

# JANASEVA SAHAKARI BANK (BORIVLI) LTD.

## Schedule 1

### SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2022.

#### **I. OVERVIEW:**

##### **1. Background**

Janaseva Sahakari Bank (Borivli) Ltd. was registered in 1982 and is engaged in providing a wide range of banking and financial services.

##### **2. Basis of Preparation**

The financial statements have been prepared and presented under the historical cost convention on the accrual system of accounting unless otherwise stated and comply with generally accepted accounting principles in India. The Bank has prepared these financial statements as stipulated under the Reserve Bank of India (Financial Statements - Presentation and Disclosures) Directions 2021, to comply with statutory requirements prescribed under the Banking Regulation Act, 1949 and Maharashtra State Co-operative Societies Act, 1960, circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time, the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI) and current accounting practices prevalent within the banking industry in India. The Accounting policies adopted in the current year are consistent with those of the previous year except otherwise stated.

##### **3. Use of Estimates**

The preparation of the financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of Assets and Liabilities, Revenues and Expenses and Disclosure of contingent liabilities as on the date of the financial statements. Actual results could differ from those 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 accompanying financial statements have been prepared in accordance with the historical cost convention (as modified by revaluation of premises) and on a going concern basis.

### **2. Investments and Valuation thereof:**

#### **2.1 Categorization of Investments :**

- i) In accordance with the Reserve Bank of India guidelines Bank classifies its investment portfolio into the following three categories:
  - (a) Held To Maturity – Securities acquired by the bank with the intention to hold till maturity.
  - (b) Held For Trading – Securities acquired by the bank with the intention to trade within 90 days of purchase.
  - (c) Available For Sale – Securities not classified either as “Held to Maturity” or as “Held For Trading” are classified under “Available For Sale”.
  
- ii) The bank does not hold any investment under the category of Held For Trading (HFT).

#### **2.2 Classification of Investments:**

For the purposes of disclosure in the Balance Sheet, Investments are classified as required under the Banking Regulation Act, 1949 and RBI guidelines as follows:-

- (i) Government Securities (ii) Other Approved Securities (iii) Shares in Co-operative institutions (iv) Other Investments- Mutual Funds and non SLR Bonds (v) Others.

## 2.3 Valuation of Investments :

Valuation of investments held in above categories has been done as follows:

- i) **Held to Maturity:** Investments under this category are carried at their acquisition cost. The Premium (if any) paid on the investments under this category is amortized over the residual life of the investments. Book value of securities is reduced to the extent of amount amortized during the relevant accounting period.
  - ii) **Held for Trading:** Bank is not having any investment in this category.
  - iii) **Available for Sale:** The individual scrip in the AFS is marked to market at the year end. The net resultant depreciation in each classification (as per para 2.2 above) is recognized in the Profit and Loss Account. Net appreciation, if any, is ignored. On provision for depreciation, the book value of the individual security remains unchanged after marked to market.
  - iv) Market value of government securities (excluding treasury bills) is determined on the basis of the quotes published by RBI or the prices periodically declared by Financial Benchmark India Pvt. Ltd. (FBIL) for valuation, at the year end.
  - v) Investments for which such rates/ quotes are not available are valued as per norms laid down by RBI, which are as under :
    - a) Central Govt. Securities: Prices/ Yield to Maturity rates put out by the Financial Benchmark India Pvt. Ltd. (FBIL).
    - b) State Govt. Securities: Prices/ Yield to Maturity rates put out by the Financial Benchmark India Pvt. Ltd. (FBIL).
    - c) Treasury bills: at carrying cost, net of discount amortised over the period of maturity.
    - d) Non SLR Bonds: at Yield to Maturity Method.
    - e) Other approved securities: by applying Yield to Maturity Method.
- 2.4** Transfer of securities from HFT/AFS category to HTM category is carried out at the lower of acquisition cost/book value/market value on the date of transfer. The depreciation, if any, on such transfer is fully provided for. Transfer of securities from HTM category to AFS category is carried out at the lower of acquisition price/book value/market value on the date of transfer, the resultant depreciation, if any, is provided.
- 2.5** Bank follows the settlement date method of accounting for Government of India and State Government securities in accordance with RBI guidelines.

- 2.6 Profit in respect of investments sold from “HTM” category is included in Profit on sale of investments.
- 2.7 Broken period interest on debt instruments is treated as a revenue item. Brokerage, Commission etc. paid at the time of acquisition, is charged to revenue.
- 2.8 Non performing investments are identified and classified, as per applicable RBI Guidelines.

**3. Provisioning for Advances and Overdue Interest reserves:**

3.1 In accordance with the guidelines issued by the Reserve Bank of India, advances are classified as “Performing” or “Non-Performing” based on recovery of principal/interest and are further classified under four categories, that are a) Standard Assets, b) Sub-Standard Assets, c) Doubtful Assets and d) Loss Assets and required provision is made in such advances, as per the norms issued by the Reserve Bank of India.

3.2 Provision on advances has been arrived at, on the basis of prudential norms laid down by the Reserve Bank of India on outstanding balances as under: -

Standard Assets : a general provision at 0.40% of the outstanding amount is made except in case of direct advances to Agricultural and SME sector @ 0.25%, Advances to Commercial Real Estate @ 1.00%, Commercial Real Estate-Residential House Sector @ 0.75%

Sub-standard Assets : at 10%

Doubtful Assets : at 20%, 30%, 100% of the secured portion based on the number of years the account remained ‘Doubtful’ (i.e. up to one year, one to three years and more than three years respectively) and @ 100% of the unsecured portion of the outstanding.

Loss Assets : at 100%

3.3 Advances against security of Bank's own Fixed Deposits, National Savings Certificates, Life Insurance Policies, Indira Vikas Patra, Kisan Vikas Patra are not considered as Non-Performing Assets in accordance with the guidelines issued by the Reserve Bank of India except some cases where realizable value is not sufficient.

- 3.4** Overdue Interest in respect of Non Performing Advances is accounted separately under “Un-applied Interest on NPA” and is not recognized in the Profit and Loss Account until received, as per the directives issued by Reserve Bank of India.
- 3.5** In arriving at the provisioning, for determining the value of securities, the value as per the latest valuation reports, wherever obtained, of the assets mortgaged is considered and in case of fixed assets/movable assets, the depreciated value of the assets is considered.
- 3.6** Charges/expenses incurred in respect of loans classified as NPA are debited to the Profit and Loss Account. Recovery, if any, is accounted for on receipt.
- 3.7** In case of fraud borrowal accounts provision for loss, if any, is made over a period not exceeding four quarters commencing from the quarter in which fraud was detected, as per RBI guidelines in this regards.
- 3.8** Restructured /Rescheduled accounts:  
In case of restructured /rescheduled accounts, provision is made for the sacrifice against erosion / diminution in fair value of restructured loans, in accordance with general framework of restructuring of advances issued by RBI. The erosion in fair value of the advances is computed as difference between fair value of the loan before and after restructuring. In respect of accounts restructured pursuant to the impact of COVID-19, provisions have been made as stipulated under the extant RBI guidelines on the subject.
- 3.9** Amounts recovered against debts written off in earlier years are recognized in Profit & Loss account.
- 3.10** In arriving at the year-end provision for NPA accounts, subsequent recoveries, up to date of finalization of audited accounts, which have resulted in closure of NPA accounts, is considered. Unrealised interest income in such accounts is accounted for only on actual receipt, as per RBI guidelines.

#### **4. Cash Flow Statement (AS-3)**

- 4.1** Cash flows are reported using the indirect method, whereby profit/(loss) before tax is adjusted for the effects of transactions of non-cash nature and deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and

financing activities of the Bank are segregated based on the available information.

**4.2** Cash and cash equivalents comprises cash on hand, balances with other banks (excluding term deposits), money at call and short notice and highly liquid time deposits that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**5. Revenue recognition (AS-9):**

**5.1** Items of Income and Expenditure are generally accounted on accrual basis, except as otherwise stated.

**5.2** Interest on Non -performing assets is recognized to the extent realized, in pursuance with the guidelines issued by the Reserve Bank of India.

**5.3** Recoveries in doubtful category- loss category accounts, accounts under securitization & arbitration are appropriated first towards principal and thereafter towards recorded other dues and interest.

**5.4** Commission, exchange and brokerage is recognized on realization.

**5.5** Income from distribution of insurance products is recognized on the basis of business booked.

**5.6** Dividend income is accounted on receipts basis.

**5.7** Expenses arising out of claims in respect of employee matters under dispute / negotiation are accounted during the year of final settlement / determination.

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

**6.1** The bank follows the revaluation model for determining the gross carrying amount of Premises and the cost model for other assets. As per the Revaluation policy, the premises generally revalued every five years from the earlier revaluation date. The premises were last revalued as at 31<sup>st</sup> March, 2014. During the year no fresh revaluation was carried out.

- 6.2** Property, Plant and Equipment (PPE) other than premises, are carried at historical cost less accumulated depreciation and impairment if any. Cost includes freight, duties, taxes and incidental expenses related to acquisition and installation of the asset.
- 6.3** Premises are carried at revalued amount, being fair value at the date of revaluation less accumulated depreciation. The difference between revalued amount and the historical cost is shown as Revaluation Reserve. Depreciation on revalued amount is charged to profit & loss account for the year and equivalent amount is transferred/ credited from Revaluation reserves to Profit & Loss Account.
- 6.4** Depreciation is charged over the estimated useful life of the Fixed Assets as per the method and rates of depreciation as decided by the management up to residual value as 5% of original cost, except in case of computer equipments, software & vehicles. The depreciation rates are as under:

<b>Sr. No.</b>	<b>Fixed Asset</b>	<b>Depreciation Rate</b>
<b>1.</b>	<b>On Written Down Value</b>	
a)	Premises	5%
b)	Furniture & Fixtures	
	i) Safe/ Cash Deposit Lockers	5%
	ii) Metal & Wooden Furniture	15%
	iii) Electrical Equipments	30%
c)	Vehicles	30%
<b>2.</b>	<b>On Straight Line Method</b>	
a)	Computer Software (Intangible assets)	33.33%
b)	Computer Equipments	33.33%

- 6.5** Depreciation on assets, purchased during the year, is provided for the entire year, if the asset is put to use before 30<sup>th</sup> September, otherwise it is provided at 50% of the normal rate. No depreciation is charged on assets sold during the year.
- 6.6** Profit /Loss on sale of assets is recognized in the year of sale/disposal.
- 6.7** Fixed assets which have been fully depreciated but are still in use, are carried in the books at a notional value of Rs. 1/-.

## **7. Employee Benefits (AS-15):**

- 7.1 Annual contribution to Fund for Gratuity and Leave Encashment as ascertained / provided for on the basis of Actuarial valuation, carried out by an independent actuary, as at the year end, is recognized as expenses.
- 7.2 Contribution to Provident Fund and other funds which are in the nature of a defined contribution plan are charged to Profit and Loss Account.
- 7.3 Provision for Bonus payable to the employees, for the year, has been made in accordance with the Payment of Bonus (Amendment) Act, 2015.
- 7.4 Short Term Employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year, in which the related service is rendered.

## **8. Borrowing Costs (AS-16):**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, as defined in Accounting Standard 16 on Borrowing Costs, are capitalized as part of the cost of the asset up to the date when the asset is ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred. No borrowing cost has been incurred during the year requiring capitalization.

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

- 9.1 In accordance with the guidelines issued by the Reserve Bank of India, the bank has adopted Segment reporting as under:
- 9.2 Income and expenses in relation to the segments are categorized based on the items that are individually identifiable to the segments. Deposits, interest paid/payable on Deposits, Borrowings and interest paid/payable on borrowings, are allocated in the ratio of average investments to average advances in the segments Treasury, Corporate/Wholesale banking, Retail banking and Other banking operations respectively.
- 9.3 Unallocated expenses include general corporate income and expense items which are not allocated and specifically identified to any business segment. Assets and liabilities that cannot be allocated to specifically identifiable segments are grouped under unallocated



assets and liabilities.

- 9.4** The Bank has identified four business segments taking into account the nature of services provided, the risks and returns, overall organization structure of the Bank and financial reporting system.
- 9.5** Business Segments are classified as under:
- a. Treasury
  - b. Corporate/Wholesale Banking
  - c. Retail Banking
  - d. Other Banking Operations
- 9.6 **Geographic Segment:**** Since the Bank does not have any earnings emanating outside India, the Bank is considered to operate in only the domestic segment.
- 9.7** Segment revenues, results, assets and liabilities include the respective amounts identifiable to each of the segments and amounts apportioned/ allocated on a reasonable basis.

**10. Related Party Disclosures (AS 18) :**

There are no related parties requiring disclosure under Accounting Standard 18 other than the Key Management Personnel. Mr. Nitin Tillu (upto 13.04.2022) and Mr. Dilip.D. Joshi (from 16.06.2022), General Manager of the Bank is a single party under the category Key Management Personnel. No further details need to be disclosed in terms of RBI circular dated 29<sup>th</sup> March, 2003.

**11. Operating Leases (AS-19):**

Operating Leases where the bank's lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating leases. Lease rental obligations for assets taken on operating lease are recognized in the Profit and Loss Account over the lease term. Initial direct costs are charged to the Profit and Loss Account.

**12. Earnings per share (AS 20) :**

Basic earning per share is calculated by dividing the net profit or loss for the year (before appropriation) by the weighted average number of shares outstanding during the year, calculated on monthly basis.

### **13. Taxes on Income (AS-22)**

- 13.1** Income Tax expense comprises of current tax and deferred tax. Current Tax is provided for and Deferred Tax is accounted for in accordance with the applicable provisions of the Income Tax Act, 1961 and rules framed there under.
- 13.2** Current tax is computed at the amount expected to be paid to the Tax Authorities in accordance with the applicable provisions under the Income Tax Act, 1961.
- 13.3** 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.

### **14. Discontinuing Operations (AS 24) :**

Principles of recognition and measurement as set out in the Accounting Standards are considered for the purpose of deciding as to when and how to recognize and measure the changes in assets and liabilities and the revenues, expenses, gains, losses and cash flows relating to a discontinuing operation. There were no discontinuing operations as defined in the standard which need to be separately disclosed.

### **15. Intangible Assets (AS 26) :**

Intangible assets consist of Computer Software acquired. The same is amortized equally over the period of three years (@ 33.33%).

### **16. Impairment of Assets (AS-28):**

The carrying amount of assets is reviewed at each balance sheet date, if there is any indication of impairment based on internal / external factors. An asset is impaired when the carrying amount of the assets exceeds the recoverable amount. An impairment loss

is charged to the Profit and Loss Account in the year in which the asset is identified as impaired. An impairment loss recognized in prior accounting periods is reversed, if there has been change in the estimate of the recoverable amount.

#### **17. Accounting of Goods and Services Tax:**

GST Collected is accounted in GST payable account and GST paid to Vendor which is not allowable, to be set off as per GST Law is expensed out. In case, eligible Input Tax Credit remains unutilized, the same is carried forward and set off subsequently. In case of fixed assets, eligible Input Tax Credit of GST paid to the vendor is utilized against the amount of GST collected from the customers and disallowed portion of Input Tax Credit is added back to the value of the asset, i.e. the same is capitalized. Income and Expenses on which GST is applicable are recognized for net of GST.

#### **18. Accounting for Provisions, Contingent Assets and Contingent Liabilities (AS-29):**

The bank recognizes provisions only when it has a present obligation as a result of past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Bank.

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

Contingent Assets, if any, are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Contingent liability is disclosed 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 any present obligation arising from past event which is not recognized since it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of such obligation cannot be made.

#### **19. Depositor Education and Awareness Fund Scheme, 2014**

In terms of DBOD circular no. DEAF Cell.BC.114/30.01.002/2013-14, dated 27<sup>th</sup> May 2014, the Bank transfers balance's in accounts which have not been in operation for 10 years or more as mentioned in sub-clause (i) to (viii) in clause 3 of DEA Fund Scheme, 2014 to the Depositor Education and Awareness Fund maintained with RBI. In case of demand from customers/depositors whose unclaimed amount/deposit has been transferred to the fund, the bank repays customer/depositor, along with interest, if applicable and lodges the claim for refund from the Fund for an equivalent amount paid to customer/depositor. The details of refund made by the bank in each calendar month are furnished by the bank in the prescribed form, in the subsequent month. All such unclaimed liabilities (where amount due has been transferred to DEA Fund) are reflected as Contingent liability.

### **III. NOTES TO THE ACCOUNTS**

#### **1. Retirement Benefits**

Defined contribution Plans viz. Provident fund and other similar funds. The amount recognized as expense towards contributions to Provident Fund is Rs. 216.74 Lakh (previous year Rs. 207.66 Lakh).

#### **2. Defined Benefit Plans**

The bank has taken policy for payment of Gratuity and Leave Encashment with Life Insurance Corporation of India. The premium paid for the year is charged to Profit and Loss Account.

#### **a. Disclosure as per AS-15 on Gratuity Retirement Benefits, as issued by ICAI as follows :)**

**(In Rs.)**

<b>Amount to Be Recognized in Balance Sheet (Gratuity)</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
Present Value of Funded Obligation	4,94,01,941.00	4,84,82,086.00
Fair Value of Plan Assets	5,65,17,037.00	5,67,48,438.00
Present Value of Unfunded Obligation	-	-
Unrecognized Past Service Cost	-	-
<b>Net Liability</b>	-	-
<u>Amounts In Balance Sheet</u>		
Liability	4,94,01,941.00	4,84,82,086.00
Assets	5,65,17,037.00	5,67,48,438.00
<b>Net Asset</b>	<b>71,15,096.00</b>	<b>82,66,352.00</b>

<b>Expenses To Be Recognized in Statement of Profit &amp; Loss</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
Current Cost	26,64,618.00	26,73,951.00
Interest on Defined Benefit Obligation	31,70,616.00	31,97,486.00
Expected Return on Plan Asset	(38,25,470.00)	(36,31,762.00)
Net Actuarial Loss/(Gain) Recognized in Year	23,42,516.00	(12,04,876.00)
Past Service Cost	-	-
<b>Total included in 'Employee benefit expense'</b>	<b>43,52,280.00</b>	<b>10,34,799.00</b>
<b>Actual Return on Plan Assets</b>	-	-

<b>Reconciliation of Benefit Obligation &amp; Plan Assets for The year</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
<b>Opening Defined Benefit Obligation</b>	<b>4,84,82,086.00</b>	<b>4,72,80,944.00</b>
Current Service Cost	26,64,618.00	26,73,951.00
Interest Cost	31,70,616.00	31,97,486.00
Actuarial Losses/(Gains)	24,83,381.00	(12,04,880.00)
Past Service Cost	-	-
Benefits Paid	(73,98,760.00)	(34,65,415.00)
<b>Closing Defined Benefit Obligation</b>	<b>4,94,01,941.00</b>	<b>4,84,82,086.00</b>
<b>Opening Fair Value of Plan Asset</b>	<b>5,67,48,438.00</b>	<b>5,21,51,794.00</b>
Contribution by Employer	32,01,025.00	44,30,300.00
Benefit Paid	(73,98,760.00)	(34,65,415.00)
Actual Return on Plan Assets	39,66,334.00	36,31,759.00
<b>Closing Fair Value of Plan Assets</b>	<b>5,65,17,037.00</b>	<b>5,67,48,438.00</b>
Discount Rate	7.48%	7.08%
Expected rate of return on Plan Asset	7.35%	7.00%

Salary Escalation	3.00%	3.00%
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**b. Disclosure as per AS-15 on Leave Encashment benefits, as issued by ICAI as follows:**

<b>Amount to Be Recognized in Balance Sheet (Leave Encashment)</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
Present Value of Funded Obligation	2,57,99,442.00	2,67,45,366.00
Fair Value of Plan Assets	3,16,91,395.00	3,19,81,539.00
Present Value of Unfunded Obligation	-	-
Unrecognized Past Service Cost	-	-
Amount recognized as an Assets / (Liability) (limit in para 59(b))	<b>58,91,953.00</b>	<b>52,36,173.00</b>
<b>Net Liability</b>	-	-
<u>Amounts In Balance Sheet</u>		
Liability	2,57,99,442.00	2,67,45,366.00
Assets	3,16,91,395.00	3,19,81,539.00
<b>Net Asset</b>	<b>58,91,953.00</b>	<b>52,36,173.00</b>

<b>Expenses To Be Recognized in Statement of Profit &amp; Loss</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
Current Cost	19,45,596.00	20,34,697.00
Interest on Defined Benefit Obligation	17,65,756.00	15,28,067.00
Expected Return on Plan Asset	(21,00,052.00)	(20,76,506.00)
Net Actuarial Losses/(Gains) Recognized in Year	(13,04,146.00)	64,47,497.00
Past Service Cost	-	-
<b>Total included in 'Employee Benefit Expense'</b>	<b>3,07,154.00</b>	<b>79,33,755.00</b>
<b>Actual Return on Plan Assets</b>	23,57,542.00	17,15,415.00

<b>Reconciliation of Benefit Obligation &amp; Plan Assets for the year</b>	<b>As at 31<sup>st</sup> March, 2022</b>	<b>As at 31<sup>st</sup> March, 2021</b>
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<b>Opening Defined Benefit Obligation</b>	<b>2,67,45,366.00</b>	<b>2,64,38,481.00</b>
Current Service Cost	19,45,596.00	20,34,697.00
Interest Cost	17,65,756.00	15,28,067.00
Actuarial Losses/(Gains)	(10,46,656.00)	60,86,407.00
Past Service Cost	-	-
Benefit Paid	(36,10,620.00)	(93,42,287.00)
<b>Closing Defined Benefit Obligation</b>	<b>2,57,99,442.00</b>	<b>2,67,45,366.00</b>
<b>Opening Fair Value of Plan Asset</b>	<b>3,19,81,539.00</b>	<b>2,70,16,811.00</b>
Contribution by Employer	9,62,935.00	1,25,91,599.00
Actual return plan on assets	23,57,542.00	17,15,416.00
Benefit Paid	(36,10,620.00)	(93,42,287.00)
<b>Closing Fair Value of Plan Assets</b>	<b>3,16,91,395.00</b>	<b>3,19,81,539.00</b>
Discount Rate	7.48%	7.08%
Expected rate of return on Plan Assets	7.05%	6.85%
Salary Escalation	3.00%	3.00%

### 3. Segment Reporting

The disclosure under Accounting Standard -17 on "Segment Reporting" issued by ICAI is as follows:

(Amount in Rs. Lakh)

Business Segments	Treasury		Corporate / Wholesale Banking		Retail Banking		Other Banking Business		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Revenue	1,873.24	2,082.00	2,194.26	1,988.18	1,795.30	1,325.45	62.01	56.40	<b>5,924.81</b>	<b>5,452.03</b>
Result	(57.44)	173.96	(174.27)	(819.33)	(142.58)	(546.22)	(7.63)	(27.81)	<b>(381.92)</b>	<b>(1,219.40)</b>
Unallocated Expenses									-	-
<b>Operating profit</b>									<b>(381.92)</b>	<b>(1,219.40)</b>
Income Taxes									205.16	(291.24)

Extraordinary profit / loss										-	-
<b>Net Profit</b>										<b>(587.08)</b>	<b>(928.16)</b>
<b>Other Information:</b>											
Segment Assets	29,472.64	29,135.51	24,464.11	28,100.52	20,016.09	18,733.68	2,077.91	2,079.59	76,030.75	78,049.30	
Unallocated Assets										406.12	610.47
<b>Total Assets</b>										<b>76,436.87</b>	<b>78,659.77</b>
Segment liabilities	924.53	554.53	41,115.19	46,509.36	33,639.70	31,006.24	489.98	322.17	76,169.40	78,392.30	
Unallocated liabilities										267.47	267.47
<b>Total liabilities</b>										<b>76,436.87</b>	<b>78,659.77</b>

**The Bank reports its operations in the following segments:**

**i) Treasury:**

The treasury segment primarily consists of net interest earnings from the Bank's investment portfolio, money market borrowing and lending, gains or losses on investment operations.

**ii) Corporate/Wholesale Banking:**

This segment includes all advances to individuals, trusts, partnership firms, companies and statutory bodies, which are not included under "Retail Banking". Revenue of wholesale banking segment consist of interest earned in respect of advances to customers included in this segment & other income in proportionate to advances under retail & wholesale banking. Expenses of this segment primarily consist of interest expense on deposits, infrastructure and premises expenses including staff personnel costs and other overhead cost not attributable under Treasury/other banking operations in proportion to advances under wholesale banking & retail banking.

**iii) Retail Banking:**

Exposures which fulfill the four criteria of orientation, product, granularity and low value of individual exposures for retail exposures laid down in RBI Guidelines (modified from time to time) and individual housing loans are considered under this segment. Revenue of retail banking segment consist of interest earned in respect of advances to customers included in this segment & other income in proportionate to advances under retail & wholesale banking. Expenses of this segment primarily consist of interest expense on deposits, infrastructure and premises expenses including staff personnel costs and other overhead cost in proportion to advances under wholesale & retail banking.



**iv) Other banking operations:**

Includes all other operations not covered under Treasury, Corporate/Wholesale & Retail Operations. Revenues in this segment consist of locker rent, profit on sale of Fixed Assets, commission & brokerage income. Expenses of this segment primarily comprise, loss on sale of fixed asset and day to day expenses incurred and allocated proportionately.

**v) Unallocated:**

All items which are reckoned at an enterprise level are classified under this segment. This includes debt classified as Tier I or Tier II capital and other un-allocable assets and liabilities.

**4. Disclosures as per AS-19 is as under:** Operating Leases comprises of leasing of office premises.

Particulars	Current Year	Previous Year
Future minimum lease payments under non- cancelable operating leases		
1. Not Later than one year	2,78,64,880.00	2,75,49,044.00
2. Later than one year but not later than 5 years	5,09,83,191.00	5,67,59,826.00
3. Later than 5 years	2,53,000.00	-
Total minimum lease payments recognized in the profit and loss account for the year	3,54,99,147.00	3,78,48,460.56
Total of future minimum sub-lease payment expected to be received under non-cancelable sub-lease	-	-
Sub-lease payments recognized in the profit and loss account for the year	-	-

The above disclosure is given on the basis of valid and subsisting rental agreements, as at the year end.

**5. Deferred Tax :**

The major components of Deferred Tax Assets/(Liabilities) is as under **(AS-22)** :

Particulars	Balance as on 31.03.2021	Tax effect arising/ (reversing) during the year (Rs.)	Balance as on 31.03.2022
	(Rs.)		(Rs.)
On account of timing differences towards provision	3,18,35,785.47	(2,08,55,327.53)	1,09,80,457.94
On account of timing difference between book and Income tax depreciation	(3,82,585.47)	3,39,127.53	(43,457.94)
<b>Net deferred Tax Assets/ (Liability)</b>	<b>3,14,53,200.00</b>	<b>(2,05,16,200.00)</b>	<b>1,09,37,000.00</b>

## 6. Investments:

6.1. As per RBI guidelines, the excess of acquisition cost over face value of securities held under the category "Held to Maturity" is amortised over the residual life of securities. The amount amortized during the year is Rs. 0.45 Lakh (previous year Rs. 0.30 Lakh).

6.2. During the year the bank has transferred Government Securities (SLR) kept from "Held to Maturity" category to "Available for Sale". The resultant depreciation was Rs. Nil (Previous year Rs. 4.54 Lakh) has been charged to Profit & Loss Account.

## 7. Bad Debts

During the year the bank has written off Rs. 874.69 Lakh (Previous Year Rs. Nil) as bad debts in the Profit & Loss Account.

## 8. Earnings per Share (EPS):

Particulars	Current Year	Previous Year
Net Profit/(Loss) after taxation (Rs.)	(5,87,08,828.53)	(9,28,16,492.48)
Weighted average no. of shares	62,61,421	61,84,436
EPS (in actual Rs.)	(9.38)	(15.01)

## 9. Intangible Assets

Details of Computer Software other than internally generated. (AS- 26)

### a) Amortization rates used at 33.33% p.a. on straight line method.

(Rs. in lakh)

Particulars	Current Year	Previous Year
Opening balance as on 1 <sup>st</sup> April, 2021	275.70	275.25
Add: Additions during the year	2.73	6.46
Less: Deletions	Nil	(6.01)
<b>Sub total (A)</b>	<b>278.43</b>	<b>275.70</b>
Less: Amortisation		
Opening Balance	268.20	266.82
Add: Amortisation during the year on SLM basis @ 33.33%	4.78	7.39
Less: Deletions	Nil	(6.01)

<b>Sub total (B)</b>	<b>272.98</b>	<b>268.20</b>
<b>Net Carrying amount as on 31<sup>st</sup> March, 2022 (A-B)</b>	<b>5.45</b>	<b>7.50</b>

b) Amount of commitments (net of advance) for the acquisition of computer software Rs. Nil (Previous year Rs. Nil).

## 10. Impairment of Assets

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

## 11. Contingent Liabilities

### 1. Claims Against the Bank not acknowledged as Debts

- a. The income tax authorities have wrongly adjusted refund of Rs. NIL (Previous year Rs. 1.49 Lakh) for assessment year 2007-08 and demand of Rs. NIL (Previous year Rs. 9.53 Lakh) raised for Assessment Year 2020-21, which are contested by the Bank. No provision is considered necessary in respect of these demands/adjustments, as in the Bank's view, duly supported by counsel's opinion and/or judicial pronouncements, the demands made are not sustainable.
- b. On account of outstanding guarantee's given on behalf of constituents- As per disclosure in balance sheet.

### 2. Other items for which the bank is contingently liable – Amount transferred to DEA Fund (Deposits unclaimed for 10 years or more).

12. There are no material prior period item's, except as disclosed elsewhere, included in Profit and Loss account required to be disclosed as per Accounting Standard 5 read with the Reserve Bank of India guidelines, therefore these have been charged/accounted to/for under, their respective head of accounts.
13. Impairment of Assets (AS-28). No material impairment of Assets has been identified by the Bank and as such no provision is required.
14. No disclosure is made for Accounting for Amalgamation (AS-14) and Consolidation of Financial Statement (AS-21) as the same is not applicable to the bank.
15. Suppliers/Service Providers covered under the Micro, Small and Medium Enterprises Development Act, 2006 have not furnished the information regarding filing of necessary memorandum with the appropriate authority. In view of the same, information relating to cases of delays in payments to Micro, Small and Medium Enterprises or of interest payments due to delays in such payments cannot be given.

**16. Provision for Taxes :**

The breakup of provision for Taxes appearing in the Profit & Loss Account is as under:

(Rs. in Lakh)

Particulars	Current Year	Previous Year
Current Income Tax	-	-
Deferred Tax	205.16	(292.19)
Tax paid for earlier years	-	0.95
<b>Total</b>	<b>205.16</b>	<b>(291.24)</b>

**Note: The Bank has not opted for section 115BAD of Income Tax Act, 1961 and therefore has recognized the deferred taxes for the year ended 31<sup>st</sup> March, 2022 at the rate existing prior to this amendment.**

**17. In terms of guidelines issued by the Reserve Bank of India in Master Direction on Financial Statements -Presentation and Disclosures Circular No: RBI/DOR/2021-22/83, DOR.ACC.REC.No.45/21.04.018/2021-22, dated August 30, 2021 (Updated as on 15.11.2021), the following additional disclosures are made:**

**1) Regulatory Capital :**

**(a) Composition of regulatory capital**

(Rs. in Lakh)			
Sr. No.	Particulars	As on 31-03-2022	As on 31-03-2021
i)	Paid up share capital and reserves (net of deductions, if any)	2,529.15	3,077.21
ii)	Other Tier 1 capital	0.00	0.00
iii)	Tier 1 capital ( i + ii)	2,529.15	3,077.21
iv)	Tier 2 capital	1,051.54	1,012.65
v)	Total capital (Tier 1 + Tier 2)	3,580.69	4,089.86
vi)	Total Risk Weighted Assets (RWAs)	28,321.93	31,958.97
vii)	Paid-up share capital and reserves as percentage of RWAs	8.93%	9.63%
viii)	Tier 1 Ratio ( Tier 1 capital as a percentage of RWAs)	8.93%	9.63%
ix)	Tier 2 Ratio ( Tier 2 capital as a percentage of RWAs)	3.71%	3.17%
x)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	12.64%	12.80%

xi)	Amount of paid-up equity capital raised during the year	31.06	1.91
xii)	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, Long Term Deposits).	-	-

Sr. No.	Particulars	Current Year	Previous Year
	Amount of Tier 2 capital raised during the year of which :		
a)	Perpetual Cumulative Preference Shares	-	-
b)	Redeemable Non-Cumulative Preference Shares	-	-
c)	Long Term Deposits	-	-

**(b) Draw down from reserves**

Sr. No.	Name of Reserve	Amount withdrawn during FY 21-22	Rationale for withdrawal
Nil			

**2) Asset Liability Management :**

**a) Maturity pattern of certain items of assets and liabilities**

i) As on 31.03.2022

(Amount in Rs. Lakh)												
	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	54.57	150.36	2518.33	403.11	630.04	597.50	1362.94	3619.96	36526.58	312.47	10963.44	57139.30
Advances	10.89	5.10	7.95	60.97	1644.39	988.51	553.55	1503.09	3356.58	5742.64	13479.44	27353.11
Investments	1843.24	-	226.43	864.61	300.50	900.22	2253.94	2287.69	2644.39	4000.00	13632.92	28953.94

Borrowings	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-	-	-	-

ii) As on 31.03.2021

	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	10.26	61.75	2145.24	288.91	833.82	401.21	1716.11	2848.80	41342.07	159.86	9679.02	59487.05
Advances	768.38	21.44	179.35	965.84	133.62	907.31	879.31	2794.39	6736.20	6428.93	10634.63	30449.40
Investments	498.30	4358.76	293.04	2439.74	800.00	753.62	4171.67	890.68	2021.31	193.41	12110.62	28531.15
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-	-	-	-

3) **Investments:**

a) **Composition of Investment Portfolio as at 31.03.2022 :**

(Rs. in Lakh)

Particulars	Investments in India						Total investments in India
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	

<b>Held to Maturity</b>							
Gross	12947.77	-	0.29	-	-	7932.35	20880.41
Less: Prov. for non- performing investment	-	-	-	-	-	-	-
<b>Net</b>	<b>12947.77</b>	<b>-</b>	<b>0.29</b>	<b>-</b>	<b>-</b>	<b>7932.35</b>	<b>20880.41</b>
<b>Available for Sale</b>							
Gross	7777.20	-	-	296.33	-	-	8073.53
Less: Prov. for depreciation and NPI	409.74	-	-	114.79	-	-	524.53
<b>Net</b>	<b>7367.46</b>	<b>-</b>	<b>-</b>	<b>181.54</b>	<b>-</b>	<b>-</b>	<b>7549.00</b>
<b>Held for Trading</b>							
Gross	-	-	-	-	-	-	-
Less: Prov. for depreciation and NPI	-	-	-	-	-	-	-
<b>Net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Investments</b>	<b>20724.97</b>	<b>-</b>	<b>0.29</b>	<b>296.33</b>	<b>-</b>	<b>7932.35</b>	<b>28953.94</b>
Less: Prov. for non- performing investment	-	-	-	109.53	-	-	109.53
Less: Prov. for depreciation and NPI	409.74	-	-	5.26	-	-	415.00
<b>Net</b>	<b>20315.23</b>	<b>-</b>	<b>0.29</b>	<b>181.54</b>	<b>-</b>	<b>7932.35</b>	<b>28429.41</b>

Note: Bank is not having any investments outside India as on 31<sup>st</sup> March 2022.

**Composition of Investment portfolio as at 31-03-2021:**

(Rs. in Lakh)

Particulars	Investments in India						Total investments in India
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	
<b>Held to Maturity</b>							
Gross	10081.10	-	0.29	-	-	12600.12	22681.51
Less: Prov. for non-performing investment	-	-	-	-	-	-	-

<b>Net</b>	<b>10081.10</b>	-	<b>0.29</b>	-	-	<b>12600.12</b>	<b>22681.51</b>
<b>Available for Sale</b>							
Gross	5553.31	-	-	296.33	-	-	5849.64
Less: Provision for depreciation and NPI	148.70	-	-	105.83	-	-	254.53
<b>Net</b>	<b>5404.61</b>	-	-	<b>190.50</b>	-	-	<b>5595.11</b>
<b>Held for Trading</b>							
Gross	-	-	-	-	-	-	-
Less: Prov. for depreciation and NPI	-	-	-	-	-	-	-
<b>Net</b>	-	-	-	-	-	-	-
<b>Total Investments</b>	<b>15634.41</b>	-	<b>0.29</b>	<b>296.33</b>	-	<b>12600.12</b>	<b>28531.15</b>
Less: Prov. for non-performing investment	-	-	-	99.53	-	-	99.53
Less: Prov. for depreciation and NPI	148.70	-	-	6.30	-	-	155.00
<b>Net</b>	<b>15485.71</b>	-	<b>0.29</b>	<b>190.50</b>	-	<b>12600.12</b>	<b>28276.62</b>

Note: Bank is not having any investments outside India as on 31<sup>st</sup> March 2021.

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

Particulars	(Rs. in Lakh)	
	Current Year	Previous Year
<b>i) Movement of provisions held towards depreciation on investments</b>		
Opening Balance	155.00	100.00
<b>Add:</b> Provisions made during the year	260.00	55.00
<b>Less:</b> Write off / write back of excess provisions during the year	-	-
<b>Closing Balance</b>	415.00	155.00
<b>ii) Movement of Investment Fluctuation reserve</b>		
Opening Balance	300.00	290.00
<b>Add:</b> Amount transferred during the year	100.00	10.00
<b>Less:</b> Drawdown	-	-
<b>Closing Balance</b>	400.00	300.00
<b>iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category</b>	4.95%	5.13%



c) Non SLR Investment portfolio :

i) Non-performing Non-SLR investments

Sr. No.	Particulars	Current Year	Previous Year
a)	Opening balance	99.53	0.00
b)	Additions during the year since 1 <sup>st</sup> April	100.00	99.53
c)	Reductions during the above period	0.00	0.00
d)	<b>Closing balance</b>	<b>199.53</b>	<b>99.53</b>
e)	<b>Total provisions held</b>	<b>109.53</b>	<b>99.53</b>

ii) Issuer Composition of Non - SLR Investments

(Amount in Rs. Lakh)

Sr. No.	Issuer	Amount		Extent of Private Placement		Extent of 'Below Investment Grade' Securities		Extent of 'Unrated' Securities		Extent of 'Unlisted' Securities	
		CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
(1)	(2)	(3)		(4)		(5)		(6)		(7)	
a)	PSUs	96.80	96.80	-	-	-	-	-	-	-	-
b)	FIs	199.53	199.53	100.00	100.00	199.53	199.53	99.53	-	99.53	-
c)	Banks	-	-	-	-	-	-	-	-	-	-
d)	Private Corporates	-	-	-	-	-	-	-	-	-	-
e)	Subsidiaries/ Joint Ventures	-	-	-	-	-	-	-	-	-	-
f)	Others	0.29	0.29	-	-	-	-	-	-	0.29	0.29
g)	Provision held towards depreciation	5.26	6.30	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>296.62</b>	<b>296.62</b>	<b>100.00</b>	<b>100.00</b>	<b>199.53</b>	<b>199.53</b>	<b>99.53</b>	<b>-</b>	<b>99.82</b>	<b>0.29</b>

CY - Current Year & PY - Previous Year

d) Repo Transactions (in face value terms)

	Minimum Outstanding during the year	Maximum Outstanding during the year	Daily average outstanding	Outstanding as on March 31, 2022
i) Securities sold under repo	-	-	-	-

a) Government securities				
b) Corporate debt securities				
c) Any other Securities				
ii) Securities purchased under reverse repo				
a) Government securities	-	-	-	-
b) Corporate debt securities				
c) Any Other Securities				

#### 4) Asset Quality:

##### a) Classification of advances and provisions held 31.03.2022:

	Standard		Non – Performing			Total	
	Total Advances	Standard	Sub- Standard	Doubtful	Loss	Total Non-performing Advances	
<b>Gross Standard Advances and NPAs</b>							
Opening Balance		23681.45	3350.38	3280.76	136.81	6767.95	30449.40
Add: Additions during the year						807.90	
Less: Reductions during the year*						2941.36	
<b>Closing balance</b>		<b>22718.62</b>	<b>807.90</b>	<b>3690.44</b>	<b>136.15</b>	<b>4634.49</b>	<b>27353.11</b>
*Reductions in Gross NPAs due to:							
i) Upgradation						1215.01	
ii) Recoveries (excluding recoveries from upgraded accounts)						851.66	
iii) Technical/Prudential Write-offs						-	
iv) Write-offs other than those under (iii) above						874.69	
<b>Provisions (excluding Floating Provisions)</b>							
Opening balance of provisions held		155.00	335.04	2038.75	136.81	2510.60	2665.60
Add: Fresh provisions made during the year						50.00	

Less: Excess provision reversed/Write-off loans					874.69	
<b>Closing balance of provisions held</b>	<b>155.00</b>	<b>80.79</b>	<b>1468.97</b>	<b>136.15</b>	<b>1685.91</b>	<b>1840.91</b>
<b>Net NPAs</b>						
Opening Balance		3015.34	1227.53	-	4242.87	
Add: Fresh additions during the year					727.11	
Less: Reductions during the year					2133.98	
<b>Closing Balance</b>		<b>727.11</b>	<b>2108.89</b>	<b>-</b>	<b>2836.00</b>	<b>2836.00</b>
<b>Floating Provisions</b>						
Opening Balance						-
Add: Additional provisions made during the year						-
Less: Amount drawn down during the year						-
<b>Closing Balance</b>						-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening Balance of Technical/Prudential written –off accounts						-
Add: Technical /Prudential write-offs during the year						-
Less: Recoveries made from previously technical/prudential written off accounts during the year						-
<b>Closing Balance</b>						-

**Classification of advances and provisions held 31.03.2021:**

	Standard		Non – Performing			Total
	Total Advances	Standard	Sub- Standard	Doubtful	Loss	Total Non-performing

					<b>Advances</b>	
<b>Gross Standard Advances and NPAs</b>						
Opening Balance	28045.37	872.55	3096.02	136.81	4105.38	32150.75
Add: Additions during the year					3350.38	
Less: Reductions during the year*					687.81	
<b>Closing balance</b>	<b>23681.45</b>	<b>3350.38</b>	<b>3280.76</b>	<b>136.81</b>	<b>6767.95</b>	<b>30449.40</b>
*Reductions in Gross NPAs due to:						
i) Upgradation					580.86	
ii) Recoveries (excluding recoveries from upgraded accounts)					106.95	
iii) Technical/Prudential Write-offs					-	
iv) Write-offs other than those under (iii) above					-	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	155.00	87.26	1651.10	136.81	1875.17	2030.17
Add: Fresh provisions made during the year					635.43	
Less: Excess provision reversed/Write-off loans					-	
<b>Closing balance of provisions held</b>	<b>155.00</b>	<b>335.04</b>	<b>2038.75</b>	<b>136.81</b>	<b>2510.60</b>	<b>2665.60</b>
<b>Net NPAs</b>						
Opening Balance		785.29	1444.92	-	2230.21	
Add: Fresh additions during the year					3015.34	
Less: Reductions during the year					1002.68	
<b>Closing Balance</b>		<b>3015.34</b>	<b>1227.53</b>	<b>-</b>	<b>4242.87</b>	<b>4242.87</b>
<b>Floating Provisions</b>						
Opening Balance						-
Add: Additional provisions made during the year						-
Less: Amount drawn down during the year						-

<b>Closing Balance</b>						-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening Balance of Technical/Prudential written –off accounts						-
Add: Technical /Prudential write-offs during the year						-
Less: Recoveries made from previously technical/prudential written off accounts during the year						-
<b>Closing Balance</b>						-

<b>Ratios (in Percent)</b>	<b>Current Year</b>	<b>Previous Year</b>
<b>Gross NPA to Gross Advances</b>	16.94%	22.23%
<b>Net NPA to Net Advances</b>	11.10%	15.19%
<b>Provision coverage ratio</b>	36.38%	37.10%

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

(Amount in Rs. Lakh)

<b>Sr. No.</b>	<b>Sector</b>	<b>Current Year</b>			<b>Previous Year</b>		
		<b>Outstanding Total Advances</b>	<b>Gross NPAs</b>	<b>Percentage of Gross NPAs to Total Advances in that sector</b>	<b>Outstanding Total Advances</b>	<b>Gross NPAs</b>	<b>Percentage of Gross NPAs to Total Advances in that sector</b>
<b>i)</b>	<b>Priority Sector</b>						
a)	Agriculture and allied activities	367.50	276.32	75.19%	480.15	276.32	57.55%
b)	Advances to industries sector eligible as priority sector lending	6429.13	913.36	14.21%	5848.26	1038.98	17.77%
c)	Services	8466.17	1472.67	17.39%	8172.81	1595.68	19.52%

d)	Personal loans	66.35	1.73	2.61%	52.16	0.78	1.50%
	<b>Sub-Total (i)</b>	<b>15329.15</b>	<b>2664.08</b>	<b>17.38%</b>	<b>14553.38</b>	<b>2911.76</b>	<b>20.01%</b>
<b>ii)</b>	<b>Non-Priority Sector</b>						
a)	Agriculture and allied activities	-	-	-	-	-	-
b)	Industry	-	-	-	565.56	565.56	100.00%
c)	Services	11840.16	1923.94	16.25%	14948.39	3241.82	21.69%
d)	Personal loans	183.80	46.47	25.28%	382.07	48.81	12.78%
	<b>Sub-Total (ii)</b>	<b>12023.96</b>	<b>1970.41</b>	<b>16.39%</b>	<b>15896.02</b>	<b>3856.19</b>	<b>24.26%</b>
	<b>Total (i+ii)</b>	<b>27353.11</b>	<b>4634.49</b>	<b>16.94%</b>	<b>30449.40</b>	<b>6767.95</b>	<b>22.23%</b>

Details of Sub-Sectors where the outstanding advances exceeds 10 percent of the outstanding total advances of that Industry:

Sr. No.	Sector	Current Year			Previous Year		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
a)	Small Business	8145.12	1369.82	16.82%	7808.54	1492.71	19.12%
b)	Housing Loan	3388.42	104.26	3.08%	2730.31	162.48	5.95%

c) Details of accounts subjected to Restructuring:

(Amount in Rs. Lakh)

		Agriculture and allied activities		Corporates (excluding MSME)		Micro, Small and Medium Enterprises (MSME)		Retail (excluding agriculture and MSME)		Total	
		CY	PY	CY	PY	CY	PY	CY	PY	CY	PY
Standard	Number of	-	-	-	-	-	-	-	-	-	-

	borrowers										
	Gross Amount	-	-	-	-	-	-	-	-	-	-
	Provision held	-	-	-	-	-	-	-	-	-	-
Sub-standard	Number of borrowers	-	-	-	-	-	-	-	1	-	1
	Gross Amount	-	-	-	-	-	-	-	3.94	-	3.94
	Provision held	-	-	-	-	-	-	-	0.20	-	0.20
Doubtful	Number of borrowers	-	-	1	2	-	-	1	-	2	2
	Gross Amount	-	-	276.32	570.89	-	-	3.61	-	279.93	570.89
	Provision held	-	-	13.82	28.54	-	-	0.18	-	14.00	28.54
<b>Total</b>	<b>Number of borrowers</b>	-	-	<b>1</b>	<b>2</b>	-	-	<b>1</b>	<b>1</b>	<b>2</b>	<b>3</b>
	<b>Gross Amount</b>	-	-	<b>276.32</b>	<b>570.89</b>	-	-	<b>3.61</b>	<b>3.94</b>	<b>279.93</b>	<b>574.83</b>
	<b>Provision held</b>	-	-	<b>13.82</b>	<b>28.54</b>	-	-	<b>0.18</b>	<b>0.20</b>	<b>14.00</b>	<b>28.74</b>

Provision required as per RBI guidelines as on 31<sup>st</sup> March, 2022 is Rs. 14.00 Lakh. Actual Provision held Rs. 14.00 Lakh (P.Y- Rs. 28.74 Lakh).

#### d) Fraud Accounts:

Particulars	31-03-2022	31-03-2021
Number of frauds reported	39	37
Amount involved in fraud (Rs. Lakh)	97.55	98.54
Amount of provision made for such frauds (Rs. Lakh)	91.81	93.66
Amount of Unamortised provision debited from 'other reserves' as at the end of the year (Rs. Lakh)	0.00	0.00

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

A. Details of resolution plan implemented under the Resolution Framework for COVID-19 related stress as per RBI circular DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020 are given below:

i) For the Half year ended on September 30, 2021

(Amount in Rs. Lakh)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A), amount written off during the half-year	Of (A), amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	14.59	-	-	2.65	12.78
Corporate persons*	198.81	-	-	3.72	204.02
<i>Of which MSMEs</i>	-	-	-	-	-
Others	1405.47	-	-	26.62	1,454.45
<b>Total</b>	<b>1618.87</b>	-	-	<b>32.99</b>	<b>1,671.25</b>

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

ii) For the Half year ended on March 31, 2022

(Amount in Rs. Lakh)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan- Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A), amount written off during the half-year	Of (A), amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	12.78	-	-	2.95	10.63



Corporate persons*	204.02	-	-	11.26	203.68
<i>Of which MSMEs</i>	-	-	-	-	-
Others	1454.45	-	-	413.28	1,111.66
<b>Total</b>	<b>1671.25</b>	<b>-</b>	<b>-</b>	<b>427.49</b>	<b>1,325.97</b>

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

Amount and number of borrowers accounts in respect of which application for restructuring are under process, but the restructuring packages have not been implemented/approved are Rs. Nil and No borrower accounts respectively as on 31st March 2022. (Previous Year: Rs. Nil, Nil Accounts respectively.)

Bank held provision of Rs. 129.00 Lakh (P.Y. 157.98 Lakh) against accounts restructured as per RBI circular DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020 under Provision for restructure Assets.

B. Details of resolution plan implemented under the Resolution Framework for Resolution of COVID-19 related stress of Micro, Small and Medium Enterprises (MSMEs) as per RBI circular DOR.STR.REC.12/21.04.048/2021-22 dated May 5, 2021 and circular DOR.No.BP.BC/4/21.04.048/2020-21 dated August 6, 2020 (collectively as MSME restructuring circulars) are given below:

<b>No of Accounts Restructured</b>	<b>Amount (Rs In Lakh)</b>
10 (P.Y. Nil)	777.40 (P.Y. Nil)

\*Provision required as per RBI guidelines as on 31.03.2022 is Rs.70.08 Lakh (Previous Year: Rs. Nil) is held by bank.

C. Details of resolution plan implemented under the Resolution Framework-2.0 for Resolution of COVID-19 related stress of Individuals and small business as per RBI circular DOR.STR.REC.11/21.04.048/2021-22 dated May 5, 2021 are given below:

<b>Sl. No.</b>	<b>Description</b>	<b>Individual Borrowers</b>		<b>Small business</b>
		<b>Personal Loans</b>	<b>Business Loans</b>	
(A)	Number of requests received for invoking resolution process under Part A	1	-	-

(B)	Number of accounts where resolution plan has been implemented under this window	3	-	-
(C)	Exposure to accounts mentioned at (B) before implementation of the plan	47.07	-	-
(D)	Of (C) , aggregate amount of debt that was converted into other securities	-	-	-
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-
(F)	Increase in provisions on account of the implementation of the resolution plan	4.62	-	-

\*Provision required as per RBI guidelines of Rs. 4.62 lakh (P.Y Nil) is held by bank as Provision for Restructure Advances.

## 5) Exposures:

### a) Exposure to Real Estate Sector

(Amount in Rs. Lakh)

Category	31.03.2022	31.03.2021
<b>i) Direct exposure</b>		
a) Residential Mortgages –		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits.	3812.35	3262.19
b) Commercial Real Estate –		
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;	1728.61	1446.50
c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –	0.00	0.00
i. Residential	-	-

ii. Commercial Real Estate	-	-
<b>ii) Indirect Exposure</b>	<b>0.00</b>	<b>0.00</b>
Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	-	-
<b>Total Exposure to Real Estate Sector</b>	<b>5540.96</b>	<b>4708.69</b>

**b) Exposure to Capital Market: Nil (Previous Year – Nil)**

**c) Unsecured advances:**

(Amount in Rs. Lakh)

<b>Particulars</b>	<b>31-03-2022</b>	<b>31-03-2021</b>
Total unsecured advances of the bank	1588.35	1409.35
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	-	-
Estimated value of such intangible securities	-	-

**6) Concentration of deposits, advances, exposures and NPAs:**

**a) Concentration of deposits**

(Amount in Rs. Lakh)

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Total deposits of the twenty largest depositors	3790.07	3959.28
Percentage of deposits of twenty largest depositors to total deposits of the bank	6.63%	6.66%

**b) Concentration of Advances**

(Amount in Rs. Lakh)

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Total advances to the twenty largest borrowers	7369.67	7618.74
Percentage of advances to twenty largest borrowers to total advances of the bank	26.94%	25.02%

(Amount in Rs. Lakh)

**c) Concentration of exposures**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Total exposure to the twenty largest borrowers/customers	7439.15	7729.25
Percentage of exposures to the twenty largest borrowers / customers to the total exposure of the bank on borrowers / customers	26.91%	25.14%

**d) Concentration of NPAs**

**(Amount in Rs. Lakh)**

<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
Total Exposure to the top twenty NPA accounts	3775.19	5208.42
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	81.46%	76.96%

**7) Derivatives: The Bank does not entered into any transactions on derivatives in the current & previous year.**

**8) Transfers to Depositor Education and Awareness Fund ( DEA Fund)**

**(Amount in Rs. Lakh)**

<b>Sr. No.</b>	<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
i)	Opening balance of amounts transferred to DEA Fund	382.39	333.27
ii)	Add: Amounts transferred to DEA Fund during the year	167.62	52.16
iii)	Less: Amounts reimbursed by DEA Fund towards claims	2.62	3.04
iv)	Closing balance of amounts transferred to DEA Fund	<b>547.39</b>	<b>382.39</b>

**9) Disclosure of Complaints**

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

<b>Sr. No.</b>	<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
	Complaints received by the bank from its customers		
<b>1</b>	Number of complaints pending at beginning of the year	3	3

2		Number of complaints received during the year	4	-
3		Number of complaints disposed during the year	3	-
	3.1	Of which, number of complaints rejected by the bank	-	-
4		Number of complaints pending at the end of the year	4	3
		Maintainable complaints received by the bank from Office of Ombudsman		
5		Number of maintainable complaints received by the bank from Office of Ombudsman	-	-
	5.1	Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman	-	-
	5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
	5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank	-	-
6		Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-
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:**

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
<b>F.Y. 2021-22</b>					
<b>Ground - 1 Cheques/drafts/ bills</b>	1	0	0	1	1

Ground - 2 ATM / Debit Cards	1	0	0	1	1
Ground - 3 Loans and advances	0	2	200%	0	0
Ground - 4 Account opening / difficulty in operation of accounts	0	1	100%	0	0
Ground - 5	0	0	0	0	0
Others	1	1	100%	2	1
<b>Total</b>	<b>3</b>	<b>4</b>	<b>400%</b>	<b>4</b>	<b>3</b>
<b>F.Y. 2020-21</b>					
Ground - 1 Cheques/drafts/ bills	1	0	0	1	1
Ground - 2 ATM / Debit Cards	1	0	0	1	1
Ground - 3	0	0	0	0	0
Ground - 4	0	0	0	0	0
Ground - 5	0	0	0	0	0
Others	1	0	0	1	1
<b>Total</b>	<b>3</b>	<b>0</b>	<b>0</b>	<b>3</b>	<b>3</b>

**10) Disclosures of penalties imposed by the Reserve Bank of India:**

Sr. No.	Nature of Breach	Number of instances of Default	Quantum of Penalty Imposed
NIL			

**11) Other Disclosures:**

**a) Business Ratio**

Particular	31.03.2022	31.03.2021
i) Interest Income as a percentage to Working Funds <sup>1</sup>	6.22%	6.26%
ii) Non-interest income as a percentage to Working Funds <sup>1</sup>	1.64%	0.82%
iii) Cost of Deposits	5.08%	5.96%
iv) Net Interest Margin <sup>2</sup>	3.07%	2.04%

v) Operating Profit as a percentage to Working Funds <sup>1</sup>	0.04%	-0.45%
vi) Return on Assets <sup>3</sup>	-0.77%	-1.20%
vii) Business (deposits plus advances) per employee (in Rs Lakh)	449.35	454.14
viii) Profit per employee(in Rs Lakh)	-3.12	-4.69

- Working funds reckoned as average of total assets (excluding accumulated losses, if any) as reported to Reserve Bank of India in Form IX for UCBs; during the 12 months of the financial year.
- Net Interest Income/ Average Earning Assets. Net Interest Income = Interest Income – Interest Expense.
- Return on Assets is with reference to average working funds (i.e., total of assets excluding accumulated losses, if any).

**b) Bancassurance business:**

**Details of commission /brokerage earned by bank from insurance business is as follows:**

		(Rs. In Lakh)	
Sr. No.	Particulars	31.03.2022	31.03.2021
a	For selling Life Insurance Policies	3.94	5.87
b	For selling Non Life Insurance Policies	4.63	4.94
c	For selling Mutual Funds Products	0.00	0.00
d	Others (Specify)	0.88	1.00
	<b>Total</b>	<b>9.45</b>	<b>11.81</b>

**c) Marketing and distribution**

Particulars	31.03.2022	31.03.2021
Income from Fees and Remuneration Received from Marketing and Distribution function	-	-

**d) Disclosure regarding Priority Sector Lending Certificates**

During the year bank has not purchased /sold PSLCs certificate.

**e) Provisions and contingencies****(Rs. In Lakh)**

<b>Provision debited to Profit and Loss Account</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
i) Provisions for NPI	10.00	99.53
ii) Provision towards NPA	50.00	574.00
iii) Provision made towards Income Tax /Deferred Tax	205.16	-291.24
iv) Provision for restructure advances	30.70	152.00
v) Contingent provision against Depreciation in investment	260.00	55.00
vi) General provision towards Covid -19 Regulatory Package	-	32.80

**f) Payment of DICGC Insurance Premium****(Rs. in Lakh)**

<b>Sr. No.</b>	<b>Particulars</b>	<b>31.03.2022</b>	<b>31.03.2021</b>
i)	Payment of DICGC Insurance Premium	83.48	87.87
ii)	Arrears in payment of DICGC premium	0.00	0.00

**g) Disclosure of facilities granted to Directors and Relatives:****(Rs. in Lakh)**

<b>Sr. No</b>	<b>Particulars</b>	<b>F. Y. 2021-22</b>	<b>F. Y. 2020-21</b>
1	Funds Based:		
a.	Outstanding at the beginning of the year	52.78	31.83



b.	Addition during the year	0.97	24.73
c.	Recovery during the year	4.22	3.78
d.	Outstanding at the end of the year	49.53	52.78
2	Non-Fund Based (Guarantees, L/Cs, etc.)	0.00	0.00

18. The figures of the previous year have been regrouped and restated, wherever necessary.

**As per our report attached,  
For Sanjay Rane & Associates  
Chartered Accountants  
Firm Regn. No. 121089W**

**For Janaseva Sahakari Bank (Borivli) Ltd.,**

**CA Abhijeet Deshmukh  
Partner  
Membership No. 129145  
Statutory Auditor  
Place:- Borivli, Mumbai  
Date : 28.06.2022**

**Chairman    Director    Director    General Manager**