**VARDHAMAN (MAHILA) CO-OPERATIVE URBAN BANK LIMITED**

**SCHEDULE –18**

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS**

**A. ACCOUNTING POLICIES:**

**1. General:**

The Financial Statements are prepared on historical cost convention and on accrual basis of accounting, unless otherwise stated, by following going concern assumption and confirm in all material aspects to the statutory provisions, regulatory guidelines and Generally Accepted Accounting Principles in India. The financial statements comply with the applicable mandatory accounting standards issued by the Institute of Chartered Accountants of India. The accounting policies are consistently applied, except for the changes disclosed, if any, in the financial statements with those used in the previous year.

**2. Investments:**

The Investments, other than Term Deposits with Banks/Institutions, are classified in accordance with Reserve Bank of India guidelines under three categories i.e., “Held to Maturity”, “Available for Sale” and “Held for Trading” which is decided at the time of acquisition in accordance with the Reserve Bank of India (RBI) guidelines on Classification and Valuation of Investments for all Primary (Urban) Co-Op Banks.

Transfer of scrips, if any, from one category to another, is done at the lowest of acquisition cost/book value/market value on the date of transfer. Depreciation, if any, on such transfer is provided in accordance with guidelines issued by Reserve Bank of India from time to time.

Investments are disclosed in the Balance Sheet (schedule-8) under (i) Government Securities, (ii) Other Approved Securities (iii) Shares, (iv) Debentures &Bonds and (v) Others for the purpose of aggregation in the values. The net depreciation in any category is provided and net appreciation in any category is ignored. Valuation of investments is done in accordance with the guidelines issued by Reserve Bank of India.

The Statutory Reserve fund is invested in Government and trustee securities or other approved securities or in fixed deposits with the District Co-Operative Central Bank or the State Co-operative Bank or Banks as permitted by law.

**(i) Held to Maturity:**

Securities acquired with an intention to hold them up to maturity are categorised in this category. Investments under this category are carried at acquisition cost net of amortization. The premium paid, if any, on the investment under this category is amortised over the period remaining to maturity of the particular assets. Profit on Sale /Redemption of Investments, is first credited to the profit and loss account and thereafter transferred to Investment Fluctuation Reserve as an appropriation from the Profit and Loss Account in accordance with the RBI guidelines. Loss on sale/redemption of investments is taken to the Profit and Loss account.

**(ii) Held for Trading:**

Securities acquired with an intention to trade by taking advantage of the short-term price/interest rate movements are classified under this category subject to holding of such securities not beyond 90 days. The individual scrips under this category are marked to market. The book value of individual securities would not undergo any change after marking to market.

**(iii) Available for Sale:**

Securities which do not fall within the above two categories are classified under AFS category.

All quoted securities, in AFS category and HFT category, are valued at market rates/quotes declared by FBIL. Unquoted securities are valued as per norms laid down by Reserve Bank of India. Net appreciation in each category, if any, based on the valuation, is ignored and net depreciation, if any, is fully provided for by creating Investment depreciation Reserve (IDR).

In the event provisions created on account of depreciation in the AFS and HFT category are found to be in excess of the required amount in any year, the excess is credited to the profit and loss Account and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserves as applicable to such excess provision), is appropriated to IFR/IDR account to be utilised to meet future depreciation requirement for investments in this category.

Income recognition, provisioning, profit on sale of securities, decrease in market value of securities in AFS category and in the event of creation of excess provision for depreciation in AFS and HFT category in any year and appropriation of the same are done as per the extant guidelines of Reserve Bank of India in respect of such categories of securities.

Bank has followed the guidelines given by Reserve Bank of India for treatment of AFS securities.

**3. Advances:**

Advances are classified as performing and non-performing assets and provisions are made in accordance with the prudential norms prescribed by the Reserve Bank of India. All advances have been classified under the following categories.

* 1. Standard Assets
  2. Sub-Standard Assets
  3. Doubtful Assets
  4. Loss Assets

The provision required to be made on the above categorized advances are provided as follows:

a) In respect of standard assets – Direct Agriculture / SME 0.25 %

– Commercial real estate 1%

– CRE – Residential Housing 0.75 %

– All others 0.40% of outstanding.

The provisions on Standard Assets are reflected in Schedule 5 of the Balance Sheet under the head “Other Liabilities and Provisions” and are not considered for arriving at Net NPAs.

1. In respect of sub-standard assets – 10% of the outstanding.
2. Doubtful assets Secured portion—20% up to one year, 30% above one year to 3 years and 100% above 3 yearsand 100%on the unsecured portion of the outstanding.
3. 100% on Loss Assets.

**4. Income and Expenditure:**

Income/Expenditure is accounted on accrual basis except that:

* 1. Interest income on Non-Performing Advances and Non-performing Investment is accounted as per prudential norms laid down by the Reserve Bank of India.
  2. Commission, Exchange, rent on lockers etc., are accounted on realization.
  3. Adequate provision is made in respect of interest payable on matured term deposits.
  4. Interest on Government securities and other fixed income securities is recognized on accrual basis.
  5. Income on discounted instruments is accounted on effective interest method over the tenure of the instrument.
  6. All expenses are accounted on accrual basis.

**5. Employee Benefits:**

The Bank has provided for its employees benefits as per AS 15, as under:

1. Retirement benefits in the form of Provident Fund are charged to Profit and Loss account for the year when the contribution to the fund is due.
2. Gratuity and Leave Encashment liability are non-contributory defined benefit obligation and are provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.
3. Bonus is provided to eligible staff members as per Bonus act.

**6. Fixed Assets:**

Premises and Fixed assets are accounted on historical cost basis. Depreciation is provided on written down value method on all the assets, except on computers where straight line method is adopted. Rates of Depreciation on all types of fixed assets are as under:

Furniture 10.00%

Electrical 15.00%

Computers 33.33%

In case of CBS software cost, the useful life is assessed as 5 years and the cost is amortised over a period of 5 years i.e., 20% per year under straight line method.

Depreciation is calculated on proportionate basis for the fixed assets purchased/ disposed off during the year. The Bank has not revalued any Fixed Assets during the period under review.

In case of Office Vehicle depreciation is charged @15% on written down value method.

**7. Net Profit for the year:**

The Net Profit disclosed in the Profit and Loss Account is after:

* + - 1. Provision on advances in accordance with the Reserve Bank of India guidelines.
      2. Provision for depreciation on investments as per Reserve Bank of India guidelines.
      3. Provision for depreciation on fixed assets.
      4. Provision for taxation
      5. Provision on Standard Assets
      6. Other usual and necessary provisions and adjustments.

**8. Special Reserve:**

Revenue and other Reserves include Special Reserve created under section 36(i) (viii) of the Income Tax Act, 1961. The Board of Directors of the Bank have passed a resolution approving creation of the Reserve, confirming that it has no intention to make withdrawal from the Special Reserve.

**9. Provision for taxation:**

Provision for tax is made for both Current and Deferred Taxes.

**Current Income Tax:**

Current Income Tax is determined on the profits for the year in accordance with the provisions of Income Tax Act, 1961andthe rules framed there under.

**Deferred Tax:**

1. Deferred tax asset and liability arising on account of timing differences and which are capable of reversal in subsequent periods are recognised using the tax rates and laws that have been enacted or substantively enacted as of Balance Sheet date.
2. Deferred tax asset is recognised when the virtual certainty that sufficient future taxable income will be available against which such deferred tax asset will be realised.

**B. Notes on Accounts:**

1. **Regulatory Capital:**
2. **Composition of Regulatory Capital:**

Amount in crores

|  |  |  |  |
| --- | --- | --- | --- |
| S.  No. | Particulars | Current Year | Previous Year |
| i) | Paid up share capital and reserves | 63.62 | 60.32 |
| ii) | Other Tier 1 capital | NIL | NIL |
| iii) | **Tier 1 Capital (i+ii)** | 63.62 | 60.32 |
| iv) | Tier 2 capital | 4.88 | 4.64 |
| v) | Total Capital (Tier 1 +Tier 2) | 68.50 | 64.96 |
| vi) | Total Risk Weighted Assets (RWAs) | 397.85 | 351.07 |
| vii) | Paid up share capital and reserves as a percentage of RWAs | 15.99% | 17.18% |
| viii) | Tier 1 ratio (Tier 1 capital as a percentage of RWAs) | 15.99% | 17.18% |
| ix) | Tier 2 Ratio (Tier 2 capital as a percentage of RWAs) | 1.23% | 1.32% |
| x) | Capital to Risk weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs) | 17.22% | 18.50% |
| xi) | Amount of paid up share capital raised during the year | 0.18 | 0.51 |
| xii) | Amount of paid up share capital repaid during the year | (0.31) | (0.32) |
| xiii) | Amount of non-equity Tier 1 capital raised during the year. | NIL | NIL |
| xiv) | Amount of Tier 2 capital raised during the year | 0.24 | 0.15 |

1. **Asset Liability Management:**

**Maturity Pattern of certain items of assets and liabilities:**

Amount in crores

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | Day  1 | 2 to 7 days | 8 to 14 days | 15 to 30 days | 31 days to  2 months | Over 2 months and 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 | 13.28 | 3.68 | 1.94 | 7.05 | 22.47 | 20.29 | 95.20 | 111.86 | 307.18 | 26.94 | 1.86 | **611.75** |
| Advances | 15.13 | 0.50 | 0.27 | 5.47 | 5.22 | 5.39 | 45.12 | 102.87 | 27.65 | 37.44 | 138.49 | **383.55** |
| Investments | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 1.50 | 7.41 | 16.30 | 165.97 | **191.18** |

1. **INVESTMENTS:**
2. The Bank as on 31-03-2025 holds Rs.12,540.86 lakhs (previous year Rs.10,509.19 lakhs) under Investments in Held to Maturity category, comprising investments acquired with the intention to hold these securities till maturity. The balance of premium for the remaining period of maturity as at year ended 31-03-2025 is Rs. 43.24 lakhs (Previous year Rs. 11.57 lakhs), which shall be amortized on yearly basis.
3. The Bank as on 31-03-2025 holds Rs.6,379.88 lakhs (previous year Rs. 6,379.88 lakhs) under Investments in Available for Sale category. In respect of “Available for Sale” category, there is a depreciation of Rs.40.08 lakhs (previous year depreciation Rs.156.72 lacs) over and above the purchase price.
4. The Bank is holding Rs.197.50 lakhs since 12.06.2019 under Investment in Commercial paper which has slipped into NPI and 100% provision is available since 31.03.21.

(d) Composition of Investment Portfolio:

**As at 31.03.2025** (In Rupees)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | Investments in India | | | | | | |
| Government securities | Other approved securities | Shares | Debentures and Bonds | Subsidiaries and/or Joint Ventures | Others | Total Investments in India |
| Held to Maturity |  |  |  |  |  |  |  |
| Gross | 1,25,40,86,447 | 0 | 0 | 0 | 0 | 0 | 1,25,40,86,447 |
| Less: Provision for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net | 1,25,40,86,447 | 0 | 0 | 0 | 0 | 0 | 1,25,40,86,447 |
|  |  |  |  |  |  |  |  |
| Available for Sale |  |  |  |  |  |  |  |
| Gross | 46,44,08,423 | 0 | 0 | 17,35,80,224 | 0 | 0 | 63,79,88,647 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 40,08,000 | 0 | 0 | 29,05,475 | 0 | 0 | 69,13,475 |
| Net | 46,04,00,423 | 0 | 0 | 17,06,74,749 | 0 | 0 | 63,10,75,172 |
|  |  |  |  |  |  |  |  |
| Held for Trading |  |  |  |  |  |  |  |
| Gross | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
|  |  |  |  |  |  |  |  |
| Total Investments | 1,71,84,94,870 | 0 | 0 | 17,35,80,224 | 0 | 0 | 1,89,20,75,094 |
| Less: Provision for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 40,08,000 | 0 | 0 | 29,05,475 | 0 | 0 | 69,13,475 |
| Net | 1,71,44,86,870 | 0 | 0 | 17,06,74,749 | 0 | 0 | 1,88,51,61,619 |

**As at 31.03.2024** (In Rupees)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | Investments in India | | | | | | |
| Government securities | Other approved securities | Shares | Debentures and Bonds | Subsidiaries and/or Joint Ventures | Others | Total Investments in India |
| Held to Maturity |  |  |  |  |  |  |  |
| Gross | 1,05,09,18,915 | 0 | 0 | 0 | 0 | 0 | 1,05,09,18,915 |
| Less: Provision for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net | 1,05,09,18,915 | 0 | 0 | 0 | 0 | 0 | 1,05,09,18,915 |
|  |  |  |  |  |  |  |  |
| Available for Sale |  |  |  |  |  |  |  |
| Gross | 46,44,08,423 | 0 | 0 | 17,35,80,224 | 0 | 0 | 63,79,88,647 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 1,56,72,000 | 0 | 0 | 29,05,475 | 0 | 0 | 1,85,77,475 |
| Net | 44,87,36,423 | 0 | 0 | 17,06,74,749 | 0 | 0 | 61,94,11,172 |
|  |  |  |  |  |  |  |  |
| Held for Trading |  |  |  |  |  |  |  |
| Gross | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
|  |  |  |  |  |  |  |  |
| Total Investments | 1,51,53,27,338 | 0 | 0 | 17,35,80,224 | 0 | 0 | 1,68,89,07,562 |
| Less: Provision for Non-performing investments (NPI) | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Less: Provision for Depreciation and for Non-performing investments (NPI) | 1,56,72,000 | 0 | 0 | 29,05,475 | 0 | 0 | 1,85,77,475 |
| Net | 1,49,96,55,338 | 0 | 0 | 17,06,74,749 | 0 | 0 | 1,67,03,30,087 |

**(e)** Movement of Provisions for Depreciation and Investment Fluctuation Reserve:

Amount in Rs.

|  |  |  |
| --- | --- | --- |
| Particulars | Current Year | Previous Year |
| Movement of provisions held towards depreciation on investments  a) Opening Balance  b) Add: Provision made during the year  c) Net off tax appropriation  d) Less: Write Off/ write back of excess provisions during the year  e) Closing Balance  Movement of investment Fluctuation Reserve   1. Opening Balance 2. Add: Amount transferred during the year 3. Less: Drawdown 4. Closing Balance   Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category | 3,95,84,250  -  88,82,050  1,58,25,750  3,26,40,550  3,22,38,164  0  0  3,22,38,164  5.05% | 4,28,37,500  -  41,61,750  74,15,000  3,95,84,250  3,13,33,164  9,05,000  0  3,22,38,164  5.05% |

(f) Non-SLR Investment Portfolio:

1. Non-Performing NON – SLR Securities: Rs. In cores

|  |  |  |  |
| --- | --- | --- | --- |
| S. No | Particulars | Current Year | Previous year |
| a | Opening Balance | 1.97 | 1.97 |
| b. | Additions during the year since 1st April | -- | -- |
| c. | Reduction during the above Period | -- | -- |
| d. | Closing Balance | 1.97 | 1.97 |
| e. | Total Provisions held | 1.97 | 1.97 |

(g) Issuer composition of Non-SLR Securities 31.03.2025

(Rs. In Crores)

|  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| S. No. | Issuer | Amount | | Extent of private placement | | Extent of ‘below investment grade’ securities | | Extent of ‘unrated’ securities | | Extent of ‘unlisted’ securities | |
| (1) | (2) | (3) | | (4) | | (5) | | (6) | | (7) | |
|  |  | Current Year | Previous year | Current Year | Previous year | Current Year | Previous year | Current Year | Previous year | Current Year | Previous year |
| 1  2  3  4  5 | PSUs  FIs  Nationalized Banks  Others  Provision held towards depreciation | 17.36  1.97 | 17.36  1.97 | NIL  NIL | NIL  NIL | NIL  NIL | Nil  Nil | Nil  Nil | Nil  Nil | Nil  Nil | Nil  Nil |
|  | Total | 19.33 | 19.33 | NIL | Nil | Nil | Nil | Nil | Nil | Nil | Nil |

**(h) Summarized Position of the Bank’s INVESTMENT:**

(Rs. In Crores)

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | **As at 31.3.2025** | | | **As at 31.3.2024** | | |
| S. No. | Types Of Securities | Face Value | Book Value | Market Value | Face Value | Book Value | Market Value |
| 1. | Government Securities |  |  |  |  |  |  |
|  | Htm | 125.48 | 125.41 | 126.57 | 105.48 | 105.09 | 103.42 |
|  |  |  |  |  |  |  |  |
|  | afs | 46.44 | 46.44 | 46.04 | 46.44 | 46.44 | 44.87 |
|  |  |  |  |  |  |  |  |
|  | HFT | 0 | 0 | 0 | 0 | 0 | 0 |
|  |  |  |  |  |  |  |  |
| 2. | Treasury Bills | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. | Commercial Paper | 5.00 | 1.97 | 0 | 5.00 | 1.97 | 0 |
| 4. | Mutual Funds | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. | PSU - Bonds | 16.50 | 17.36 | 17.37 | 16.50 | 17.36 | 17.07 |
|  | Total Investments | 193.42 | 191.18 | 189.98 | 173.42 | 170.86 | 165.36 |
|  | Deposits with banks | 22.01 | 22.01 | 22.01 | 35.15 | 35.15 | 35.15 |
|  | **Total** |  | **213.19** |  |  | **206.01** |  |

**(4) Asset Quality:**

**(a) Classification of advances and provisions held as on 31.03.2024:**

Amount in crores

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Standard** | **Non-performing** | | | | **Total** |
| **Total**  **Standard**  **Assets** | **Sub- Standard** | **Doubtful** | **Loss** | **Total Non-performing Advances** |  |
| **Gross Standard Advances and NPAs** |  |  |  |  |  |  |
| Opening Balance | 318.22 | 0.63 | 3.55 | 0.24 | 4.42 | 322.64 |
| Add: Additions during the year |  |  |  |  | 6.20 |  |
| Less: Reductions during the year |  |  |  |  | 0.41 |  |
| Closing Balance | 327.40 | 6.71 | 3.26 | 0.24 | 10.21 | 337.61 |
| Reductions in Gross NPAs due to: |  |  |  |  |  |  |
| i) Upgradation |  |  |  |  | 0.00 |  |
| ii) Recoveries (excluding recoveries from up-graded accounts) |  |  |  |  | 0.41 |  |
| iii) Technical/ Prudential Write-offs |  |  |  |  | 0.00 |  |
| iv) Write-offs other than those under (iii) above |  |  |  |  | 0.00 |  |
| **Provisions (excluding Floating provisions)** |  |  |  |  |  |  |
| Opening Balance of provision held | 1.13 | 1.26 | 1.25 | 0.24 | 2.75 | 3.86 |
| Add: Fresh provisions made during the year |  |  |  |  | 3.40 |  |
| Less: Excess provision reversed/write off loans |  |  |  |  | - |  |
| Closing balance of provision held | 1.17 | 2.64 | 3.27 | 0.24 | 6.15 | 7.32 |
|  |  |  |  |  |  |  |
| **Net NPAs** |  |  |  |  |  |  |
| Opening Balance |  | -0.63 | 2.30 | 0.00 | 1.67 |  |
| Add: Fresh additions during the year |  |  |  |  | 2.39 |  |
| Less: Reductions during the year |  |  |  |  | 0 |  |
| Closing Balance |  | 3.56 | 0.50 | 0.00 | 4.06 |  |

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Standard** | **Non-performing** | | | | **Total** |
| **Total**  **Standard**  **Assets** | **Sub- Standard** | **Doubtful** | **Loss** | **Total Non-performing Advances** |  |
| **Floating Provisions** |  |  |  |  |  |  |
| Opening Balance | NIL | NIL | NIL | NIL | NIL | NIL |
| Add: Additional provisions made during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Less: Amount draw down during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Closing Balance | NIL | NIL | NIL | NIL | NIL | NIL |
|  |  |  |  |  |  |  |
| **Technical write-offs and the recoveries made thereon** |  |  |  |  |  |  |
| Opening balance of Technical / Prudential written-offs accounts | NIL | NIL | NIL | NIL | NIL | NIL |
| Add: Technical / Prudential write offs during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Less: Recoveries made from previously technical/ prudential written-off accounts during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Closing Balance | NIL | NIL | NIL | NIL | NIL | NIL |

**Classification of advances and provisions held as on 31.03.2025:**

Amount in crores

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Standard** | **Non-performing** | | | | | **Total** |
| **Total**  **Standard**  **Assets** | **Sub- Standard** | **Doubtful** | **Loss** | **Total Non-performing Advances** |  | |
| **Gross Standard Advances and NPAs** |  |  |  |  |  |  | |
| Opening Balance | 327.40 | 6.71 | 3.26 | 0.24 | 10.21 | 337.61 | |
| Add: Additions during the year |  |  |  |  | 6.36 |  | |
| Less: Reductions during the year |  |  |  |  | 3.99 |  | |
| Closing Balance | 370.96 | 6.36 | 6.02 | 0.20 | 12.58 | 383.54 | |
| Reductions in Gross NPAs due to: |  |  |  |  |  |  | |
| i) Upgradation |  |  |  |  | 0.00 |  | |
| ii) Recoveries (excluding recoveries from up-graded accounts) |  |  |  |  | 1.40 |  | |
| iii) Technical/ Prudential Write-offs |  |  |  |  | 2.59 |  | |
| iv) Write-offs other than those under (iii) above |  |  |  |  | 0.00 |  | |
| **Provisions (excluding Floating provisions)** |  |  |  |  |  |  | |
| Opening Balance of provision held | 1.17 | 2.64 | 3.27 | 0.24 | 6.15 | 7.32 | |
| Add: Fresh provisions made during the year |  |  |  |  | 2.20 |  | |
| Less: Excess provision reversed/write off loans |  |  |  |  | 2.59 |  | |
| Closing balance of provision held | 1.41 | 3.35 | 2.21 | 0.20 | 5.76 | 7.17 | |
|  |  |  |  |  |  |  | |
| **Net NPAs** |  |  |  |  |  |  | |
| Opening Balance |  | 3.56 | 0.50 | 0.00 | 4.06 |  | |
| Add: Fresh additions during the year |  |  |  |  | 5.35 |  | |
| Less: Reductions during the year |  |  |  |  | 2.59 |  | |
| Closing Balance |  | 3.01 | 3.81 | 0.00 | 6.82 |  | |

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  | **Standard** | **Non-performing** | | | | **Total** |
| **Total**  **Standard**  **Assets** | **Sub- Standard** | **Doubtful** | **Loss** | **Total Non-performing Advances** |  |
| **Floating Provisions** |  |  |  |  |  |  |
| Opening Balance | NIL | NIL | NIL | NIL | NIL | NIL |
| Add: Additional provisions made during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Less: Amount draw down during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Closing Balance | NIL | NIL | NIL | NIL | NIL | NIL |
|  |  |  |  |  |  |  |
| **Technical write-offs and the recoveries made thereon** |  |  |  |  |  |  |
| Opening balance of Technical / Prudential written-offs accounts | NIL | NIL | NIL | NIL | NIL | NIL |
| Add: Technical / Prudential write offs during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Less: Recoveries made from previously technical/ prudential written-off accounts during the year | NIL | NIL | NIL | NIL | NIL | NIL |
| Closing Balance | NIL | NIL | NIL | NIL | NIL | NIL |

|  |  |  |
| --- | --- | --- |
| Ratios | Current Year | Previous Year |
| Gross NPA to Gross Advances | 3.28% | 3.02% |
| Net NPA to Net Advances | 1.81% | 1.22% |
| Provision coverage ratio | 45.76% | 60.24% |

1. **Sector-wise Advances and Gross NPAs:**

Amount in crores

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| S. No. | Sector | Current Year | | | | Previous Year | | | |
| Outstanding to Total advances | Gross NPAs | Percentage of Gross NPAs to total advances in that sector | Outstanding to Total advances | | Gross NPAs | Percentage of Gross NPAs to total advances in that sector |
| **i)** | **Priority Sector** |  |  |  |  | |  |  |
| a) | Agriculture and allied activities | 1.89 | 0 | 0 | 2.43 | | 0 | 0 |
| b) | Advances to Industries sector eligible as priority sector | 172.04 | 10.69 | 2.79% | 172.25 | | 8.19 | 2.43% |
| c) | Services | 77.13 | - | - | 52.87 | | - | - |
| d) | Personal |  |  |  |  | |  |  |
|  | Sub-total (i) | 251.06 | 10.69 | 2.79% | 227.55 | | 8.19 | 2.43% |
| **II)** | **Non-priority sector** |  |  |  |  | |  |  |
| a) | Agriculture and allied activities |  |  |  |  | |  |  |
| b) | Industry |  |  |  |  | |  |  |
| c) | Services |  |  |  |  | |  |  |
| d) | Personal | 132.48 | 1.89 | 0.49% | 110.06 | | 2.02 | 0.59% |
|  | Sub-total (ii) | 132.48 | 1.89 | 0.49% | 110.06 | | 2.02 | 0.59% |
|  |  |  |  |  |  | |  |  |
|  | **Total (i+ii)** | 383.54 | 12.58 | 3.28% | 337.61 | | 10.21 | 3.02% |

**c) Fraud accounts:**

|  |  |  |
| --- | --- | --- |
|  | Current year | Previous year |
| Number of frauds reported | NIL | NIL |
| Amount involved in fraud (Rs. In crores) | NIL | NIL |
| Amount of provision made for such frauds (Rs. In crores) | NIL | NIL |
| Amount of unamortised provision debited from ‘other reserves’ as at the end of the year (Rs. In crores) | NIL | NIL |

**(5) Exposures:**

**a) Exposure to Real estate sector:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| Category | Current Year | Previous year |
| 1. Direct Exposure 2. Residential Mortgages— 3. Commercial Real Estate— 4. Investments in Mortgage-Backed Securities (MBS) and other securitised exposures 5. Residential 6. Commercial Real Estate 7. Indirect Exposure+ | 9.35  57.36  NIL  NIL | 7.98  21.13  NIL  NIL |
|  |  |  |
| Total Exposure to Real Estate Sector | 66.71 | 29.11 |

**b) Exposure to Capital Market: NIL**

**c) Unsecured Advances:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Current Year** | **Previous Year** |
| Total unsecured advances of the Bank | 8.19 | 3.23 |
| Out of 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:**

1. **Concentration of deposits:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Current year** | **Previous year** |
| Total deposits of the twenty largest depositors | 88.38 | 75.44 |
| Percentage of deposits of twenty largest depositors to total deposits of the Bank. | 14.44% | 14.42% |

1. **Concentration of advances:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| Particulars | **Current year** | **Previous year** |
| Total advances to the twenty largest borrowers | 92.26 | 113.42 |
| Percentage of advances to twenty largest borrowers to total advances of the Bank. | 24.05% | 33.59% |

1. **Concentration of exposures:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| Particulars | **Current year** | **Previous year** |
| Total exposure to the twenty largest borrowers/ customers | 92.26 | 113.86 |
| Percentage of exposures to the twenty largest borrowers/ customers to the total exposure of the Bank on borrowers/ customers. | 16.17% | 33.72% |

1. **Concentration of NPAs:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| Particulars | **Current year** | **Previous year** |
| Total exposure to the top twenty NPA accounts | 12.58 | 10.21 |
| Percentage of exposure to the twenty largest NPA exposure to total Gross NPAs. | 100% | 100% |

**(7) Derivatives:**

The Bank has not entered into any derivative transactions, both in the current year and previous year.

**(8) Disclosure of Complaints:**

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Sl.  No |  | Particulars | Previous  year | Current  year |
|  | Complaints received by the bank from its customers | | | | |
| 1. |  | Number of complaints pending at the beginning of the year | NIL | NIL |
| 2. |  | Number of complaints received during the year | 25 | 19 |
| 3. |  | Number of complaints disposed during the year | 25 | 19 |
|  | 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 Office of Ombudsman | | | | |
| 5. |  | Number of maintainable complaints received by The bank from Office of Ombudsman | NIL | NIL |
|  | 5.1 | Of 5,number of complaints resolved in favour of  The bank by Office of Ombudsman | NIL | NIL |
|  | 5.2 | Of 5,number of complaints resolved through  Conciliation / mediation/advisories issued by Office of Ombudsman | NIL | NIL |
|  | 5.3 | Of 5,number of complaints resolved after Passing of Awards by Office of Ombudsman against the bank | NIL | NIL |
| 6. |  | Number of Awards unimplemented with in the  Stipulated time (other than those appealed) | NIL | NIL |

Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in Integrated Ombudsman Scheme, 2021 (previously Banking Ombudsman Scheme, 2006) and covered within the ambit of the Scheme.

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

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| Ground of complaints, (i.e. complaints relating to) | Number of complaints pending at the beginning of  The year | Number of complaints received during the  year | -/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** | | | | | |
| Others | 0 | 04 | -02 | 0 | 0 |
| Internet / Mobile /Electronic Banking/ ATM / Debit Cards | 0 | 15 | -04 | 0 | 0 |
| Levy of charges | 0 | 0 | 0 | 0 | 0 |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
| Total | 0 | 19 | -06 | 0 | 0 |
| **Previous Year** | | | | | |
| Others | 0 | 06 | -04 | 0 | 0 |
| Internet / Mobile / Electronic Banking/ ATM/Debit Cards | 0 | 19 | +01 | 0 | 0 |
| Levy of charges | 0 | 0 | -01 | 0 | 0 |
|  |  |  |  |  |  |
|  |  |  |  |  |  |
| Total | 0 | 25 | -04 | 0 | 0 |

**(9) Other Disclosures:**

1. **Business Ratios:**

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Current year** | **Previous year** |
| (i) Interest Income as a percentage to Working capital Funds | 8.88% | 9.63% |
| (ii) Non-interest Income as a percentage of Working Funds | 0.62% | 0.55% |
| (iii) Cost of Deposits | 7.56% | 7.11% |
| (iv) Net Interest Margin | 3.25% | 3.77% |
| (v) Operating Profit as a percentage to Working Funds | 2.02% | 2.69% |
| (vi) Return on Assets | 0.93% | 1.21% |
| (vii) Business (deposits plus advances) per employee (Rs. In crores) | 11.31 | 11.32 |
| (viii) Profit per employee (Rs. in crores) | 0.07 | 0.10 |

(**b) Provisions and Contingencies:**

--Amount in crores

|  |  |  |
| --- | --- | --- |
| **Provision debited to Profit and Loss account** | **Current year** | **Previous year** |
| (i) Provision for NPI | NIL | NIL |
| (ii) Provision towards NPA | 2.20 | 3.40 |
| (iii) Provision made towards Income Tax | 2.50 | 3.51 |
| (iv) Other provisions and contingencies (with details)   1. Provision for gratuity 2. Provision for leave encashment 3. Provision for bonus/ex-gratia 4. Provision for standard Assets 5. Provision for depreciation on bonds 6. Provision for contested case 7. Provision on AFS securities on a/c of marked to market 8. Provision for ATM maintenance | 0.55  0.39  0.07  0.24  -  -  -  - | 0.89  0.30  0.03  0.05  -  -  -  0.02 |

**(c) Payment of DICGC Insurance Premium:**

Amount in crores

|  |  |  |
| --- | --- | --- |
| **Particulars** | **Current year** | **Previous year** |
| (i) Payment of DICGC Insurance Premium | 0.64 | 0.63 |
| (ii) Arrears in payment of DICGC premium | NIL | NIL |

**(e) Disclosure of facilities granted to directors and their relatives:**

No facilities (fund or non-fund) are granted/outstanding to the directors and their relatives, companies or firms in which the directors are interested excepting deposit loans.

**(10)** During the financial year 2024-25, restructured accounts in terms of the restructuring packages are NIL (Previous Year- NIL).

**(11)** As per RBI Guidelines, the amount transferred to DEAF is to be reflected under Contingent Liabilities – Others. The position is as under:

(Amount Rs. In Lakhs)

|  |  |  |  |
| --- | --- | --- | --- |
| **S. No** | **Particulars** | **Current Year** | **Previous Year** |
| (i) | Opening Balance of amounts transferred to DEAF | 162.53 | 152.32 |
| (ii) | Add : amounts transferred to DEAF during the year | 17.49 | 17.82 |
| (iii) | Less: Amounts reimbursed by DEAF towards claims | 1.84 | 7.61 |
| (iv) | Closing Balance of amounts transferred to DEAF | 178.18 | 162.53 |

**(12) Advances:**

Additional information in respect of Advances as required Under Schedule 3 applicable to Co-operative Banks is as under:

(In Rs.)

|  |  |  |  |
| --- | --- | --- | --- |
| **Particulars** | **Short Term Loans** | **Medium Term Loans** | **Long Term Loans** |
| 1. Secured by: |  |  |  |
| Government & Approved Securities |  |  |  |
| Other Tangible Securities | 1830321852 | 170002158 | 1753206244 |
|  | (1825255754) | (313633250) | (1204771364) |
| Unsecured | 64030908 | 17872799 | 0 |
|  | (32397888) | (0) | (0) |
| Total | 1894352760 | 187874957 | 1753206244 |
|  | (1857653642) | (313633250) | (1204771364) |
| 2. Due From: |  |  |  |
| Individuals (including others, other than  Co-Op. Institutions) | 1894352760 | 187874957 | 1753206244 |
|  | (1857653642) | (313633250) | (1204771364) |
| Co-Operative Institutions | 0 | 0 | 0 |
|  | (0) | (0) | (0) |
| Total | 1894352760 | 187874957 | 1753206244 |
|  | (1857653642) | (313633250) | (1204771364) |
| 3. Amounts Overdue (including NPAs) | 242452186 | 44302001 | 12523735 |
|  | (701552057) | (104690784) | (237821156) |
| 4.Bad and Doubtful Debts (NPAs as per  RBI Norms) | 100907479 | 24909254 | 0 |
|  | (77182439) | (24410378) | (498877) |

\*Note: Figures in bracket relates to previous year.

**(13) BORROWINGS**: Fixed Deposits worth Rs.7.00Crore (previous year Rs.10.48 crore) are pledged with other banks as security for availing temporary overdrafts/ and as margin for Bank Guarantees issued on behalf of our customers.

**(14) Penalty imposed by RBI**: No penalty was imposed by RBI during the period under review.

**(15) ACCOUNTING STANDARDS:** In compliance with the guidelines issued by the Reserve Bank of India regarding requirements of the various Accounting Standards issued by the Institute of Chartered Accountants of India, following information is furnished:

**a) Accounting Standard -5 – Net Profit or Loss for the period, prior period items:**

There is no material prior period item included in Profit and Loss account which is required to be disclosed as per the Accounting Standard issued by the Institute of Chartered Accountants of India read with guidelines issued by RBI.

**b) Accounting Standard-9 – Revenue Recognition:**

As mentioned in Accounting Policy-4 of Schedule -18 certain items are accounted on cash basis on account of statutory/regulatory requirements and materiality.

**c) Accounting Standard – 15 – Employee Benefits:**

(i) The assumptions and other disclosures relating to the Actuarial Valuation of Gratuity are as under:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Valuation Results** | | | | | | | |
| The valuation results for the defined benefit gratuity plan as at 31/03/2025 are produced in the tables below:(In Rupees) | | | | | | | |
| **Changes in the Present Value of Obligation** Para 120 (c) of AS 15 | | | | | | | |
|  | **Gratuity (Non funded)** | | | **Leave Encashment** | | |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | | **Financial Year Ending 31/03/2024** |
| **Defined Benefit Obligation at the beginning** | 26548243 | 24744386 | 3038188 | | 257875 |
| Current Service Cost | 1394392 | 1287770 | 4083707 | | 886364 |
| Interest Cost | 1871297 | 1782697 | 179351 | |  |
| Prior Service Cost – Vested benefit |  |  |  | | 3698509 |
| Prior Service Cost – Non Vested benefit |  |  |  | |  |
| Curtailments |  |  |  | |  |
| Benefits Paid directly by the Company | -1116024 | -1631129 | -1080524 | | -971809 |
| Benefits Paid from Fund |  |  |  | |  |
| Net transfer in/(out) (including the effect of any business combinations /divestitures) |  |  |  | |  |
| Actuarial Loss / (Gain) on Obligation | 2246046 | 364519 | 752799 | | -832751 |
| **Defined Benefit Obligation at the end** | 30943954 | 26548243 | 6973521 | | 3038188 |

**Changes in the Fair Value of Plan Assets** Para 120 (e) of AS 15

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** |
| **Fair Value of Plan Assets at the beginning** | - | - | - | - |
| Adjustment to Opening Balance | - | - | - | - |
| Expected Return on Plan Assets | - | - | - | - |
| Employer Contributions | 1116024 | 1631129 | 1080524 | 971809 |
| Employee's Contributions |  | - | - | - |
| Benefits Paid | -1116024 | -1631129 | -1080524 | -971809 |
| Net transfer in/(out) (including effect of any business combinations / divestitures) | - | - | - | - |
| Actuarial Gain / (Loss) on the Plan Assets | - | - | - | - |
| **Fair Value of Plan Assets at the end** | - | **-** | - | - |

**Fair Value of Plan Assets**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** |
| **Fair Value of Plan Assets at the beginning** | **-** | **-** | - | - |
| Adjustment to Opening Balance | - | - | - | - |
| Actual Return on Plan Assets | - | - | - | - |
| Employer Contributions | 1116024 | 1631129 | 1080524 | 971809 |
| Employees Contributions | - | - | - | - |
| Benefits Paid | -1116024 | -1631129 | -1080524 | -971809 |
| Net transfer in / (out) (including the effect of any business combinations / divestures) | - | - | - | - |
| **Fair Value of Plan Assets at the end** | **-** | **-** | - | - |
| Excess of Actual over estimated return on Plan Assets | - | - | - | - |

**Expenses Recognized in the Profit and Loss Account**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** |
| Current Service cost | 1394392 | 1287770 | 4083707 | 886364 |
| Interest Cost on Obligation | 1871297 | 1782697 | 179351 | - |
| Past Service Cost | - |  | - | 3698509 |
| Expected Return on Plan Assets | - |  | - |  |
| Amortization of Prior Service Cost | - |  | - |  |
| Net Actuarial (Gain) / Loss to be recognized | 2246046 | 364519 | 752799 | -832751 |
| Transfer In / Out | - |  | - |  |
| Curtailment (Gain) / Loss recognized | - |  | - |  |
| Settlement (Gain) / Loss recognized | - |  | - |  |
| **Expense recognized in Profit and Loss Account** | 5511735 | 34,34,986 | 5015857 | 3752122 |

**Amount for the Current Period**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** |
| Actuarial Loss / (Gain) for the current period – Obligation | 2246046 | 364519 | 752799 | -832751 |
| Actuarial Loss / (Gain) for the current period - Plan Assets | - | - | - |  |
| Total Actuarial Loss / (Gain) for the current period | 2246046 | 364519 | 752799 | -832751 |
| Actuarial Loss / (Gain) loss recognized in the current period | 2246046 | 364519 | 752799 | -832751 |

**Movement in the Liability recognized in the Balance Sheet**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Particulars** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** | **Financial Year Ending 31/03/2025** | **Financial Year Ending 31/03/2024** |
| Present Value of Obligations as at the beginning | 26548243 | 24744386 | 3038188 | 257875 |
| Expenses Recognized in P & L Statement | 5511735 | 3434986 | 5015857 | 3752122 |
| Benefits Paid | -1116024 | -1631129 | -1080524 | -971809 |
| Actual Return on Plan Assets | - | - | - | - |
| Acquisition Adjustment | - | - | - | - |
| **Present Value of Obligations as at the end** | 30943954 | 26548243 | 6973521 | 3038188 |
| **Assumptions** |  |  |  |  |
| Discount Rate | 6.99% | 7.20% | 6.99% | 7.18% |
| Rate of increase in compensation | 12% | 12% | 12% | 12% |
| Rate of return (expected) on plan assets |  |  |  |  |
| Attrition Rate | 12% | 3% | 12% | 3% |

**d) Accounting Standard 17 – Segment Reporting:**

**Part A: Business Segments**

**(Amount in crores)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| Business Segments | Treasury | | Corporate/ Wholesale | | Retail Banking | | Other banking Business | | Total | |
| Particulars | 31.03.25 | 31.03.24 | 31.03.25 | 31.03.24 | 31.03.25 | 31.03.24 | 31.03.25 | 31.03.24 | 31.03.25 | 31.03.24 |
| Revenue | 17.84 | 16.09 | 35.22 | 34.32 | 7.65 | 6.73 | 4.24 | 3.27 | 64.95 | 60.41 |
| Result | 2.78 | 3.13 | 4.59 | 5.17 | 1.00 | 1.02 | 1.96 | 1.99 | 10.33 | 11.31 |
| Unallocated expenses |  |  |  |  |  |  |  |  | -- | -- |
| Operating profit |  |  |  |  |  |  |  |  | 10.33 | 11.31 |
| Income taxes |  |  |  |  |  |  |  |  | 2.50 | 3.51 |
| Extraordinary profit/loss |  | -- |  | -- |  | -- |  | -- |  |  |
| Net Profit |  |  |  |  |  |  |  |  | 6.56 | 7.39 |
| Other Information |  | -- |  | -- |  | -- |  | -- | -- | -- |
| Segment Assets | 191.18 | 170.87 | 315.08 | 282.28 | 68.47 | 55.32 | 135.02 | 108.69 | 709.75 | 617.16 |
| Unallocated Assets |  |  |  |  |  |  |  |  | -- | -- |
| Total Assets |  |  |  |  |  |  |  |  |  | 617.16 |
| Segment Liabilities |  |  | 472.75 | 406.75 | 102.73 | 79.71 | 134.27 | 130.70 | 709.75 | 617.16 |
| Unallocated Liabilities |  |  |  |  |  |  |  |  | -- | -- |
| Total Liabilities |  |  |  |  |  |  |  |  |  | 617.16 |

**Part-B: Geographic Segments:**

There is only one geographic segment namely Domestic segment.

**e) Accounting Standard 18 – Related Party Disclosures:**

Details are shown as per RBI guidelines - Refer Note No. 17 (d)

**f) Accounting Standard 22—Accounting for Taxes on Income- Deferred Tax:**

(amount in lacs)

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Timing Difference | 31.03.2025 | | 31.03.2024 | |
| DTL | DTA | DTL | DTA |
| Depreciation on Fixed Assets | 10.76 |  | 2.46 |  |
| Special Reserve Created u/s 36(1)(viii) of IT Act | 25.73 |  | 21.28 |  |
| Provision for Standard Assets |  | 35.57 |  | 29.52 |
| Provision for Other Liabilities |  | - |  | 7.70 |
| Provision for Staff benefits |  | 97.13 |  | 75.26 |
| Premium on Investments amortised |  | 21.26 |  | 19.52 |
| **Total** | 36.49 | 153.96 | 23.74 | 132.00 |

**g) Accounting Standard 28- Impairment of assets:**

Assessment is made at each Balance sheet date whether there is any indication that a Fixed Asset is impaired. If any such indication exists, an estimate of the recoverable amount is made and impairment loss, if any, is provided for.

**h) Accounting Standard 29- Provisions, Contingent Liabilities and Contingent Assets:**

Past events leading to possible and present obligations is treated as contingent liability. Provision is recognised in the case of present obligation where the realisable estimate can be made and where there are probable outflow of resources embodying foregoing of economic benefits to settle the obligations. Contingent assets are neither disclosed nor recognised.

**(16) DISCLOSURE AS PER RBI GUIDELINES:**

(Rs. in Crores)

|  |  |  |  |
| --- | --- | --- | --- |
| **S. No.** | **Particulars** | **31.03.2025** | **31.03.2024** |
| a) | **Capital Risk Assets Ratio and movement in CRAR**  Capital Adequacy Ratio | 17.22% | 18.50% |
| b) | **Advances against Shares and Debentures** | 0.00 | 0.00 |
| c) | **Advances against**  **Real Estates, Construction business & Housing**  Real Estate  Construction Business  Housing | 11.11  46.24  9.35 | 6.81  14.32  7.98 |
| d) | **Loans and Advances to Directors, their relatives, Companies / Firms in which they are interested**  Fund based  Non-fund based | NIL  NIL | NIL  NIL |
| e) | **Average Cost of Deposits** | 7.56% | 7.11% |
| f) | **Non-performing advances**  % of gross NPA to Total Advances  % of net NPA to Total Advances | 3.28%  1.81% | 3.02%  1.22% |
| g) | **Movement in Non-Performing Advances**  Opening Gross NPA  Additions (Fresh NPA)  Less: Recoveries  Less: Write offs  Closing Gross NPA  Net NPA | 10.21  6.36  1.40  2.59  12.58  6.82 | 4.42  6.20  0.41  0.00  10.21  4.06 |
| h) | **Profitability**  Interest income to working fund  Non-interest income to working fund  Operating profit to working fund  Return on assets  Business (Deposit + Advances) per employee  Profit per employee | 8.88%  0.62%  2.02%  0.93%  11.31  0.07 | 9.63%  0.55%  2.69%  1.28%  11.32  0.10 |
| i) | **Provision made during the year towards**  Non-Performing Assets  Depreciation on Investments  Provision for Standard Assets  Provision for Income Tax & Deferred Tax  Provisions for Others (B0nds) | 2.20  -  0.24  2.59 | 3.40  -  0.04  3.56  - |
| j) | **Movement in provisions for Non-Performing Advances**  Opening Provision  Additions  Deletion  Closing Provision | 6.15  2.20  2.59  5.76 | 2.75  3.40  -  6.15 |
| k) | **DICGC premium paid** | 0.64 | 0.63 |

(17) Appropriation of profits will be made after the approval of the General Body.

(18) With regard to appropriation to “Establishment and Contingency Fund” as required U/s 31A (23) (f) read with Rule 36B, bank is maintaining appropriate records wherein amounts as per the abovementioned requirements of Telangana Co-operative Societies Act, 1964 are being credited and monthly expenditure incurred and monitored accordingly.

(19) Previous year figures have been regrouped/rearranged wherever necessary.

**For MATHESH & RAMANA** For and on behalf of Board of Directors

Chartered Accountants

ICAI FRN No. 002020S