhs)

	Particulars	Current Year	Previous Year
i)	Movement of provisions held towards depreciation on investments		
	a) Opening balance	0.00	6.64
	b) Add: Provisions made during the year		
	<ul> <li>Less: Write off / write back of excess provisions during the year</li> </ul>	0.00	6.64
	d) Closing balance	0.00	0.00
ii)	Movement of Investment Fluctuation Reserve		
	a) Opening balance		
	b) Add: Amount transferred during the year		
	c) Less: Drawdown		
	d) Closing balance		
iii)	Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category		-

### c) Sale and transfers to / from HTM category

There are no sale / transfer transactions to / from HTM category made by the Bank during the year in excess of 5% of book value of investments held in HTM category at the beginning of the year.

### d) Non-SLR investment portfolio

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

(Amount in ₹ lakhs)

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

### b) Non performing Investment (Fixed Deposit with Punjab & Maharashtra Co-op. Bank):

(Rs. in lakhs)

Sr. No.	Particulars	31.03.2024	31.03.2023
a)	Opening Balance	110.84	110.84
b)	Additions during the year since 1st April		0.00
c)	Reductions during the above period	0.00	0.00
d)	Closing Balance	110.84	110.84
e)	Total provisions held	88.67	77.58

### ii) Issuer composition of non-SLR investments

(Amount in ₹ lakhs)

Sr. No.	Issuer	Amo	ount	Priv	ent of vate ement	Investm	of 'Below nent Grade' curities	'Unr	ent of ated' irities	ʻUn	ent of listed' urities
(1	(2)		(3)		(4)		(5)		(6)		(7)
		Curre nt year	Previ ous Year	Curre nt year	Previ ous Year	Current year	Previous Year	Curren t Year	Previo us Year	Current Year	Previous Year

7	Total	878.62	Nil	300.00							
g)	Provision held towards	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
f)	Others	110.84	Nil	300.00							
e)	Subsidiaries/ Joint Ventures	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d)	Private	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c)	Banks	767.78	Nil								
b)	Fls	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
a)	PSUs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

### e) Repo transactions (in face value terms)

There are no Repo / Reverse Repo transactions during the year.

4. Asset quality

a) Classification of advances and provisions held

			(Rs. in lakhs)	akhs)		
	Standard			Non-Performing	orming	Total
	Total Standard Advances	Sub- standard	Doubtful	Loss	Total Non- Performing Advances	
Gross Standard Advances and NPAs						
Opening Balance	4491.92	82.13	180.51	3.67	266.34	4758.26
Add: Additions during the year	1494.58				87.01	1581.59
Less: Reductions during the year*	906.52				127.28	1033.80
Closing balance	5079.98	78.86	143.63	3.58	226.07	5306.05
*Reductions in Gross NPAs due to:						
Upgradation						
Recoveries (excluding recoveries from upgraded						
Write-offs						
Provisions (excluding Floating Provisions)						
Opening balance of provisions held	11.31	6.26	129.79	3.67	139.72	151.03
Add: Fresh provisions made during the year	2.00	2.23	2.21	0	4.44	9.44
Less: Excess provision reversed/ Write-off loans	0	0	53.91	0.09	24.00	54.00
Closing balance of provisions held	16.31	8.49	78.09	3.58	90.16	106.47
Net NPAs						
Opening Balance		78.86	143.63	3.58	226.07	
Add: Fresh additions during the year						
Less: Reductions during the year		8.49	78.09	3.58	90.16	
Closing Balance		70.37	65.54	0	135.91	
Floating Provisions						
Opening Balance						Ē
Add: Additional provisions made during the year						Ē
Less: Amount drawn down 15 during the year						Ē
Closing balance of floating provisions						Ē

Ratios (in per cent)	Current Year	Previous Year
Gross NPA to Gross Advances	4.26	5.60
Net NPA to Net Advances	4.35	2.74
Provision coverage ratio	47.10	56.70

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

(Amounts in ₹ lakhs)

Sr.	Sector		Current \	'ear		Previous Y	ear
No.		Outstandin g Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
i)	Priority Sector						
a)	i. Retail Trade	254.60	44.09	1.40	255.48	48.28	1.70
	ii. Small Business	742.94	55.51	1.76	1342.15	35.32	1.24
	iii. Small scale industries	563.84	14.91	0.47	737.54	67.58	2.38
	iv. Housing Loans (Purchase / Construction of dwelling units and / or repairs to the damaged dwelling units)	406.99	0.00	0.00	319	24.33	0.86
b)	v. Agricultural & Allied activities	0.00	0.00	0.00	0.00	0.00	0.00
c)	vi. Small Road Transport Operators	157.86	0.00	0.00	42.69	0.00	0.00
d)	vii. Professional and Self Employed artisans and craftsmen	74.99	0.00	0.00	96.93	9.89	0.35
	viii. Education	50.09	0.00	0.00	43.75	0.00	0.00
	ix. Other Priority Sectors	903.98	0.00	0.00	0.00	0.00	0.00
	Subtotal (i)	3155.29	114.51	3.63	2837.54	185.40	6.53
ii)	Non-priority Sector			9			
a)	Agriculture and allied activities	0.00	0.00	0.00	0.00	0.00	0.00
b)	Industry	0.00	0.00	0.00	25.02	0.00	0.0
c)	Services	2107.42					0.0
d)	Personal loans	43.34	3.64	0.17	1832.53	80.94	4.4
	Sub-total (ii)	2150.76	111.56	4.42	1920.72	80.94	4.4
	Total (I + ii)	5306.05	226.07	4.26	4758.26	266.34	5.60

### Details of financial assets sold to Asset Reconstruction Companies (ARCs) c)

- The Bank has not sold any Non-performing assets to Asset Reconstruction Companies (ARCs) either in the current year or in the previous year.
- ii) Investments in Security Receipts (SRs)

Bank has not made any investment in security receipts either in the current year and in the previous year.

### d) Details of non-performing financial assets purchased / sold from / to other banks / Financial Institutions/NBFCs (excluding ARCs)

The Bank has neither purchased nor sold Non-performing financial assets from / to other Banks / financial Institutions / NBFCs (excluding ARCs) either in the previous year or in the current year.

### e) 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	Nil	Nil
Amount involved in fraud (₹ lakhs)	Nil	Nil
Amount of provision made for such frauds (₹ lakhs)	Nil	Nil
Amount of Unamortised provision debited from 'other	Nil	Nil
reserves' as at the end of the year. (₹ lakhs)		

f) Disclosure under Resolution Framework for COVID-19-related Stress Format for disclosures to be made half yearly starting September 30, 2021 Restructuring proposals sanctioned as per RBI Circular Ref. No. DOR.No.BP.BC/3 /21.04.048/2020-21 dated August 6, 2020 are as under:

(Rs. In Lakhs)

Type of Borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B) aggregate amount of debt that was converted into other securities	(D) Additional funding sanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provision on account of the implementation of the resolution plan
Personal Loan	Nil	Nil	Nil	Nil	Nil
Corporate persons*	Nil	Nil	Nil	Nil	Nil
Of which, MSMEs	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil

<sup>\*</sup> As defined in Section 3(7) of the insolvency and Bankruptcy Code, 2016.

### 5. Exposures

### a) Exposure to real estate sector

(Amount in ₹ lakhs)

Category	Current year	Previous Year
i) Direct exposure	972.99	2288.23
a) Residential Mortgages –		
Lending fully secured by mortgages on residential property	406.99	318.99
that is or will be occupied by the borrower or that is rented.	[priority	[priority sector]
Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits.	sector]	
b) Commercial Real Estate –	49.24	8.80
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;		
c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –	Nil	Nil
i. Residential		
ii. Commercial Real Estate		
ii) Indirect Exposure		
Fund based and non-fund-based exposures on National		
Housing Bank and Housing Finance Companies.		
Total Exposure to Real Estate Sector	1022.23	2432.69

### b) Exposure to Capital Market

Particulars	Current Year	Previous Year
<ul> <li>i) Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;</li> </ul>	Nil	Nil
ii) Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds;	Nil	Nil
iii) Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	Nil	Nil
iv) Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	Nil	Nil
v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers:	Nil	Nil
vi) Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	Nil	Nil
vii) Bridge loans to companies against expected equity flows / issues;	Nil	Nil
viii) Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	Nil	Nil
ix) Financing to stockbrokers for margin trading;	Nil	Nil
x) All exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil
Total exposure to capital market	Nil	Nil

### c) Unsecured advances

(Amounts in ₹ lakhs)

	·	,
Particulars	Current Year	Previous Year
Total unsecured advances of the bank	53.86	0.23
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	Nil	Nil
Estimated value of such intangible securities	Nil	Nil

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

### a) Concentration of deposits

(Amount in ₹ lakhs)

Particulars	Current Year	Previous Year
Total deposits of the twenty largest depositors	794.25	1005.73
Percentage of deposits of twenty largest depositors to total deposits of the bank	11.02%	13.79%

### b) Concentration of advances\*

(Amount in ₹ lakhs)

Particulars	Current Year	Previous Year
Total advances to the twenty largest borrowers	1599.70	1508.61
Percentage of advances to twenty largest borrowers to total advances of the bank	30%	31.71%

### c) Concentration of exposures

(Amount in ₹ lakhs)

Current Year   Prev		
Particulars		
Total exposure to the twenty largest borrowers/ customers	1599.70	1508.61
Percentage of exposures to the twenty largest borrowers/	30%	31.71%
customers to the total exposure of the bank on borrowers /		
customers		

### d) Concentration of NPAs

(Rs. in lakhs)

	Current Year	Previous Year
Total Exposure to the top twenty NPA accounts	214.03	251.80
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	94.67%	94.54%

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

In terms of DBOD Circular No. DEAF Cell.BC.114/30.01.002/2013-14 dated May 27, 2014, the Bank has transferred credit balances of unclaimed liabilities (mentioned in sub-clause i) to viii) in Clause 3 of DEAF Scheme 2014) maintained with the Bank which have not been in operation for 10 years or more amounting to Rs.3.66 lakhs (Rs. 2.09 lakhs) to Reserve Bank of India (RBI) during the year. The required disclosure as per the said circular is as under:

(Rs. in lakhs)

Particulars	31.03.2024	31.03.2023
Opening balance of amounts transferred to DEAF	17.73	14.07
Add: Amounts transferred to DEAF during the year	1.83	3.67
Less: Amounts reimbursed by DEAF towards claims	0.03	0.01
Closing balance of amounts transferred to DEAF	19.53	17.73

The Bank has pending DEAF claims receivable of Rs. 1472 (Rs. Nil ) as on 31.03.2023, and lodged with RBI, towards payments made to customers/ depositors who have claimed money from the Bank from time to time.

### 8. Disclosure of complaints

# (a) Summary information on complaints received by the bank from customers and from the Offices of Banking Ombudsman (OBOs)

Sr. No		Particulars	Current year	Previous year
		Complaints received by the bank from its customers	Nil	Nil
1.		Number of complaints pending at beginning of the year	Nil	Nil
2.		Number of complaints received during the year	Nil	Nil
3.		Number of complaints disposed during the year	Nil	Nil
	3.1	Of which, number of complaints rejected by the bank	Nil	Nil
4.		Number of complaints pending at the end of the year	Nil	Nil
		Maintainable complaints received by the bank from OBOs	Nil	Nil
5.		Number of maintainable complaints received by the bank from OBOs	Nil	Nil
	5.1.	Of 5, number of complaints resolved in favour of the bank by Bos	Nil	Nil
	5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Bos	Nil	Nil
	5.3	Of 5, number of complaints resolved after passing of Awards by BOs against the bank	Nil	Nil
6.		Number of Awards unimplemented within the stipulated time (other than those appealed)	Nil	Nil
		Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in BO Scheme 2006 and covered within the ambit of the Scheme.	Nil	Nil

### (b) Top five grounds of complaints received by the bank from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
			Current Year		
Ground - 1	Nil	Nil	Nil	Nil	Nil
Ground - 2	Nil	Nil	Nil	Nil	Nil
Ground - 3	Nil	Nil	Nil	Nil	Nil
Ground - 4	Nil	Nil	Nil	Nil	Nil
Ground - 5	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil
			Previous Year	-	
Ground - 1	Nil	Nil	Nil	Nil	Nil
Ground - 2	Nil	Nil	Nil	Nil	Nil
Ground - 3	Nil	Nil	Nil	Nil	Nil
Ground - 4	Nil	Nil	Nil	Nil	Nil
Ground - 5	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil

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

No penalty has been imposed by Reserve Bank of India on the Bank during the year.

### 10. Other Disclosures

### a) Business ratios

Particular	Current	Previous
	Year	Year
i) Interest Income as a percentage to Working Funds	8.67	6.92
ii) Non-interest income as a percentage to Working Funds	0.47	0.91
iii) Cost of Deposits	5.35	4.81
iv) Net Interest Margin	4.08	2.78
v) Operating Profit as a percentage to Working Funds	1.43	0.68
vi) Return on Assets	2.00	0.25
vii) Business (deposits plus advances) per employee (in ₹ lakhs)	277.99	267.71
viii) Profit per employee (in ₹ lakhs)	3.41	0.46

### b) Bancassurance business

The Bank is not dealing in Bancassurance business and hence details of fees / brokerage earned in respect of insurance broking, agency and bancassurance business undertaken by the Bank is not given.

### c) Marketing and distribution

Since Bank is not dealing in marketing and distribution function, details of fees  $\prime$  remuneration received in respect of such business are not given.

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

The Bank has neither sold nor purchased PSLCs either in the current year or in the previous year.

### e) Provisions and contingencies

(Amount in ₹ lakhs)

Particular	Current Year	Previous Year
i) Provisions for NPI	11.08	11.08
ii) Provision towards NPA	0.00	26.92
iii) Provision made towards Income tax including Deferred Tax	37.90	(6.62)
iv) Other Provisions and Contingencies (with details)		
a) Provision for ex-gratia		

### f) Payment of DICGC Insurance Premium

(Amount in ₹ lakhs)

Sr. No.	Particulars	Current Year	Previous Year
i)	Payment of DICGC Insurance Premium	9.45	8.94
ii)	Arrears in payment of DICGC premium	Nil	Nil

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

(Rs. in lakhs)

Advance to Directors, their relatives and Companies / Firms in which they are interested	Current Year		Previous Year	
	Funded	Non- Funded	Funded	Non- Funded
Directors	0.31	Nil	1.32	
Relatives of Directors				
Total	0.31	Nil	1.32	

## INDEPENDENT AUDITOR'S REPORT

[As required under section 31 of the Banking Regulation Act, 1949, Section 81 of the MCS Act, 1960 and Rule 69(3) of MCS Rules, 1961 (as applicable to Co-Operative Societies)]

To. The Members, Sree Narayana Guru Co-operative Bank Limited, Mumbai

### Report on the Financial Statements

### **Qualified Opinion**

- 1. We have audited the accompanying Financial Statements of Sree Narayana Guru Co-operative Bank Limited, ("the bank") as at 31st March, 2024 which comprise the Balance Sheet as at 31st March, 2024 and the Profit and Loss Account for the year then ended and a summary of significant accounting policies and other explanatory information in which are included returns of Head Office and its departments and all the 6 branches, which have been audited by us and are consolidated in these financial statements. Since all the branches are subjected to statutory audit, the matter of submission of details of percent of advances /deposits /interest income / interest expense of unaudited branches is not applicable.
- 2. Subject to Note. No.3 in Basis of Qualified opinion given here under, in our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements read together with the Notes there on give the information required by the Banking Regulation Act, 1949(as applicable to cooperative societies), the Maharashtra Cooperative Societies Act, 1960 / 2013, the Maharashtra Cooperative Societies Rules, 1961 / 2014, the guidelines issued by Reserve Bank of India and Registrar of Cooperative Societies, Maharashtra and the comments mentioned in Audit Memorandum enclosed herewith in the manners o required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - (I) in the case of the Balance Sheet, of the state of affairs of the Bank as at 31st March, 2024;
  - (ii) in the case of the Profit and Loss Account, of the Profit for the year ended on that date; and Basis for qualified opinion
- 3. The Bank has accounted leave encashment on cash basis and has not made provision for gratuity in the accounts. Since the amount of leave encashment & gratuity as per actuarial valuation is not made available, its effect on the Profit of the bank as well as Profitability and other ratios is not quantifiable.

4. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India (ICAI). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the bank in accordance with the code of ethics issued by the ICAI together with ethical requirements that are relevant to our audit of the financial statements under the provisions of the Banking Regulations Act, 1949 and the rules made there under and under the provisions of the Maharashtra Cooperative Societies Act, 1960 / 2013 and Maharashtra Co-operative Societies Rules, 1961/2014 made there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.

### **Emphasis of Matter**

5. We draw attention to Note No. 3 under Notes on Accounts in Schedule N – Notes to Accounts regarding migration of software to V.Soft (Wings) by the Bank during the year and consequent system generated effect on certain modules, accounts, schedules, statements etc. and remarks faced by the various auditors due to inaccuracy faced by them.

Our opinion is not modified in respect of the above matter.

# Responsibilities of the Management and those charged with Governance for the Financial Statements

6. The Bank's Board of Directors is responsible with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of the Banking Regulations Act, 1949, the guidelines issued by the Reserve Bank of India and the guidelines issued by the Registrar of Co-operative Societies, Maharashtra Co-operative Societies Act, 1960/2013, Maharashtra Co-operative Societies Rules, 1961/2014 from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Acts for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting

unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

7. Those charged with governance are responsible for overseeing the entity's financial reporting process.

### Management's Responsibility for the Financial Statements

8. Management is responsible for the preparation of these financial statements that give true and fair view of the financial position and financial performance of the Bank in accordance with the Banking Regulation Act 1949 (as applicable to co-operative societies), the guidelines issued by the Reserve Bank of India and the guidelines issued by the Registrar of Co-operative Societies, Maharashtra, the Maharashtra Co-operative Societies Act, 1960, and the Maharashtra Co-operative Societies Rules, 1961, (as applicable) and generally accepted accounting principles in India so far as applicable to the Bank. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement whether due to error or fraud.

### **Auditor's Responsibility**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability

to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.

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

### Report on Other Legal and Regulatory Requirements

- 10. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949 and provisions of the Maharashtra Co-operative Societies Act, 1960/2013 and the Maharashtra Co-operative Societies Rules 1961/2014 as applicable.
- 11. As required by Section 30 of the Banking Regulation Act, 1949 as applicable to the Co-Operative societies read with the provisions of section 81 of the Maharashtra Co-Operative Societies Act. 1960/2013, We report that:
  - a. The Balance Sheet, the Profit and Loss Account have been drawn up in Forms A and B respectively of the Third Schedule read with Section 29 to the Banking Regulation Act, 1949 as applicable to Co-operative Societies read with the provisions of Maharashtra Co-operative Societies Act, 1960 and Maharashtra Co-operative Societies Rules 1961;
  - We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and have found to be satisfactory;
  - c. In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches/offices;
  - d. As required by Section 30(3) of the Banking Regulation Act, 1949, we further report that the transactions of the Bank which came to our notice have been within the powers of the Bank.
  - e. The Balance Sheet and the Profit & Loss Account dealt with by this report, are in agreement with the books of account and the returns;
  - f. The reports on the accounts of the branches/offices audited by the branch auditors have been forwarded to us and have been properly dealt with by us in preparing this Report;

- g. The Bank has not accounted and disclosed Fixed Assets in accordance with applicable Accounting standards 10 (AS-10) and has not followed AS-15 applicable for retirement benefits.
- h. Subject to Point No. g above, Accounting Standards adopted by the Bank are consistent with those laid down by accounting principles generally accepted in India so far as applicable to Banks;
- 12. The details as required by the Rule 69(6) of Maharashtra Co-operative Societies Rules 1961 are given in the Audit Memorandum separately.
- We further report that for the year under audit, the Bank has been awarded "A" classification.

FOR YARDI PRABHU & ASSOCIATES LLP CHARTERED ACCOUNTANTS F.R.NO. 111727W/ W100101

DATE:19.06.2024 PLACE: MUMBAI

(CA V. S. PRABHU)
PARTNER
M. NO: 041497
UDIN: 24041497BKHZWM9694

### FOR INFORMATION AND COMPLIANCE

- 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.
- 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.
- 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.

### **BRANCHES**

**Chembur**: Sree Narayana Nagar, P L Lokhande Marg, Chembur (W), Mumbai 400 089. Tel.: 9326038602 Email: chembur@sngcbank.com

**Bhandup**: Shop No.5, ground floor, Ashok Industrial premises CS Itd, L B S Marg, Bhandup(W), Mumbai 400 078. Tel.: 7021824137 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

**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

**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.

Regd. Off: Sree Narayana Nagar, P L Lokhande Marg, Chembur (W), Mumbai 400089

Mob: 8451910506, Email id headoffice@sngcbank.com

Kindly provide us Bank details through email or post, so in future the Dividend amount will be credited to your bank a/c through NEFT as and when the dividend is declared.

Name							
Membership No							
Mobile no							
Email id							
Bank Name							
Bank branch Address							
Account no							
Type of a/c i) Savings ii) Current							
IFSC No							
SIGNATURE:  SREE NARAYANA GURU CO-OPERATIVE BANK LTD., MUMBAI  REGISTRATION  24 <sup>th</sup> ANNUAL GENERAL MEETING held on 28 <sup>th</sup> July 2024							
Please fill in the details and send to <a href="mailto:headoffice@sngcbank.com">headoffice@sngcbank.com</a> / WhatsApp 8451910506 5 days prior to the meeting.							
Name of Shareholder							
Membership No.							
Date : 28.06.2024	Time :10:30 a.m.						
Place :	Sree Narayana Guru High School Complex, Room No. 201, 2 <sup>nd</sup> Floor, Seminar Hall, P.L. Lokhande Marg, Chembur, Mumbai-400089						
Signature :							

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