

SCHEDULE. 14**Notes on Accounts as on 31.03.2022**

(Disclosure in terms of R B I guidelines)

1 INVESTMENTS

- a** Deposits are shown at Balances confirmed by respective agencies with or without interest.
- b** Share Capital in APSCB and in other institutions are shown at purchase price.
- c** Deposits with APSCB and other banks are shown at Book value.
- d** S L R investments
Permanent category Rs. 27989.88 lakhs
- e** Book value of SLR investments shown in the category of SLR Investments.

Rs.in.Lakhs		
SI No	Type of security	Book value
i	Central and State Govt. Securities	27989.88
ii	Other Trustee Securities	0
iv	Total	27989.88

f i Non - SLR investments

(Disclosure as per para 14 of the letter No. RPCD. CO. RF. BC. 65 / 070203 / 2003 - 04 of RBI Mumbai)

Rs.in.Lakhs						
SI No	Issuer	Amount	Extent of private placement	Extent of below investment grade securities already invested	Extent of unrated securities already invested	Extent of unlisted securities
1	Shares	8314.17	0.00	0.00	0.00	8314.17
	Fixed deposits with APSCB	6771.70	0.00	0.00	0.00	6771.70
2	Flexi Dep. With APSCB	2.60	0.00	0.00	0.00	2.60
3	Other Dep. With APSCB	1136.24	0.00	0.00	0.00	1136.24
4	ACSF with APSCB	53.86	0.00	0.00	0.00	53.86
5	TMB with NABARD	447.54	0.00	0.00	0.00	447.54
6	Investment in other Banks	410.27	0.00	0.00	0.00	410.27
7	Mutual Funds	701.99	0.00	0.00	0.00	701.99
8	Total	17838.37	0.00	0.00	0.00	17838.37

2 Advance to Directors**Nil**

3 Cost of deposits

Cost of deposits	6.11%
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4 Non - performing assets (NPAs)

Rs.in.Lakhs

SI No	Particulars	Amount
a	Gross NPAs	14,482.54
b	Net NPAs	9,817.92
c	% of gross NPAs to Total advances	3.88
d	% of net NPAs to net advances	2.66

5 Movement of NPAs

Rs.in.Lakhs

SI No	Particulars	Amount
a	Gross NPAs at the beginning of the year	8,142.56
b	Additions during the year	6,339.98
c	Deductions during the year	0.00
d	Gross NPAs at the end of the year	14,482.54

6 Profitability

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
a	Interest income as % of Working Fund	5.35	5.59
b	Non - int. income as % of Working Fund	0.84	1.11
c	Operating profit of % of Working Fund	0.57	0.60
d	Return on Assets (%)	5.90	6.52
e	Business per employee (Deposits + Advances)	2,167.47	1461.77
f	Profit per Employee	10.55	7.12
	Total No. of Employees	231	233

7 Provisions

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
A	Provision for NPA	2,821.44	1941.44
B	i) Provision for Reversal of unrealised interest	2,899.20	2783.45
	ii) Provision for Standard Assets	953.25	603.25
	iii) Provision for Inter Branch reconciliation	0.00	0.00
	iv) Provision for Inter Bank reconciliation	45.54	45.54
	v) Provision for Gratuity Fund	13.22	13.22
C	Total	6,732.65	5,386.90

We are of the opinion that the NAME assigned to expenditure account and Balance Sheet items seems to us not conveying the required meaning and as such it was renamed to understand the real name viz

1) Provision for overdue interest as Provision for Reversal of unrealised interest

In view of the above modification, previous year figures are also brought forwarded under the renamed head of account.

8 Movement in provisions

a Movement in provisions towards NPAs

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	1,941.44	1941.44
ii	provision made during the year	880.00	0.00
iii	Total	2821.44	1941.44
iv	Less: provision write back during the year	0.00	0.00
v	Closing balance	2821.44	1941.44

b Movement in provisions towards depreciation on Fixed & other assets

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	1,317.93	1190.07
ii	provision made during the year	111.37	127.86
iii	Total	1429.30	1317.93
iv	Less: provision write back during the year	0.00	0.00
v	Closing balance	1429.30	1317.93

c Movement in provisions towards depreciation on Investments

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	0.00	0.00
ii	provision made during the year	0.00	0.00
iii	Total	0.00	0.00
iv	Less: provision write back during the year	0.00	0.00
v	Closing balance	0.00	0.00

d Movement in provisions towards standard assets

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	603.25	453.25
ii	provision made during the year	350.00	150.00
iii	Total	953.25	603.25
iv	Less: provision write back during the year	0.00	0.00

v	Closing balance	953.25	603.25
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e Movement in provisions towards Reversal of unrealised Interest

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	2,783.45	2783.45
ii	provision made during the year	115.75	0.00
iii	Total	2899.20	2783.45
iv	Less: provision write back during the year	0.00	0.00
v	Closing balance	2899.20	2783.45

f Amount transferred to DEAF

Rs.in.Lakhs

SI No	Particulars	2021 - 22	2020 - 21
i	Opening balance	190.84	184.62
ii	Amount transferred to DEAF during the year	8.48	6.22
iii	Total	199.32	190.84
iv	Less: Amount reimbursed by DEAF towards claims	0.00	0.00
v	Closing balance	199.32	190.84

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| i) | Is Form-I and III under DEAF submitted to RBI | YES |
| ii) | Submission of Return to RBI Regularly | YES |
| iii) | Auditing of returns by Auditor | YES |
| iv) | Submission of Annual Certificate to RBI | YES |
| v) | Customer complaints regarding refund of deposits | NIL |

- 9** The surplus provision on NPAs, Standard Assets and Overdue Interest reserve and other Assets reserve amounting to Rs. 538.28 lakhs is the provision made by the Bank over the years and retained with a view to strengthen the financial stability of the Bank in terms of the RBI guidelines (Circular dated 30.12.2002).

Rs.in.Lakhs

SI No	Particulars	Amount available	Amount required	Surplus
i	Provision for Standard Assets	953.25	951.10	2.15
ii	provision for N P A	2,821.44	2,817.09	4.35
iii	provision for Reversal of unrealised Interest (O D Interest)	2,899.20	2,367.42	531.78
	Total	6,673.89	6,135.61	538.28

10 Payment to D I C G C

Insurance premium of Rs.133,19,411/- paid by the Bank to DICGC covering all the eligible deposits up to the period 31.03.2022.

11 Penalty imposed by R B I

No penalty has been imposed by RBI / Nabard for any violation.

12 Reconciliation of Inter Branch , Bank Accounts and clearing differences in accounts

a) There are certain unreconciled entries pertaining to earlier years under inter Branch reconciliation which is persists.

b) There are certain unreconciled bank accounts balance with other banks. The details of unreconciled bank accounts for which Bank Reconciliation Statement not received are given in Annexure 2.

13 C R A R

As on 31-03-2022, CRAR is **9.46 %**

14 During the current financial year, some issues with respect to loan lending in bank's affiliated PACS have cropped up and complaints were made to the State Police department whose particulars were given in the LFAR attached to the audit report. These issues were under investigation by Police and Statutory Inquiries by Departmental Authorities. Hence the quantum of fraud cannot be assessed.

As a Statutory Auditor, we are not competent to focus on frauds if any took place, our Audit is to verify the documents and procedures adhered are according to Bank's Rules. Document legality is to be supported by Legal Officers / Staff.

Chief Executive Officer

STATUTORY AUDITOR