

# नामको बँक

(मल्टिस्टेट शेड्युल्ड बँक)



# Namco Bank

(Multistate Scheduled Bank)

## The Nasik Merchants Co-Operative Bank Ltd., Nashik

(MULTISTATE SCHEDULED BANK)

**Audit Class 'A'**



*... and much more*

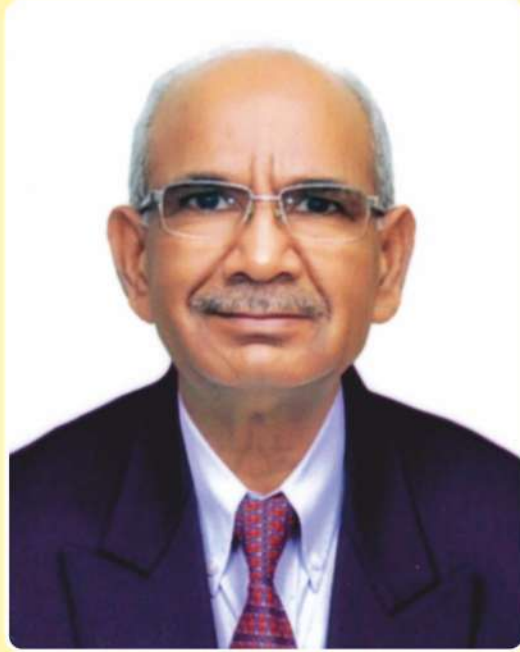


RBI Lic. No.: MH 978 P Dt. 12.08.1988

Multi-State Reg. No.: MSCS/CR/113/2000 Dt. 25.10.2000

**Administrative Office**

A-16, Industrial Estate, Padmashri Babubhai Rathi Chowk, Netaji Subhashchandra Bose Marg, Satpur, Nashik-422 007.  
Phone : (0253) 2308200 to 2308206 Fax : (0253) 2353581 E-mail : ceo@namcobank.in Website : www.namcobank.in



**J. B. Bhoria**  
Administrator



**Amruta A. Sathe**  
Chief Executive Officer



**Sanghamitra K. Kale**  
Chief Accountant





Mr. Shyamsunder, Chief General Manager, Reserve Bank of India addressed the staff and officers of our bank, Administrator, Mr. J.B. Bhoria, CEO, Ms. Amruta A. Sathe and Mr. Lotan P. Patil, Chief Manager welcoming Mr. Shyamsunder.



Administrator, Mr. J.B. Bhoria addressed the staff and family members on Republic Day in the presence of Ms. Amruta A. Sathe, CEO and Mr. B.N. Ahire, Asst. General Manager



Mr.J.B.Bhoria, Administrator speaking about the new CBS software in the presence of Ms.Aarti Dhole (MD Cosmos E-Solutions), Ex-Director, Mr.Lalit J. Modi, Dr.M.L.Abhyankar (Group Chairman, Cosmos), Mr.Ajay Bramhecha (Chairman, NUBA and Ex.Chairman, Lasalgaon Merchants Co-op. Bank), Ex-Chairman and Director Mr.Gajanan D.Shelar. Dr.Abhyankar and all other addressed our staff and officers.



Mr.Santosh Mandlecha, President, MACCIA (middle) visited Head Office of the Bank with Mr.Mohanlal J.Kummat (left), former Expert Director



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Ph.No. 0253-2308200 to 206  
website : www.namcobank.in

Fax : 0253-2353581  
E-mail : ceo@namcobank.in

### Annual General Meeting Notice

The 60<sup>th</sup> Annual General Meeting of members of The Nasik Merchants Co-operative Bank Ltd. will be held on Wednesday, 5<sup>th</sup> September 2018, at 11.30 a.m. under the Chairmanship of Mr.J.B.Bhoria, Administrator in the Administrative Office, Satpur, Nashik to transact the following business.

1. To read and confirm the minutes of last AGM held on 07 September 2017.
2. To consider the annual report of the bank for the year 2017-2018.
3. To consider the audited Annual Accounts which consist of Balance Sheet and Profit and Loss Account for the year ended 31 March 2018
4. To approve appropriation of net profit and declaration of 15% dividend (subject to RBI approval).
5. To approve payment of exgratia and bonus and extra expenditure incurred over the budget estimate for the year ended 31 March 2018.
6. To approve the expenditure budget for the year 2018-2019.
7. To consider the Statutory Audit Report and rectification report on the same for the financial year 2017-2018.
8. To appoint Statutory Auditors for the year 2018-2019 and to authorize Administrator to fix their honorarium and expenditure.
9. To authorize the Board of Directors to appoint concurrent auditors for the year 2019-2020.
10. To take note of loans granted to directors and their relatives.
11. To take note of the RBI letter dated 11.06.2018 about election of the Board of Directors and action regarding the same.
12. To take note of transfer of contingency reserve fund and charity fund to other funds.
13. To grant leave of absence to those members who could not attend the 60th Annual General Meeting.
14. Any other matter with the permission of the Chair.

**Nashik**  
**Date : 16 August 2018**

By the order of Administrator  
**Amruta Anand Sathe**  
Chief Executive Officer

Note:-

1. If there is no quorum for the meeting at the scheduled time, the meeting will be adjourned for half an hour. The meeting will be held after that at the same place to consider the Agenda items. This meeting will not require quorum.
2. If any member desires to have any information, he/she may reach such request to above address by not later than 30<sup>th</sup> August 2018 so that the required information may be made available in Annual General Meeting.
3. The members should bring their identity proof to the meeting.
4. The minutes of the AGM held on 07 September 2017 and 59<sup>th</sup> Annual Report would be made available at nearest branch office and at the meeting venue. Same are also available on our website : www.namcobank.in
5. All members are requested to attend Training Programme after Lunch.



**Dear Members,**

Hearty welcome to all of you to this Annual General Meeting of your bank. I am happy and feel privileged to present before you 59th Annual Report of our bank for the year ended 31 March 2018. The Reserve Bank of India extended my appointment for one more year i.e. up to 05 January 2019.

As all of you are well aware, the banks in India have been passing through challenging times due to several reasons. The financial status of our bank as at the end of March 2018 is evident from the audited figures and is a matter of great satisfaction for us.

**Performance at a glance**

(₹ in lakhs)

Sr. No.	Particulars	31.03.2017	31.03.2018	Change	Percentage Change
1	Paid up Share Capital	5100.51	5012.26	-88.25	-1.73
2	Reserves and Surplus	41573.62	45222.38	3648.76	8.78
3	Deposits	160679.94	148629.58	-12050.36	-7.50
4	Loans and Advances	90890.58	84908.59	-5981.99	-6.58
5	Investments	105189.00	103166.16	-2022.84	-1.92
6	Operating Profit	6879.18	6305.01	-574.17	-8.35
7	Members	179186	179905	719	0.40
8	CRAR	39.68 %	43.11 %	-	8.64

Reserves and Surplus went up to ₹ 452.22 crore as on 31 March 2018 which were ₹ 415.74 crore at the end of March 2017. The jump in Reserves and Surplus and increased CRAR of 43.11 % are indicative of increase in strength of the bank. Our valued customers and the public continued to repose trust in the bank as is apparent with the increase in total number of members. The Net NPA was 8.37%

Several new and old banks have opened their branches in our area of operation. New products and services are introduced and the cut throat competition is on the increase day by day. Our bank is in tune with the times. For the bank and all its stake holders' prosperity and happiness, we have adopted the policy of transparency, sincerity, promptness in service and personal attention to each and every customer, timely and optimal deployment of resources as well as updation of manpower and infrastructure.

**Appropriation of net profit**

25% Statutory Reserve Fund	6,48,89,821.00
1% Educational Fund	25,95,593.00
10% Unforeseen Losses	2,59,55,929.00
Investment Fluctuation Fund	4,00,00,000.00
1% Charity Fund	25,95,593.00
15% Dividend	7,82,00,000.00
Contingency Reserve Fund	23,22,350.00
Transfer to Bad and Doubtful Debt Reserve	4,30,00,000.00
<b>Total</b>	<b>25,95,59,286.00</b>

The Chartered Accountants, M/s. Jayesh Desale and Co. completed the Statutory Audit. They appreciated the work done by the bank. Your bank is rated as 'A' class by the auditors as always.

The bank has asked the permission of Reserve Bank of India for of payment of 15% dividend to the shareholders for the year 2017-18 subject to the approval of Annual General Meeting.

The record highest CRAR i.e. 43.11% of the bank certifies its performance and functioning. The bank earned high Operating Profit of ₹ 63.05 crore and Net Profit before Taxes of ₹ 44.81 crore that too after increased infrastructure expenses and giving lots of promotions, bonus and ex-gratia incentives / benefits and substantial salary increase to its officers and employees.



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The number of shareholders and customers (depositors and borrowers) increased. CASA deposits were ₹ 595.69 crore i.e. 37.07% of total deposits at the end of March 2018.

Internal control over branches has improved. It resulted in overall better impact on working and house keeping of the bank in general.

Demand for upgradation of IT infrastructure facilities has been made since the day I joined and in the AGMs. I am happy to announce the change of CBS to browser based and that too world class. Other additions in facilities include POS (Point of Sale) Terminals, Ecom system for online purchases, C KYC and Rupay ATM cum Debit Card services. Now customers can do transactions on ATMs, POS machines and online ECom payments. Inward IMPS has already started. Efforts are on to commence E KYC and outward IMPS. As there are issues of charges payment and keeping of fix deposit with HDFC, reconciliation, etc. we have taken steps to take direct membership for settlement of ATM transactions.

The bank has managed its expenditure very well. Actual expenditure is less than the Budgeted Expenditure this year also.

The targets and action plan for this year had already been given to all concerned / branches.

The shortage of cash with the branches and in ATMs of the banks at times resulted in difficulties to the customers. I am pleased to state that our bank arranged plenty of fresh cash even directly from the Reserve Bank of India and timely supplied cash across the counters and through our ATMs. Our employees and officers wholeheartedly served our customers and the public. It gave major satisfaction to our customers and even to the customers of other banks in those circumstances. The bank and its staff got good name and all round appreciations for always rising to the occasion.

During the period under review, the bank has generally complied with statutory requirements and norms and regulations laid down by Reserve Bank of India. The bank has succeeded in providing banking services covering different sections of society and reaching to the masses.

As a special service, the bank had started mop up of cut, defective, torn and soiled notes and exchanged such pieces against good notes in all branches in Nashik. This service is being provided continuously till date. Ours is the only bank in India who has been doing such public service on all the working days. Incidentally, entire staff of the bank had been given full day trainings on all aspects of Indian currency twice.

Best possible learning facilities were provided to the staff to hone their skills. They were deputed for training programmes, seminars and work shops conducted by Reserve Bank of India, Banking Codes and Standards Board of India (BCSBI), Nashik Jilha Nagari Sahakari Banks Association, Maharashtra Rajya Sahakari Sangh, College of Agricultural Banking (CAB) of Reserve Bank of India, Pune, NAFCUB, New Delhi, DGICM, Nagpur, National Securities Depository Ltd. (NSDL), Maharashtra Chamber of Commerce, Industries and Agriculture, Mumbai and Financial Intelligence Unit-India (FIU-IND). Many training programmes/ lectures were also organized in-house for the benefit of staff and officers which enhanced knowledge, skills, confidence and awareness of the staff for best performance. The staff was motivated and incentivized to gain knowledge and professional qualifications e.g. grant of special increments for CAIIB.

With better infrastructure in place, improved calibre of manpower, the zeal to perform, good public opinion and a number of other positive factors/ developments, your bank is now in a far strong position to make fast progress.

It is my last AGM. The bank's valued members have guided, helped and stood by my side in many ways to run the bank. I acknowledge and place on record the appreciation for contributions made by shareholders, customers, institutions, sympathizers, social workers and a large number of known and not so well known personalities in helping the bank to achieve its goals and enhance its reputation. I place on record gratefulness and sincere thanks to Reserve Bank of India, the Joint Secretary and Central Registrar of Cooperative Societies, New Delhi, Commissioner of Co-operatives and Registrar of Cooperative Societies, Maharashtra State, Pune, Divisional Joint Registrar of Cooperative Societies, Nashik, Nashik District Urban Cooperative Bank Association, Nashik as well as National and State Level federations. Sincere thanks to the media, auditors, legal advisors, owners of the branch premises, officers and employees of the bank and all others who have always rendered willing co-operation and worthy help.

I am grateful to you for having given me an opportunity to present this report. I am aware that achievements would not have been possible but for sincere and devoted concern and efforts by all of you. I hope that seasoned guidance would continue to be available from you in a benevolent manner at all times.

Many sincere thanks,

**J.B.Bhoria**  
Administrator



## INDEPENDENT AUDITORS REPORT

(Under section 31 of the Banking Regulations Act, 1949 as applicable to Co-operative Societies & Section 73(4) of Multi-State Co-operative Societies Act, 2002 & Rule 27 of the Multi-State Co-operative Societies Rules)

To,  
The Members of  
The Nasik Merchants Co-Operative Bank Ltd.  
(Multi-State Scheduled Bank),  
Nasik.

### Report on the Financial Statements

1. We have audited the accompanying financial statements of The Nasik Merchants Co-operative Bank Ltd. (Multi-State Scheduled Bank) Nasik, which comprise the Balance Sheet as at 31st March, 2018, the Statement of Profit and Loss and also the Cash Flow Statement for the year ended on that date annexed thereto and a summary of the significant accounting policies and other explanatory information. The returns of 80 branches audited by us are incorporated in these financial statements

### Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements in accordance with Banking Regulation Act, 1949 and Multistate Co-operative Societies Act, 2002. that give a true & fair view of the financial position, financial performance and cash flows of the Bank prepared in accordance with the Accounting Standards issued by The Institute Of Chartered Accountants of India (ICAI).

This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

6. In our opinion and to the best of our information and according to explanation given to us the aforesaid financial statements together with notes thereon and subject to our observations and comments given in the Audit report give the information required by the Banking Regulation Act, 1949, the Multi-State Co-Operative Societies Act, 2002 and Multi-State Co-Operative Societies Rules, 2002 and the guidelines issued by the National Bank for agriculture and Rural Development (as applicable) and guidelines issued by Reserve Bank of India and the Central Registrar of Co-operative societies, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
  - a) In case of Balance Sheet, the state of affairs of the bank as at 31st March, 2018;
  - b) In case of Profit & Loss Account, of the Profit for the year ended on that date; and
  - c) In case of Cash Flow Statement, Cash Flows for the year ended on that date.



**Report on other Legal & Regulatory Requirements**

7. The Balance sheet and Profit and loss Account have been drawn up in form "A" and "B" respectively of third schedule to the Banking Regulation Act, 1949, the Multi state Co operative societies Act, 2002 and the Multi state co operative societies Rules, 2002.
8. As required under Section 73(4) of the Multi-state Co-operative Act, 2002, & the Banking Regulation Act, 1949, we report that:
  - i. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and have found to be satisfactory;
  - ii. In our opinion, proper books of accounts as required by law have been kept by the bank so far as appears from our examination of those books and proper returns adequate for the purpose of our audit have been received from the branches;
  - iii. The transactions of the Bank which came to our notice have been within the powers of the Bank;
  - iv. The Balance Sheet and Profit & Loss Account & the Cash Flow statement dealt with this report are in agreement with the books of accounts and the returns ;
  - v. The reports on the accounts of branches / offices audited by the Branch Concurrent auditors have been forwarded to us and have been properly dealt with by us in preparing this report.
  - vi. The Accounting standards adopted by bank are consistent with those laid down by accounting principal generally accepted in India so far as applicable to Banks.
  - vii. In our opinion and according to information and explanation given to us we have not noticed any material impropriety in the expenditure or in the realization of money due to the bank
9. As required by rule 27(3) of the Multi-State Co-operative Societies Rules, 2002, we report on the matters specified in clause (a) to (f) of the said rule to the extent applicable to the Bank:
  - i. During the course of our audit, we have generally not come across transactions which appear to be contrary to the provisions of the Act, the Rules or the Bye laws of the Bank.
  - ii. During the course of our audit, we have not come across material and significant transactions which appear to be contrary to the guidelines issued by Reserve Bank of India and National Bank for Agriculture and Rural Development.
  - iii. During the course of our audit, we have generally not come across any violation of the guidelines, conditions, etc. issued by the Reserve Bank of India and National Bank for Agriculture and Rural Development.
  - iv. As required by Rule 27(3)(a) to (f) of the Multi-state Co-operative Societies Rules, 2002, we give in the Annexure, a schedule on the matters specified in that Rule.
  - v. The Bank has been awarded Audit class "A" for the year ended on 31st March 2018.

For **Jayesh Desale & Co.**

Chartered Accountants

**CA Jayesh Desale**

Partner

M.No.:-120877

FRN :-126773W

Place: - Nashik

Date: - 23.07.2018

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**BALANCE SHEET AS ON 31 MARCH 2018**

(amt. in ₹)

Particulars	Schedule	As on 31 March 2018	As on 31 March 2017
<b>CAPITAL AND LIABILITIES</b>			
Capital	1	50,12,26,000	51,00,51,200
Reserves and Surplus	2	4,52,22,38,352	4,15,73,62,583
Deposits	3	14,86,29,57,900	16,06,79,93,510
Borrowings	4	0	0
Bills for Collection (Contra)		23,68,412	28,51,431
Other Liabilities and Provisions	5	2,13,15,84,614	2,23,38,66,472
	<b>Total</b>	<b>22,02,03,75,278</b>	<b>22,97,21,25,196</b>
<b>PROPERTY AND ASSETS</b>			
Cash and Balance with RBI	6	95,41,90,919	97,17,01,540
Balance and FD with other Banks	7	20,35,78,979	20,86,32,030
Money at Call and Short Notice		0	60,00,00,000
Investment	8	10,21,02,63,561	9,81,23,10,111
Advances	9	8,49,08,58,559	9,08,90,57,678
Bills for Collection (Contra)		23,68,412	28,51,431
Fixed Assets	10	8,06,66,440	8,61,20,857
Other Assets	11	2,07,84,48,407	2,20,14,51,549
	<b>Total</b>	<b>22,02,03,75,278</b>	<b>22,97,21,25,196</b>
Contingent Liabilities	12	20,25,43,980	20,58,37,413

The Schedules referred to above form an integral part of Balance Sheet.

The Balance Sheet has been prepared in conformity with Form - A of the Third Schedule to the Banking Regulations Act, 1949.

As per our report of even date.  
For **Jayesh Desale & Co**  
Chartered Accountants  
FRN :- 126773W

For and on behalf of the  
**The Nasik Merchants Co-Operative Bank Ltd., Nashik.**

**CA Jayesh S Desale**  
Partner  
M.No :- 120877  
Date : 23/07/2018  
Place : Nashik

**Sanghamitra Kale**  
Chief Accountant

**Amruta Sathe**  
Chief Executive Officer

**J.B.Bhoria**  
Administrator



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**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2018**

(amt. in ₹)

Particulars	Schedule	As on 31 March 2018	As on 31 March 2017
<b>INCOME</b>			
Interest Earned	13	1,86,14,16,151	2,12,05,15,721
Other Income	14	12,47,36,922	17,18,60,351
Profit on Sale of Securities		95,56,653	3,54,38,750
	<b>Total</b>	<b>1,99,57,09,726</b>	<b>2,32,78,14,822</b>
<b>EXPENDITURE AND PROVISIONS</b>			
Interest Paid on Deposits and Overdraft	15	99,92,28,116	1,28,42,90,347
Operating Expenses	16	36,51,23,481	38,08,12,491
Provisions	17	18,32,47,037	9,03,47,956
Loss on Sale of Assets		0	48,836
	<b>Total</b>	<b>1,54,75,98,634</b>	<b>1,75,54,99,630</b>
<b>NET PROFIT - BEFORE TAX</b>		<b>44,81,11,092</b>	<b>57,23,15,192</b>
Less - Provision for Tax		18,80,00,000	19,17,00,000
Less - Provision Deferred Tax		5,51,806	37,93,851
	<b>Total</b>	<b>25,95,59,286</b>	<b>37,68,21,341</b>
<b>PROFIT AVAILABLE FOR APPROPRIATION</b>			
Appropriations ( Subject to approval of AGM)		25,95,59,286	37,68,21,341
Transfer to Statutory Reserve		6,48,89,821	9,42,05,336
Transfer to Education Fund		25,95,593	37,68,213
Transfer to Unforeseen Losses		2,59,55,929	3,76,82,134
Transfer to Charity Fund		25,95,593	37,68,213
Transfer to Investment Fluctuation Fund		4,00,00,000	6,00,00,000
Transfer to Bad and Doubtful Debt Reserve		4,30,00,000	0
Proposed Dividend		7,82,00,000	7,50,00,000
Transfer to Contingency Reserve		23,22,350	10,23,97,445
	<b>Total</b>	<b>25,95,59,286</b>	<b>37,68,21,341</b>
<b>Significant Accounting Policies</b>	18	-	-
<b>Notes to Accounts</b>	19	-	-

The Schedules referred to above form an integral part of Profit and Loss Account.

The Profit and Loss A/c has been prepared in conformity with Form - B of the Third Schedule to the Banking Regulations Act, 1949.

As per our report of even date.

For **Jayesh Desale & Co**  
Chartered Accountants  
FRN :- 126773W

**CA Jayesh S Desale**  
Partner  
M.No :- 120877  
Date : 23/07/2018  
Place : Nashik

For and on behalf of the  
**The Nasik Merchants Co-Operative Bank Ltd., Nashik.**

**Sanghamitra Kale**  
Chief Accountant

**Amruta Sathe**  
Chief Executive Officer

**J.B.Bhoria**  
Administrator

**SCHEDULE FORMING PART OF BALANCE SHEET AS ON 31 MARCH 2018 (amt. in ₹)**

Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 1</b>		
<b>Capital</b>		
<b>Authorised Share Capital</b>		
17515000 Equity shares of Rs. 100/- each	1,75,15,00,000	1,75,15,00,000
9940000 Equity shares of Rs. 25/- each	24,85,00,000	24,85,00,000
<b>Total</b>	<b>2,00,00,00,000</b>	<b>2,00,00,00,000</b>
<b>Issued, Subscribed &amp; Paid up Capital</b>		
2527260 (Prev. Yr.2615512) Equity shares of Rs.100/- each	25,27,26,000	26,15,51,200
9940000 Equity shares of Rs. 25/- each	24,85,00,000	24,85,00,000
<b>Total</b>	<b>50,12,26,000</b>	<b>51,00,51,200</b>
<b>SCHEDULE - 2</b>		
<b>Reserve &amp; Surplus</b>		
Statutory Reserve Fund	1,32,70,49,728	1,23,19,26,415
Dividend Equalisation Reserve	92,72,532	92,72,532
Reserve for BDD	1,03,96,22,401	70,56,22,401
Reserve for BDD- u/s - 36	81,56,55,000	72,24,55,000
Investment Fluctuation Fund	34,00,00,000	28,00,00,000
Building Fund	26,93,84,027	26,93,84,027
Charity Fund	37,74,815	6,602
Members Welfare Fund	11,70,663	12,03,944
Contingent Provision Against Standard Assets	2,10,00,000	8,00,00,000
Investment Depreciation fund	16,28,14,850	16,28,14,850
Reserve for Unforeseen Loss	26,97,96,557	23,21,14,423
Contingency Reserve Fund	31,38,493	8,57,41,048
Profit and Loss A/c	25,95,59,286	37,68,21,341
<b>Total</b>	<b>4,52,22,38,352</b>	<b>4,15,73,62,583</b>
<b>SCHEDULE - 3</b>		
<b>Deposits</b>		
Current Deposits	1,24,50,80,211	1,48,36,72,317
Saving Deposits	4,71,18,13,101	4,59,72,39,620
Term Deposits	8,90,60,64,588	9,98,70,81,573
<b>Total</b>	<b>14,86,29,57,900</b>	<b>16,06,79,93,510</b>
<b>SCHEDULE - 4</b>		
<b>Borrowings</b>		
<b>Total</b>	<b>0</b>	<b>0</b>



Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 5</b>		
<b>Other Liabilities and Provisions</b>		
Interest Payable	5,89,28,559	7,11,92,534
Sundry Creditors	1,46,14,178	1,75,34,162
Dividend Payable	8,03,95,020	64,74,857
Security Deposits	8,21,565	8,01,716
Audit Fees Payable	13,26,905	10,41,750
TDS Payable	12,68,626	49,00,153
Outstanding Liabilities	55,99,497	49,84,599
Overdue Interest Reserve	1,30,62,38,389	82,26,09,628
Payorders	5,47,19,982	5,16,33,979
DD Payable	47,75,761	0
Locker Rent in Advanced	3,34,135	3,67,095
Guarantee Fee in Advanced	9,14,596	6,35,935
Subsidiary Reserve Fund	49,16,202	1,87,200
Provision for Taxes	18,80,00,000	19,17,00,000
Nilkantha Bank Share Capital Payable	19,12,200	19,20,200
Shrirampur Peoples Share Capital Payable	51,15,195	51,18,645
Shrirampur Peoples Staff Payable	4,24,875	4,24,875
LIC of India PM Yojana	19,097	19,074
Loans Scrutiny Fee	24,000	15,000
Professional Fee Payable	4,32,000	3,60,000
Service Tax Payable	19,76,446	4,64,516
Processing Fee Payable	45,90,905	64,19,905
SRO Charges Payable	0	95,438
Branch Adjustment	14,42,172	15,23,292
Provision for Impaired Assets	44,64,009	44,16,972
CBDT Taxes Payable (Customers)	0	19,747
Shares Suspense	25,100	0
Ex-gratia Payable	2,83,00,000	2,90,00,000
Staff Security Deposit	5,200	5,200
Securities Deliverable- Reverse Repo (Contra)	36,00,00,000	1,01,00,00,000
<b>Total</b>	<b>2,13,15,84,614</b>	<b>2,23,38,66,472</b>



Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 6</b>		
<b>Cash and Balance with RBI</b>		
Cash in Hand	30,10,41,168	24,60,47,558
Balance with RBI	65,31,49,751	72,56,53,982
<b>Total</b>	<b>95,41,90,919</b>	<b>97,17,01,540</b>
<b>SCHEDULE - 7</b>		
<b>Balance and FD with Other Banks</b>		
Balance with Other Banks	9,72,26,650	10,20,42,030
Fixed Deposits in Banks	10,63,52,329	10,65,90,000
<b>Total</b>	<b>20,35,78,979</b>	<b>20,86,32,030</b>
<b>SCHEDULE - 8</b>		
<b>Investments</b>		
Investments in Central Govt. Securities ( S.G.L. form )	9,35,12,87,750	8,30,33,34,300
Investments in State Govt. Securities ( S.G.L. form )	49,88,50,000	49,88,50,000
Other Investments ( Non SLR Bonds & Mutual Fund)	0	0
Share of Co-Operative Institutions	1,25,000	1,25,000
Other ( One Gold Mohar )	811	811
Reverse Repo	36,00,00,000	1,01,00,00,000
<b>Total</b>	<b>10,21,02,63,561</b>	<b>9,81,23,10,111</b>
<b>SCHEDULE - 9</b>		
<b>Advances</b>		
Cash-Credit/Hypothecation/Overdraft	4,31,87,75,417	4,59,96,35,831
Term Loans	3,11,69,23,891	3,41,96,01,491
Secured by Tangible Assets / Govt. Securities	15,67,23,666	13,80,32,678
Hire Purchase	89,66,93,979	93,06,96,070
Others	17,41,607	10,91,608
<b>Total</b>	<b>8,49,08,58,559</b>	<b>9,08,90,57,678</b>
<b>SCHEDULE - 10</b>		
<b>Fixed Assets ( Net Block )</b>		
Land and Buildings	2,46,86,326	2,71,80,949
Plant and Machinery	2,23,05,602	2,45,39,043
Furniture and Fixture	2,73,51,929	2,89,72,094
Vehicles	31,27,303	36,79,280
Library	10,853	12,766
Computer	12,10,367	7,78,206
Software Systems	19,74,060	9,58,519
<b>Total</b>	<b>8,06,66,440</b>	<b>8,61,20,857</b>



Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 11</b>		
<b>Other Assets</b>		
MSEDCL Deposits	3,88,800	3,88,800
Sundry Debtors	5,69,956	20,86,456
Stock of Stationery	27,81,236	25,16,647
Stock of Stamps	2,57,485	2,61,895
Locker Rent Receivables	6,83,728	5,57,678
Advance Income Tax and TDS	20,62,92,374	18,91,61,834
Interest Receivable on Investment	15,48,79,772	13,25,31,234
Interest Receivable on Loans	1,30,62,38,389	82,26,09,628
Prepaid Expenses	13,00,911	15,15,727
Security Deposit For Premises	52,45,743	56,62,396
Pan Stamps	15,425	15,514
Advance Income Tax Refund	61,37,770	61,37,770
Premium Paid on HTM Securities	2,86,29,400	1,76,49,400
Security Guarantee Fee	31,00,000	83,00,000
DEAF Claimed from RBI	3,30,369	12,51,723
Deferred Tax Assets	1,53,041	7,04,847
IMPS/NPCI Settlement	12,48,458	0
GST Input	95,551	0
Other Income Receivable	1,00,000	1,00,000
Securities Purchased- Reverse Repo	36,00,00,000	1,01,00,00,000
<b>Total</b>	<b>2,07,84,48,407</b>	<b>2,20,14,51,549</b>
<b>SCHEDULE - 12</b>		
<b>Contingent Liabilities</b>		
Bank Guarantees	10,73,48,947	12,63,73,105
DEAF Parking Accounts	9,51,95,033	7,94,64,308
<b>Total</b>	<b>20,25,43,980</b>	<b>20,58,37,413</b>
<b>SCHEDULE - 13</b>		
<b>Interest Earned</b>		
Loans and Advances	99,71,60,121	1,17,00,88,155
NPA Write Off	48,52,846	54,47,758
Government Securities	84,84,91,192	92,33,24,156
Bank FDR and Call Money	83,81,271	1,44,33,937
Reverse Repo	25,26,652	72,21,715
Other Interest (CCIL)	4,069	0
<b>Total</b>	<b>1,86,14,16,151</b>	<b>2,12,05,15,721</b>



Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 14</b>		
<b>Other Income</b>		
Commission and Exchange	36,79,499	24,96,961
Commission on RTGS and NEFT	13,34,113	25,22,192
Commission on Letter of Credit	0	0
Commission on Stamp and Pan Stamp	19,248	22,640
Commission on P.M. Yojana	1,20,074	1,44,758
Dividend on Co-op. Banks Share	12,500	12,500
Short Term Gain on Mutual Fund	3,05,47,072	8,11,84,288
Principal Recovered in Written off NPA Account	36,35,323	23,18,568
Cash Handling Charges	46,69,732	17,86,521
Share Transfer Fees	1,680	3,541
Guarantee Fees	15,73,632	25,08,233
Incidental Charges	3,19,19,357	2,13,23,019
Locker Rent Received	70,95,020	43,87,950
Service Charges	1,11,262	90,125
Custody Charges	22,78,271	24,03,297
Other Income	20,88,547	10,86,039
Referral Fee	4,08,585	5,74,139
Processing Fees	56,15,759	1,96,42,670
CBDT Charges	1,39,809	1,23,805
POS/IMPS Fee Received	3,48,363	1,74,286
Loan Renewal Charges	20,93,625	31,89,726
ATM Charges Received	2,03,36,291	1,82,90,948
Commitment Charges	54,73,318	75,74,145
Excess Taxation Prov.	9,30,540	0
Profit/Loss on sale of Asset	3,05,303	0
<b>Total</b>	<b>12,47,36,922</b>	<b>17,18,60,351</b>
<b>SCHEDULE - 15</b>		
<b>Interest Paid</b>		
On Deposits	86,85,51,728	98,02,49,375
On Overdrafts	2,346	6,236
On Govt. Security	13,06,74,042	30,40,34,736
<b>Total</b>	<b>99,92,28,116</b>	<b>1,28,42,90,347</b>



Particulars	As on 31 March 2018	As on 31 March 2017
<b>SCHEDULE - 16</b>		
<b>Operating Expenses</b>		
Salaries and Allowances	21,84,40,921	23,21,44,277
Bonus and Exgratia	2,83,00,000	2,90,00,000
Staff Training	3,28,587	1,99,668
Travelling Expenses	14,09,893	17,62,246
Institutional Membership Fees	8,61,986	6,50,690
Clearing House Charges	10,93,506	14,09,722
Other Charges	42,44,266	50,59,821
Postage and Telephone	54,39,528	53,16,882
Printing and Stationary	23,58,863	35,91,591
Advertisement	7,69,648	6,88,899
Commission Paid	1,67,472	1,00,049
Legal Charges	-67,92,105	20,64,166
Professional Fees	75,37,930	34,27,032
Audit Fee	22,59,056	17,25,602
Depreciation	1,30,78,313	1,62,37,572
Repairs and Maintenance	99,46,582	85,63,822
Rent, Rate and Taxes	1,76,26,174	1,66,87,491
Insurance	1,59,66,049	1,51,94,954
Electricity Charges	1,02,57,422	1,08,34,854
Water Charges	2,84,401	1,76,878
Vehicle Expenses	5,17,464	14,07,566
Locker Rent and Custody Charges Paid	16,864	21,160
Service Tax/ GST Paid	1,92,09,490	1,47,31,140
Swachha Bharat Cess	1,02,424	2,22,135
Network Usage Charges	35,96,563	27,81,579
E Token Charges	65,000	2,300
RTGS Charges	2,15,121	2,39,667
ATM Charges Paid	42,77,533	37,32,105
Staff Relief Expenses	20,000	43,500
Diesel Charges paid for Generator	9,49,214	2,03,524
CCIL Charges	1,28,086	3,43,497
Income Tax Paid to Government	15,75,340	3,05,440
Cash Handling Charges Paid	7,58,714	18,60,047
POS Fee Paid	66,011	69,065
POS Cash Back	0	1,118
NPCI POS Charges	47,163	12,432
<b>Total</b>	<b>36,51,23,481</b>	<b>38,08,12,491</b>
<b>SCHEDULE - 17</b>		
<b>Provisions</b>		
Special Bad Debts Reserve u/s 36 (1)	9,32,00,000	9,03,47,956
Provision for Bad and Doubtful Debts	9,00,00,000	0
Provision for Impairment of Assets	47,037	0
<b>Total</b>	<b>18,32,47,037</b>	<b>9,03,47,956</b>



## SCHEDULE - 18

### Significant Accounting Policies

#### A) Accounting Convention

The financial statements have been drawn up keeping in mind the historical cost and going concern concept and in accordance with the generally accepted accounting practices and practices prevailing in the Co operative Banks in India except as otherwise stated.

#### B) Investment

The bank has classified its entire investments portfolio held on 31.03.2018 as per the guidelines of the RBI in the following three categories viz. Held to Maturity (HTM), Held for Trading (HFT) and Available for Sale (AFS). Further in compliance with said directives, valuation in these categories have been done as follows -

- a) **Held To Maturity (HTM)** - Investments under this category are carried at acquisition cost unless it is more than face value in which case the premium is amortized over the remaining period of investments. Premium paid on Investment is shown under the Head "Other Assets" as per the guidelines of R.B.I.
- b) **Held For Trading (HFT)** - Investments under this category are securities acquired by bank with the intention of trading for taking advantage of the short term price/ interest rate. If bank is not able to sell the security within 90 days due to exceptional circumstances the security should be shifted to the AFS category.
- c) **Available For Sale** - Investments under this category are valued at the market rate on yearly basis and net depreciation, if any, is provided while net appreciation, if any, has been ignored. The book value of the individual script is not changed after revaluation during the year.
- d) For arriving at market value Central Govt. securities are valued at market rates declared by RBI. State Govt. securities and other approved securities are valued as per methodology suggested by FIMMDA. Valuation of shares of Co - operative societies are taken at cost.
- e) In respect of securities included in any of the above two categories, where interest/principal is in arrears for more than 90 days, income is not recognized by the bank and appropriate provision on the value of such investments is suggested by the auditors considering the prudential norms laid down by the R.B.I.

#### C) Advances

Advances are classified on the basis of asset classification and provisioning requirement under the IRAC norms laid down by RBI. Advances shown in the Balance Sheet are net of unrealized interest. The overdue interest in respect of advances classified as non performing is provided under overdue interest reserve as per the directives issued by the RBI.

In respect of consortium advances the borrowal accounts are classified as per the performance of the account with the bank.

#### D) Non Performing Assets

In terms of guidelines of RBI, advances are classified as "Performing Assets" based on recovery of principal / interest. NPAs are categorized as Sub standard, Doubtful and Loss assets for the purpose of provision. Provision for standard asset is credited to Contingent Provision Against Standard Assets Provision on advances categorized under Sub Standard, Doubtful and Loss Assets is made in accordance with the guidelines issued by the Reserve Bank of India. In addition a general provision has been made on all standard assets as per RBI directives UBD (PCB). Cir No. 30/09.11.600/06-07 dated Feb. 19, 2007.



**E) Fixed Assets**

Fixed Assets are stated at cost of acquisition less depreciation till date.

**F) Depreciation**

- Depreciable Assets are depreciated on Written Down Value Method except computer and software.
- Depreciation is provided on Machinery and Vehicles at 15%, Buildings and Furniture at 10% under Written down Value Method and on Computer and Software at 33.33% on Straight Line Method
- Depreciation on Fixed Assets purchased during the year is charged for the entire year, if the asset is acquired and put to use for more than 180 days. Otherwise it is charged at half of the depreciation.
- No depreciation is charged on Fixed Assets sold / discarded during the year.

**G) Revenue Recognition (AS - 9)**

- Items of income and expenditure are generally accounted on accrual basis except otherwise stated.
- Insurance claim and dividend on investment in shares are recognized on cash basis.
- Income on NPAs is recognized to the extent realized as per the directive and the prudential norms issued by the RBI.
- In case of compromise and settlement proposals, the write off is done on complete realization basis.
- Interest on fixed income securities is recognized on accrual basis in case it is serviced regularly.

**H) Retirement Benefits To Employees (AS - 15)**

- The liability towards gratuity is assessed by LIC on actuarial basis during the year and the same is fully provided for by way of paying premium to LIC.
- The banks contribution towards provident fund are charged against the revenue every year.

**I) Taxation**

- Tax expenses comprise both deferred and current taxes. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.
- Deferred tax is measured based upon the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date.
- Deferred tax assets / liabilities are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets/ liabilities can be realised. Deffered tax is calculated @ 34.608% i.e., including 12% as surcharge.

**SCHEDULE - 19**

**Notes to Accounts**

**I) Reconciliation**

Reconciliation of entries outstanding has been done up to 31.03.2018 in case of inter bank accounts except for the balance with few banks. Elimination of entries outstanding in Inter Bank accounts with other banks and in inter branch accounts viz. drafts, suspense, branch adjustments, clearing transactions, fund transfers, sundry creditors, etc. are done.

Segregation of debit and credit entries in Inter Branch Account pertaining to the period up to 31.03.2018 has been done in terms of Reserve Bank of India's guidelines. The resultant figure is net balance.

In the opinion of the bank, consequential effect of the above on the revenue/assets/liabilities of the bank is not material.

**II) Penalty**

No Penalty is levied by the Reserve Bank of India for the Financial year 2017-18.



### III) Compliance With Accounting Standards

There are no material prior period items included in the Profit and Loss Account required to be disclosed as per AS-5 " Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies " issued by the I.C.A.I. read with the Reserve Bank of India's guidelines.

The Fixed Assets are not shown in accordance with the Accounting Standard 6 (AS 6) and Accounting Standard 10 (AS 10) as issued by the Institute of Chartered Accountants of India.

### IV) Deferred Taxes

Deferred Tax is recognised subject to consideration of prudence, on timing difference, representing the difference between taxable income and accounting income that originated in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date

### V) Bad and Doubtful Debt Provisioning

Total provision of Rs 18552.77 lacs is required for NPAs in line with RBI guidelines as on 31.03.2018 Bank has a sufficient provision to cover the same.

### VI) Contingent Liabilities

(₹ in lakhs)

Particulars	31.03.2018	31.03.2017
Bank Guarantees	107348947	126373105
DEAF Parking	95195033	79464308
Total	202543980	205837413

### VII) Depositors Education and Awareness Fund Scheme 2014

In term of the Circular dated 21 March 2014, issued by Reserve Bank of India, the Bank has created the Depositors Education and Awareness Fund (DEAF), The Bank have transferred all the credit balance mentioned in Clause 3 of DEAF scheme 2014 maintained with the bank which have not been operated for 10 years or more. Subsequently, Bank is transferring to the said Fund, amount becoming due in each calendar month and the interest accrued there on for the eligible accounts as specified in the scheme.

**The funds transferred to DEAF accounts till 31 March 2018 are as follows**

(₹ in lakhs)

Particulars	(2017-18)	(2016-17)
Opening balance transferred to DEAF	794.64	742.77
Add : Amount transferred to DEAF during the year	177.60	57.27
Less :Amount reimbursed by DEAF towards claims	20.29	5.40
Closing balance of DEAF account	951.95	794.64

In case of demand from customer whose unclaimed amount had been transferred to the fund bank repays the customer with interest, if applicable and lodges a claim for refund from fund for an equivalent amount paid to the customers

All such unclaimed liabilities (where amount due has been transferred to deaf) are reflected as "Contingent Liability", item for which the Bank is contingently liable under Scheduled 12 of Contingent Liabilities in the Annual Financial Statement.



**VIII) Statement of Securities sold/purchased under REPO transactions during the year 2017-18**

(₹ in lakhs)

Particulars	Securities sold under REPO (Govt. Securities)	Securities purchased under Reverse REPO (Govt. Securities)
Minimum Outstanding during the year	Nil	100.00
Maximum Outstanding during the year	Nil	10100.00
Daily Average Outstanding during the year	Nil	475.39
As on 31 March 2018	Nil	3600.00

Reverse repo transaction includes transaction under Liquidity Adjustment Facility (LAF) with RBI.

**IX) Claims Against the Bank**

The amount of Claims against the bank regarding the suit filed by the borrowers, employees, under various statutes, etc. is not ascertainable. Bank has not considered these items as tenable in court of law on the basis of opinions of advocates and hence, not recognized as debts.

**X) Additional Disclosure of Information As Per RBI Circular No. UBD.CO.BP.PCB. 20/16.45.00/2002-03 dated 30.10.2002**

(₹ in lakhs)

No.	Particulars	31.03.2018	31.03.2017
1	Capital to Risk Asset Ratio (CRAR)	43.11%	39.68%
2	Movement of CRAR for Two Year		
	a) 1) Capital Fund- Tier 1 Capital	25586.31	26365.52
	2) Capital Fund- Tier 2 Capital	4265.58	3748.70
	b) Risk Weighted Assets	69247.00	75895.63
3	Investments/ State Govt & Other Approved Securities		
	a) Book Value	97151.60	88021.84
	b) Face Value	98501.38	85551.60
	c) Market Value	98095.70	90563.73
4	Advances Against		
	Real Estates Construction Business and Housing	5933.52	7033.96
5	Advances against Shares and Debentures	0.00	0.00
6	Advances to Directors, their Relatives, Companies / firms in which they are interested		
	a) Fund Based	0.00	0.00
	b) Non-fund Based	0.00	0.00
7	Average Cost of Deposits	5.78%	6.42%
8	NPAs		
	a) Gross NPA	24107.29	14233.63
	b) Net NPA	5554.52	0.00



9	Movement in NPAs		
	Opening balance	14233.63	9265.02
	Add : Addition during the year	11151.18	5771.14
	Less: Closed/Recoverd/written off	1277.52	802.53
	Closing balance	24107.29	14233.63
10	Profitability		
	a) Interest income as a percentage of Working Funds	8.99%	10.06%
	b) Non-interest income as a % of Working Funds	0.64%	0.98%
	c) Operating Profit as a % of Working Funds	3.04%	3.25%
	d) Return on Assets (Before Tax)	2.09%	2.83%
	e) Return on Assets (After Tax)	1.21%	1.92%
	f) Business (Deposits+Advances)per employee	459.72	470.23
	g) Profit per employee (Before Tax)	8.82	11.17
	h) Profit per employee (After Tax)	5.11	7.59
11	Provision Made towards NPAs	1832.47	903.48
12	Movement in Provisions		
	a) Towards NPAs	1832.47	903.48
	b) Towards Deprecation on Investments	0.00	0.00
	c) Towards Standard Assets	0.00	0.00
	d) Towards Impaired Assets	0.47	0.00
13	Foreign Currency Assets/Liabilities	NIL	NIL
14	Payment of insurance premium to the DICGC, including arrears, if any	154.14	145.60



**XI) Composition of Non SLR Investments**

(₹ in lakhs)

No.	Issuer	Amount	Extent of below Investment Grade Securities	Extent of Unrated Securities	Extent of Unlisted Securities
1	PSUs	0.00	0.00	0.00	0.00
2	FIS	0.00	0.00	0.00	0.00
3	Public Sector Banks	0.00	0.00	0.00	0.00
4	Mutual Funds	0.00	0.00	0.00	0.00
5	Provisions held towards depreciation	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

**ii) Non-Performing Non-SLR Investments**

(₹ in lakhs)

Particulars	Amount
Opening balance	NIL
Additions during the year since 1st April 2017	NIL
Reductions during the above period	NIL
Closing balance	NIL
Total provisions held	NIL

**XII) Segmental Reporting (AS - 17)**

The bank has recognized the business segments as the primary reporting segments (viz. banking, operations and treasury operations) and geographical segments as secondary segments (viz. domestic segment only, since the bank does not have any overseas branch) in accordance with AS - 17.

**Business Segments**

The Bank has identified two business segments, viz. treasury and other banking operations. Interest and other costs have been allocated to the segments on a reasonable basis.

(₹ in lakhs)

Sr. No.	Particulars	Treasury				Total	
		Particulars		Other Banking Operations		31.03.2018	31.03.2017
		31.03.2018	31.03.2017	31.03.2018	31.03.2017		
A	Revenue	7454.54	6819.49	11267.55	13473.96	18722.09	20293.45
B	Segment Expenses	4940.67	4592.65	7467.84	9074.17	12408.51	13666.82
C	Result	2513.87	2226.84	3799.71	4399.79	6313.58	6626.63
D	Provisions (Net)	0.00	0.00	937.99	941.42	937.99	941.42
E	Profit Before Tax	2513.87	2226.84	2861.72	3458.37	5375.59	5685.21
F	Income Tax	0.00	0.00	1880.00	1917.00	1880.00	1917.00
G	Net Profit	2513.87	2226.84	981.72	1541.37	3495.59	3768.21
H	Segment Assets	102102.64	104123.10	115951.60	123609.59	218054.24	227732.69
I	Unallocated Assets	0.00	0.00	0.00	0.00	2125.83	1960.05
J	Total Assets	0.00	0.00	0.00	0.00	220180.07	229692.74
K	Segment Liabilities	78695.67	82802.61	89369.76	98298.99	168065.43	181101.60
L	Unallocated Liabilities	0.00	0.00	0.00	0.00	1880.00	1917.00
M	Shareholder's Funds	0.00	0.00	0.00	0.00	50234.64	46674.14
N	Total Liabilities	0.00	0.00	0.00	0.00	220180.07	229692.74

Unallocated Assets amounting to Rs.2125.83 lakhs represent the Tax Amount (Advance Tax paid, Income Tax Refund and Deferred Tax Assets) and unallocated liabilities amounting Rs.1880 lakhs represents Provisions for the current year Tax which cannot be specifically allocated segmentwise.

Therefore these figures are directly shown in Total Column of Segment Reporting.



**XIII) Cash Flow Statement (AS 3) :-**

Cash Flow Statement has been prepared by the Bank in accordance with the 'AS 3' Cash Flow Statement, as per "Indirect Method" as prescribed by the Institute of Chartered Accountants of India.

**Cash Flow Statement for the Year Ended 31 March 2018**

(₹ in lakhs)

No.	Particulars	Year ended 31 March 2018	Year ended 31 March 2017
<b>A.</b>	<b>Cash Flow from Operating Activities</b>		
	Net Profit as per Profit and Loss A/C		2595.60
	<b>Add: Adjustment for :</b>		
	Provision for Income Tax	1880.00	
	Provision for Deferred Tax	5.52	
	Provision for BDDR	1832.00	
	Provision for Impairment	0.47	
	Amortisation of Premium on Securities	71.73	
	Depreciation on fixed assets	130.78	
	sub total		3,920.50
	<b>Less :</b>		
	Profit on Sale of Security	(95.57)	
	Loss on Sale of Assets	0.00	
	Shares Transfer Fees	(0.02)	
	Excess Taxation provision	(9.31)	
	Dividend received from Co- operative Banks	(0.13)	
	Short term Capital Gain	(305.47)	
	Interest Earned on Investments	(8665.76)	
	sub total		(9076.26)
	<b>Adjustments for :</b>		
	Amount Charged to Reserve	(23.74)	
	Net Increase / (decrease ) Deposits	(12050.36)	
	Net Increase / (decrease) in Other Liabilities & Provisions	(1725.49)	
	Net (Increase) / decrease Advances	5981.99	
	Net (Increase) / decrease Other Assets	1500.94	
	Cash Generated from Operations	(6,316.66)	
	Income Tax Paid	(2079.00)	(8,395.66)
	<b>Cash Generated from Operating Activities (A)</b>		<b>(10,955.82)</b>
<b>B.</b>	<b>Cash Flow from Investing Activities:</b>		
	Interest Earned on Investments	8665.76	
	Dividend received from Co- operative Banks	0.13	



**नामको बँक**  
(मल्टिस्टेट शेड्युल्ड बँक)



**Namco Bank**  
(Multistate Scheduled Bank)

**The Nasik Merchants Co-Operative Bank Ltd., Nashik**

A-16, Industrial Estate, Babubhai Rathi Chowk, Netaji Subhashchandra Bose Marg, Satpur, Nashik-422007

Short term Capital Gain	305.47	
Net Increase in Investment	(4075.11)	
Purchase of Assets	(77.69)	
Proceeds from Disposal of Fixed Assets	1.46	
<b>Cash Generated from Investing Activities (B)</b>		<b>4,820.02</b>
<b>C. Cash Flow from Financing Activities</b>		
Increase in Share Capital	(88.25)	
Share Transfer Fees Received	0.02	
Dividend paid during the Year	(5.18)	
Entrance Fees and Excess Cash	3.56	
<b>Cash Generated from Financing Activities (C)</b>		<b>(89.85)</b>
<b>D. Net Increase in Cash and Cash Equivalent during the Year (D)=(A+B+C)</b>		<b>(6,225.65)</b>
Cash and Cash Equivalent at beginning of the Year		
Cash and Balance with RBI	9717.02	
Balance and FD with other Banks	2086.32	
Money at Call and Short Notice	6000.00	
<b>E. Cash and Cash Equivalent at beginning of the Year (E)</b>		<b>17803.34</b>
Cash and Cash Equivalent at end of the Year		
Cash and Balance with RBI	9541.91	
Balance and FD with other Banks	2035.78	
Money at Call and Short Notice	0.00	
<b>F. Cash and Cash Equivalent at end of the Year F=(D)+(E)</b>		<b>11577.69</b>

**XIV) Previous Year Figures**

Figures of the Previous Years have been rearranged / regrouped wherever necessary so as to make the comparison meaningful.

As per our report of even date.

For **Jayesh Desale & Co**

Chartered Accountants

FRN :- 126773W

For and on behalf of the

**The Nasik Merchants Co-Operative Bank Ltd., Nashik.**

**CA Jayesh S Desale**

Partner

M.No :- 120877

Date : 23/07/2018

Place : Nashik

**Sanghamitra Kale**  
Chief Accountant

**Amruta Sathe**  
Chief Executive Officer

**J.B.Bhoria**  
Administrator



**BUDGET FOR THE FINANCIAL YEAR 2018 - 2019**

Sr. No.	Income	Budget For 2017-18	Actual as on 31 March 2018	Budget For 2018-19
1	Interest Received /To be Received on Loans	1,25,00,00,000.00	1,00,20,12,967.02	1,20,00,00,000.00
2	Interest Received /To be Received on Investment	1,10,00,00,000.00	86,65,76,183.60	1,10,00,00,000.00
3	Commission and Exchange	60,00,000.00	51,52,933.76	60,00,000.00
4	Short Term Gain on Mutual Fund	8,50,00,000.00	3,05,47,072.40	4,00,00,000.00
5	Write off NPA Principal Recover	50,00,000.00	36,35,323.42	50,00,000.00
6	Profit In Investment Turnover	4,50,00,000.00	95,56,653.00	2,00,00,000.00
7	Other Income	18,00,00,000.00	8,54,01,593.05	10,00,00,000.00
	<b>Grand Total</b>	<b>2,67,10,00,000.00</b>	<b>2,00,28,82,726.25</b>	<b>2,47,10,00,000.00</b>

Sr. No.	Expenditure	Budget For 2017-18	Actual as on 31 March 2018	Budget For 2018-19
1	Interest Paid /To be Paid	1,41,30,00,000.00	99,92,28,115.94	1,19,00,00,000.00
2	Salaries and Allowances	26,00,00,000.00	21,84,40,920.85	26,50,00,000.00
3	Staff Training Account	60,00,000.00	3,28,587.00	50,00,000.00
4	Bonus and Exgratia	4,00,00,000.00	2,83,00,000.00	4,30,00,000.00
5	Commision Paid /To be Paid	5,00,000.00	1,67,471.64	5,00,000.00
6	Directors Meeting Allowances	5,00,000.00	0.00	5,00,000.00
7	Directors/Administrator Training	5,00,000.00	0.00	5,00,000.00
8	Audit Fee Paid /To be Paid	25,00,000.00	22,59,056.00	30,00,000.00
9	Professional Fees and Legal Fees	95,00,000.00	7,45,825.27	15,00,000.00
10	DICGC Premium	1,80,00,000.00	1,59,66,049.00	1,75,00,000.00
11	Printing and Stationery	50,00,000.00	23,58,863.34	50,00,000.00
12	Rent, Rates , Taxes and Insurance	4,00,00,000.00	2,97,43,337.19	4,00,00,000.00
13	Postage and Telephone	80,00,000.00	54,39,527.83	70,00,000.00
14	Vehicle Expenses	25,00,000.00	5,17,464.00	20,00,000.00
15	Repairs and Maintenance	1,50,00,000.00	99,46,582.42	1,50,00,000.00
16	Depreciation	3,00,00,000.00	1,30,78,313.15	2,00,00,000.00
17	Advertisement	1,60,00,000.00	7,69,648.00	10,00,000.00
18	Other Expenses	2,50,00,000.00	1,48,07,588.71	2,00,00,000.00
19	Service Tax / GST	3,75,00,000.00	1,92,09,489.84	2,50,00,000.00
20	Amortization on Investment	75,00,000.00	71,73,000.00	1,30,00,000.00
21	Network Usages Charges	40,00,000.00	35,96,563.22	40,00,000.00
22	Provisions	11,00,00,000.00	18,26,95,230.85	11,25,00,000.00
23	Loss on Sale of Asset	0.00	0.00	0.00
24	Computer Hardware and Software Purchase	0.00	0.00	4,00,00,000.00
25	Net Profit Before Tax	62,00,00,000.00	44,81,11,092.00	64,00,00,000.00
	<b>Grand Total</b>	<b>2,67,10,00,000.00</b>	<b>2,00,28,82,726.25</b>	<b>2,47,10,00,000.00</b>



**PROGRESS AT A GLANCE**

(Amount in Thousand)

SN	Year	Members	Share Capital	Deposits	Advances	Working Capital	Net Profit or Loss	Audit Class
1	1959 - 1960	316	89	500	501	979	-2	-
2	1969 - 1970	814	227	3177	2903	4467	36	A
3	1979 - 1980	7234	2473	55078	41127	63939	1115	A
4	1989 - 1990	57330	19681	477098	366495	605689	16018	A
5	1999 - 2000	131670	106964	3392025	2256968	4416316	124554	A
6	2000 - 2001	132229	120167	3902844	2766308	4992851	109882	A
7	2001 - 2002	132591	130295	4428362	2897421	5660288	125718	A
8	2002 - 2003	137065	137125	4691202	2812783	6040268	37809	A
9	2003 - 2004	137959	144941	5035703	2658892	6573247	54309	A
10	2004 - 2005	138057	146797	4260629	2363797	5895312	69081	A
11	2005 - 2006	137540	153060	4476209	2266265	6344465	72709	A
12	2006 - 2007	137228	156086	4698351	2183958	6733673	40348	A
13	2007 - 2008	137395	166085	5170147	2396231	7469122	82930	A
14	2008 - 2009	146112	193908	5701860	3226433	8695822	126088	A
15	2009 - 2010	155204	223759	7135161	3697714	9624174	173473	A
16	2010 - 2011	159156	258458	8057455	4852104	10760357	194621	A
17	2011 - 2012	164910	299728	10142886	6805859	13060437	205596	A
18	2012 - 2013	170869	364836	14014882	9103915	17539534	251974	A
19	2013 - 2014	173422	430374	12219724	9440274	16060099	351580	A
20	2014 - 2015	175192	463294	13804117	9357734	18106484	419453	A
21	2015 - 2016	177521	486868	14482740	9392872	19230896	412864	A
22	2016 - 2017	179186	510051	16067984	9089058	21136664	376821	A
23	2017 - 2018	179905	501226	14862958	8490859	20711768	259559	A



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**ANNEXURE:- "A"**

Name of Bank	:	The Nasik Merchants Co-op. Bank Ltd., Nashik (Multi- State Scheduled Bank)
Address of Administrative Office	:	A-16, Industrial Estate, Babubhai Rathi Chowk, Netaji Subhashchandra Bose Marg, Satpur, Nashik 422007
Registration Number and Date	:	22095 DT. 11/06/1959
RBI Licence Number and Date	:	MH/978/PDT.12/08/1988
Registration Number and Date as Multi-State Scheduled Bank	:	M.S.C.S./C.R./113/2000 DT. 25/10/2000
Jurisdiction	:	Whole Maharashtra State, Ahmedabad and Surat in Gujarat State, Hyderabad in Telangana State, Indore in Madhya Pradesh State and Delhi State.
No of Branches including HO	:	81
Membership	:	Regular - 179905 Nominal - 14153

**FINANCIAL STATUS OF BANK AS ON DATE 31 MARCH 2018**

(₹ in lakhs)

S.N.	PARTICULARS	31 MARCH 2018	
1	Paid up Share Capital		5012.36
2	Total Reserve Fund		42626.79
3	Total Deposit		148629.58
	a) Saving	47118.13	
	b) Current	12450.80	
	c) Fixed	89060.65	
4	Total Loan		84908.59
	a) Secured	79393.64	
	b) Unsecured	5514.95	
5	Total % of Priority Sector		58.19%
6	Total % of Weaker Sector		11.07%
7	Investment		103166.16
8	Gross NPA		28.39%
9	Net NPA		8.37%
10	Net Profit		2595.59
11	Percentage of Overdues		8.93%
12	Working Capital		207117.68
13	No of Staff		508
	Sub Staff	111	
	Other Staff	397	





Mr. Balasaheb S. Tavhare, DGM and Zonal Manager, Bank of Maharashtra gave very valuable inputs during his very long sessions to 150 participants of our bank. Administrator, Mr. J. B. Bhoria (middle) and CEO, Ms. Amruta A. Sathe are seen in the Photo.



Some of the staff members enjoying a training programme held by bank.



Esteemed shareholders participating in 59<sup>th</sup> Annual General Meeting held on 07 September 2017.



Ms.Amruta A. Sathe, CEO and other lady staff celebrated the "Haldi Kunku" organized in the bank.





General Manager of Reserve Bank of India, Mr.Rajnish Kanojia interacting with staff members.



Administrator, Mr.J.B.Bhoria presenting the promotion letter to Manager, Ms.Mangal N.Rathod.



## Branch Name and Phone No. List

Sr.No.	Branch	Phone Nos.
1	Dhanwardhini	0253-2308217,218,219
2	Morning Evening	0253-2308221,222
3	Satpur	0253-2308223,2350020
4	Panchavati	0253-2512996,2511844,2518077
5	Tilakwadi	0253-2308224,225,
6	Bhadrakali	0253-2308226,227
7	Saikheda	02550-232074 232774
8	Gandhinagar	0253-2414311
9	Trimbakeshwar	02594-233155
10	Cidco	0253-2392319
11	Poona Road	0253-2308228
12	Gangapur Road	0253-2308229
13	Ambad	0253-2308230
14	Raviwar Peth	0253-2308231, 232, 2317563
15	Igatpuri	02553-244238,
16	Pawannagar	0253-2393793,
17	Manmad	02591-222610
18	Nampur	02555-234294
19	Umrane	02598-264469,264369
20	Vinchur	02550-261155
21	Lasalgaon	02550-266942,
22	Pimpalgaon (B.)	02550-251282,
23	Malegaon	02554-251002, 255799
24	Satana	02555-224015
25	Nashik Road	0253-2460160
26	Ghoti	02553-220816
27	Kalwan	02592-221739, 222542
28	Indira Nagar	0253-2325793
29	Sinnar	02551-222084,
30	Dindori	02557-221402
31	Jalna	02482-236107
32	Pune	020-24484003
33	Jalgaon	0257-2221364
34	Ahmadnagar	0241-2354262
35	Dadar-Mumbai	022-24155106, 24155426
36	Nandgaon	02552-242516,
37	Adgaon Naka	0253-2531993
38	Vani	02557 - 220700
39	Chandwad	02556 - 253218
40	Hyderabad	040-24734029

Sr.No.	Branch	Phone Nos.
41	Shrirampur	02422- 222650
42	Rahata	02423-243656
43	Surat	0261-2631670
44	Ashoka Marg	0253-2236470
45	Mumbai Naka	0253-2501938
46	Sangamner	02425-222191
47	Old Nasik	0253-2595811
48	Ozar	02550-271271
49	Aurangabad	0240-2340729
50	Girnare	0253-2215603
51	Niphad	02550-242006
52	Yeola	02559-267008
53	Govindnagar	0253-2471130
54	Deolali Camp	0253-2492525
55	Harsul	02558-227555
56	Ashoknagar	0253-2351921
57	Jail Road	0253-2431966
58	Surgana	02593-223258
59	Lasur Station	02433-241059
60	Bhagur	0253-2490040
61	Peth	02558-225525
62	Deola	02592-228106
63	Gole Colony	0253- 2310062
64	Vashi	022-27664740
65	Chakan	021-35249009
66	Dhule	02562-233066
67	Anandwali	0253-2342767
68	MIDC-Sinnar	02551-230468
69	Nandurbar	02564-220069
70	Dondaicha	02566-246470
71	Bhosari	020-27110171
72	Mhasrul	0253-2532772
73	Untwadi	0253-2390030
74	Adgaon	0253-2304774
75	GondeDumala	02553-225175
76	Chandori	02550-232974
77	College Road	0253-2314881
78	Hanuman wadi	0253-2510081
79	Abhona	02592-240002
80	Makhmalabad	0253-2530181