

CHHATTISGARH RAJYA GRAMIN BANK
CORPORATE OFFICE, SEC 24, PLOT NO. 47, ATAL NAGAR, NAYA RAIPUR (C.G.)
BALANCE SHEET
AS ON 31ST MARCH, 2024

| Particulars | Schedule | As on 31.03.2024 | As on 31.03.2023 |
|--|----------|------------------------|------------------------|
| CAPITAL & LIABILITIES | | | |
| Capital | 1 | 2,158,910,700 | 2,158,910,700 |
| Reserves & Surplus | 2 | 12,293,305,677 | 9,331,376,595 |
| Minorities Interest | 2A | - | - |
| Deposits | 3 | 162,477,385,800 | 143,351,160,076 |
| Borrowings | 4 | 10,687,455,478 | 12,167,148,582 |
| Other Liabilities and Provisions | 5 | 6,565,202,694 | 5,826,356,369 |
| Total | | 194,182,260,349 | 172,834,952,322 |
| ASSETS | | | |
| Cash and Balances with Reserve Bank of India | 6 | 8,890,119,026 | 6,749,925,220 |
| Balances with Banks and Money at call and short notice | 7 | 36,488,792,054 | 36,084,563,193 |
| Investments | 8 | 65,358,316,932 | 62,346,735,456 |
| Loans and Advances | 9 | 78,729,348,076 | 62,706,289,971 |
| Fixed Assets | 10 | 534,879,848 | 472,356,972 |
| Other Assets | 11 | 4,180,804,413 | 4,475,081,510 |
| Total | | 194,182,260,349 | 172,834,952,322 |
| Contingent Liabilities | 12 | 564,266,662 | 248,997,568 |

As per our Audit Report of Even Date
For A D B & Company
Chartered Accountants
ICAI FRN 005593C

FOR, CHHATTISGARH RAJYA GRAMIN BANK,


CHAIRMAN


GENERAL MANAGER

PLACE : RAIPUR (C.G.)
DATE : 26TH APRIL, 2024


(B. Subramanyam)
Partner
Membership No. 75176





CHHATTISGARH RAJYA GRAMIN BANKCORPORATE OFFICE, SEC 24, PLOT NO. 47, ATAL NAGAR, NAYA RAIPUR (C.G.)
STATEMENT OF PROFIT & LOSS FOR THE PERIOD FROM 1st APRIL 2023 to 31st MARCH 2024

| Particulars | Schedule | As on 31.03.2024 | As on 31.03.2023 |
|---|----------|-----------------------|-----------------------|
| I. Income | | | |
| Interest earned | 13 | 13,882,322,171 | 11,670,908,469 |
| Other income | 14 | 1,651,199,593 | 1,179,018,594 |
| Total (A) | | 15,533,521,763 | 12,849,927,063 |
| II. Expenditure | | | |
| a. Interest expended | 15 | 6,266,828,346 | 5,154,418,568 |
| b. Operating expenses (i+ii+iii) | 16 | 4,301,319,382 | 3,707,710,437 |
| i) Employees Cost | | 2,947,616,240 | 2,515,456,790 |
| ii) Depreciation | | 76,124,146 | 58,769,264 |
| iii) Other Operating Expenses | | 1,277,578,995 | 1,133,484,384 |
| III. Total Expenditure (a+b) (B) | | 10,568,147,728 | 8,862,129,006 |
| IV. Operating Profit before Provision and Contingencies (A-B) | | 4,965,374,035 | 3,987,798,058 |
| V. Provisions (Other than Tax) | | 478,728,456 | 405,638,861 |
| V(A) Provision of Pension | | 161,200,000 | 1,378,400,000 |
| V(B) Provision/ Payments of Arrears on Wage Settlement | | 500,000,000 | 79,334,601 |
| V(C) Provision for Mark to Market | | 8,724,000 | - |
| V(D) Reversal of Restructuring provision | | (127,444,108) | (89,791,312) |
| VI. Profit / Loss from Ordinary Activities before Tax | | 3,944,165,687 | 2,214,215,908 |
| Less: Provision for Current Tax | | 992,806,736 | 558,687,863 |
| Less: Provision of Taxation Earlier Years | | (10,349,309) | (15,482,243) |
| Less: Prior Period Adjustment | | (81,706) | - |
| Less: Provision for Deffered Tax Liability /(Asset) | | (139,116) | (1,414,004) |
| Net Profit after Taxation | | 2,961,929,082 | 1,672,424,291 |
| Add: Brought forward consolidated Profit/Loss attributable to the group | | 7,788,997,495 | 6,451,058,062 |
| Balance of Profit/Loss Account | | 10,750,926,577 | 8,123,482,353 |
| VII. Appropriations | | | |
| Transfer to statutory reserves | | 592,385,816 | 334,484,858 |
| Transfer to Investment Fluctuation Reserve | | 700,000,000 | - |
| Balance carried over to balance sheet | | 9,458,540,761 | 7,788,997,495 |

As per our Audit Report of Even Date

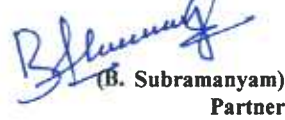
FOR, CHHATTISGARH RAJYA GRAMIN BANK,

For A D B & Company

Chartered Accountants
ICAI FRN 005593C

CHAIRMAN


GENERAL MANAGER


(B. Subramanyam)
Partner
PLACE : RAIPUR (C.G.)
DATE : 26TH APRIL, 2024

Membership No.: 075176



SCHEDULE-1 : CAPITAL

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| Authorised Capital (2,00,00,00,000 shares of ₹ 10 each) | 20,000,000,000 | 20,000,000,000 |
| Issued Capital (21,58,91,070 shares of ₹ 10 each) | 2,158,910,700 | 2,158,910,700 |
| Subscribed Capital (21,58,91,070 shares of ₹ 10 each) | 2,158,910,700 | 2,158,910,700 |
| Called up Capital (Nil shares of Nil ₹) | - | - |
| Less : Calls unpaid | - | - |
| Add: Forfeited Shares | - | - |
| Share Capital Deposit | - | - |
| Total | 2,158,910,700 | 2,158,910,700 |

SCHEDULE-2 : RESERVES & SURPLUS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|-----------------------|----------------------|
| a. Statutory Reserves | 2,051,259,123 | 1,458,873,307 |
| b. Capital Reserves | 70,951,896 | 70,951,896 |
| c. Other Reserves | 12,553,897 | 12,553,897 |
| d. Investment Fluctuation Reserve | 700,000,000 | - |
| e. Balance in Profit and Loss Account | - | - |
| Op balance | 7,788,997,495 | 6,451,058,062 |
| Less: Amount transfer to Investment Fluctuation Reserve | (700,000,000) | - |
| Less: Amount transfer to Statutory Reserve | (592,385,816) | (334,484,858) |
| Add: Profit for the period | 2,961,929,082 | 1,672,424,291 |
| Total (e) | 9,458,540,761 | 7,788,997,495 |
| Total (a+b+c+d+e) | 12,293,305,677 | 9,331,376,595 |

SCHEDULE-2A : MINORITIES INTEREST

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|------------------|------------------|
| Minorities Interst at the date on which the parent subsidiary relationship came into existance | | |
| Subsequent increase /decrease | - | - |
| Minorities interest on the date of balance sheet | - | - |
| Total | - | - |

SCHEDULE-3 : DEPOSITS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|------------------------|------------------------|
| A I. Demand Deposits | | |
| (i) From Banks | - | - |
| (ii) From Others | 3,686,239,550 | 3,611,689,375 |
| II. Savings Bank Deposits | 111,183,487,326 | 97,492,275,998 |
| III. Term Deposits | | |
| (i) From Banks | - | - |
| (ii) From Others | 47,607,658,924 | 42,247,194,704 |
| Total (I,II and III) | 162,477,385,800 | 143,351,160,076 |
| B.I. Deposits of branches in India | 162,477,385,800 | 143,351,160,076 |
| II. Deposits of branches outside India | - | - |
| Total (I and II) | 162,477,385,800 | 143,351,160,076 |



SCHEDULE-4 : BORROWINGS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|-----------------------|-----------------------|
| I. Borrowings in India | | |
| (i) Reserve Bank Of India | - | - |
| (ii) Other Banks | | |
| (iii) Other institutions and agencies | | |
| 1. against Refinance (SBI) | | |
| From NABARD | 6,950,906,456 | 5,971,077,564 |
| Over Draft From Banks | 2,477,921,172 | 5,263,002,377 |
| From National Housing Bank | - | - |
| NBCFDC Refinance | 389,215,993 | 288,449,247 |
| NBCFDC Refinance | 869,411,857 | 644,619,394 |
| II. Borrowings outside India | - | - |
| Total (I and II) | 10,687,455,478 | 12,167,148,582 |
| Secured borrowings included in I & II above | | |

SCHEDULE-5 : OTHER LIABILITIES AND PROVISIONS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|----------------------|----------------------|
| I. Bills payable | - | - |
| II. Inter office Adjustment (net) | 5,071,890 | - |
| III. Interest Accrued | 3,298,126,760 | 2,625,732,487 |
| IV. Deffered Tax Liabilities | - | - |
| V a. Others (Borrowers subsidy reserve fund) | 400,318,647 | 315,736,848 |
| V. b. Others (including provisions)* | 2,861,685,397 | 2,884,887,035 |
| Total | 6,565,202,694 | 5,826,356,369 |

| *Details of Others (including provisions): | As on 31.03.2024 | As on 31.03.2023 |
|---|----------------------|----------------------|
| Provision for Standard Assets | 233,746,283 | 189,530,030 |
| Provision for Restructured Accounts | 3,417,055 | 130,861,163 |
| Provision for Fraud/Robbery etc. | 11,339,500 | 49,690,500 |
| Provision for Income Tax | 992,806,736 | 558,687,863 |
| TDS on Time Deposit Interest | 122,324,946 | 48,709,627 |
| Draft/Pay order/Bankers Cheque | 199,733,681 | 313,270,540 |
| Sundry Deposits | 299,058 | 163,900 |
| RTGS | 194,861,265 | - |
| Provision for M to M loss on Investment | 8,724,000 | - |
| GST Payable | 54,648,445 | 76,440,963 |
| TDS Payable Under GST | 1,834,428 | 2,087,818 |
| NPS Collection and Payable Account | 2,627,195 | 7,673,494 |
| Provision for Pension Liability | 161,200,000 | 1,378,400,000 |
| Misc. Liabilities (Inclnding Wage Revision Provision) | 874,122,805 | 129,371,137 |
| Total | 2,861,685,397 | 2,884,887,035 |

SCHEDULE-6 : CASH AND BALANCES WITH RESERVE BANK OF INDIA

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| I. Cash in hand (including foreign currency notes) | 686,360,838 | 515,427,486 |
| II. Balances with Reserve Bank Of India | | |
| (i) In current Account | 8,203,758,187 | 6,234,497,733 |
| (ii) In Other Accounts | - | - |
| Total (I and II) | 8,890,119,026 | 6,749,925,220 |



SCHEDULE-7 : BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|-----------------------|-----------------------|
| I.In India | | |
| (i) Balances with Banks | | |
| (a) In Current Account | 261,046,750 | 249,300,766 |
| (b) In Other Deposit Accounts | 36,227,745,304 | 35,835,262,427 |
| (ii) Money at Call and Short Notice | | |
| (a) With banks | - | - |
| (b)With other institutions | - | - |
| Total (i & ii) | 36,488,792,054 | 36,084,563,193 |
| II. Outside India | | |
| (i) In Current Account | - | - |
| (ii) In Other Deposit Accounts | - | - |
| (iii) Money at Call and Short Notice | - | - |
| Total | - | - |
| Grand Total (i, ii & iii) | 36,488,792,054 | 36,084,563,193 |

SCHEDULE-8 : INVESTMENTS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|-----------------------|-----------------------|
| I.Investments in India in | | |
| Held to Maturity | | |
| (i) Government securities (SLR) | 33,386,378,543 | 30,078,203,421 |
| (ii) Other approved securities | - | - |
| (iii) Shares | - | - |
| (iv) Debentures and Bonds | - | - |
| (v) Others (Mutual Fund etc) | - | - |
| Total | 33,386,378,543 | 30,078,203,421 |
| Held for Trading | | |
| Available for Sale | | |
| (i) Government securities (SLR) | 30,159,453,513 | 29,896,576,160 |
| (ii) Mutual Funds & Bonds (Non- SLR) | 1,812,484,876 | 2,371,955,876 |
| Total | 31,971,938,388 | 32,268,532,036 |
| II. Investments outside India in | | |
| (i) Government Securities (Including local Authorities) | - | - |
| (ii) Investment in Associates | - | - |
| (iii) Other Investments (to be specified) | - | - |
| Total | - | - |
| Grand Total (I & II) | 65,358,316,932 | 62,346,735,456 |
| III. Investments in India | | |
| (i) Gross value of Investments | 65,358,316,932 | 62,346,735,456 |
| (ii) Aggregate of provisions for Depreciation | | |
| (iii) Net investment | 65,358,316,932 | 62,346,735,456 |
| IV. Investments outside India | | |
| (i) Gross value of Investments | - | - |
| (ii)Aggregate of provisions for Depreciation | - | - |
| (iii) Other Investments (to be specified) | - | - |



SCHEDULE-9 : ADVANCES

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|-----------------------|-----------------------|
| A.(i) Bills Purchased and Discounted | | |
| (ii) Cash Credits, Overdrafts and Loans repayable on demand | 28,061,497,962 | 21,790,744,963 |
| (iii) Term Loans | 50,667,850,114 | 40,915,545,008 |
| Total | 78,729,348,076 | 62,706,289,971 |
| B.(i) Secured by tangible assets(Includes Advances against Book Debts) | 47,498,007,679 | 36,175,961,508 |
| (ii) Covered by Bank / Government Guarantees | 230,949,611 | 356,349,563 |
| (iii) Unsecured | 31,000,390,786 | 26,173,978,899 |
| Total | 78,729,348,076 | 62,706,289,971 |
| C. I. Advances in India | | |
| (i) Priority Sector | 46,903,099,056 | 37,659,244,291 |
| (ii) Public Sector | | |
| (iii) Banks | | |
| (iv) Others | 31,826,249,020 | 25,047,045,680 |
| Total | 78,729,348,076 | 62,706,289,971 |
| C.II. Advances outside India | | |
| (i) Due from banks | - | - |
| (ii) Due from Others | - | - |
| (a) Bills Purchased & Discounted | - | - |
| (b) Syndicated Loans | - | - |
| (c) Others | - | - |
| Total | - | - |

SCHEDULE-10 : FIXED ASSETS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|--------------------|--------------------|
| I.Premises (Land and Building) | | |
| At cost | 1,518,167 | 1,518,167 |
| Addition during the year | 133,104,823 | - |
| Deductions during the year | - | - |
| Accumulated Depreciation | 2,400,013 | 199,774 |
| Total (A) | 132,222,977 | 1,318,393 |
| II. Other Fixed Assets (including furniture and fixtures) | | |
| At cost | 729,657,064 | 662,232,708 |
| Addition during the year | 176,232,070 | 68,848,660 |
| Deductions during the year | 57,319,271 | 1,424,304 |
| Accumulated Depreciation | 471,536,175 | 455,172,317 |
| Total (B) | 377,033,688 | 274,484,747 |
| II A. Leased Assets | | |
| At cost | 30,400,619 | 17,109,820 |
| Addition during the year including adjustment | 1,367,000 | 13,290,799 |
| Deductions during the year including provisions | - | - |
| Accumulated Depreciation | 6,144,436 | 5,089,512 |
| Total (C) | 25,623,183 | 25,311,107 |
| III Building WIP (D) | - | 171,242,725 |
| Total (A+B+C+D) | 534,879,848 | 472,356,972 |



SCHEDULE-11 : OTHER ASSETS

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| I. Inter office adjustments (Net) | - | 41,127,173 |
| II. Interest Accrued | 1,898,088,624 | 1,959,613,447 |
| III. Advance Tax & TDS | 1,151,705,491 | 676,755,404 |
| IV. Stationery and stamps | 6,203,040 | 4,504,711 |
| V. Deferred Tax Assets | 13,571,223 | 13,432,107 |
| VI. Non-banking assets acquired in satisfaction of claim | 500,000 | 500,000 |
| VI. Others * | 1,110,736,035 | 1,779,148,668 |
| Total | 4,180,804,413 | 4,475,081,511 |

| * Details of others : | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| APBS and NACH Account | - | - |
| NEFT/RTGS | - | 39,224,643 |
| Interest Receivable from NABARD (Intt. Subvention) | 437,395,340 | 391,832,929 |
| Deposits for Consumer Forum & Gratuity Appeal | 33,997,533 | 31,497,704 |
| Other Receivables | 639,343,162 | 1,316,593,392 |
| Total | 1,110,736,035 | 1,779,148,668 |

SCHEDULE-12 : CONTINGENT LIABILITIES

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|--------------------|--------------------|
| I. Claims against the Bank not acknowledged as debt | 57,781,203 | 32,347,704 |
| II. Liabilities for partly paid Investment | - | - |
| III. Liability on account of outstanding forward exchange contract | - | - |
| IV. Guarantees given on behalf of constituent | - | - |
| (a) In India | 439,906,975 | 152,486,033 |
| (b) Outside India | - | - |
| V. Acceptances, endorsements and other obligations | - | - |
| VI. Other items for which the Bank is contingency liable (DEAF) | 66,578,484 | 64,163,830 |
| Total | 564,266,662 | 248,997,568 |

SCHEDULE-13 - INTEREST EARNED

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|-----------------------|-----------------------|
| I. Interest/discount on advances /bills | 6,971,021,759 | 5,635,906,827 |
| II. Income on Investments | 6,869,087,868 | 6,018,353,186 |
| II.a Interest Received on Investments - TDR | 2,648,481,933 | 1,487,087,555 |
| II.b Interest Received on Investments - Govt. Security | 4,241,136,884 | 4,531,265,631 |
| III. Interest on balances with Reserve Bank of India and other inter bank funds | 42,212,544 | 3,291,893 |
| IV. Others | - | 13,356,563 |
| Total | 13,882,322,171 | 11,670,908,469 |

SCHEDULE-14 - OTHER INCOME

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| I. Commission, Exchange ,Brokerage | 1,134,756,564 | 1,141,218,572 |
| II.a Income from Sale of Investments - (Please refer Schedule 18 point no. 21) | 105,685,543 | (334,000,741) |
| II.b Income from Sale of Mutual Funds | 170,603,896 | 72,418,788 |
| III. Miscellaneous Income (Recovery in Written Off Account) | 142,463,590 | 196,456,975 |
| IV Income from Sale of PSLC | 97,690,000 | 102,925,000 |
| Total | 1,651,199,593 | 1,179,018,594 |

SCHEDULE-15 - INTEREST EXPENDED

| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|---|----------------------|----------------------|
| I. Interest on Deposits | 5,721,084,074 | 4,837,691,060 |
| II. Interest on Reserve Bank Of India/Inter -Bank Borrowings (SBI/NHB/NABARD etc) | 545,744,272 | 316,727,508 |
| III. Others | - | - |
| Total | 6,266,828,346 | 5,154,418,568 |

SCHEDULE 16 - OPERATING EXPENSES

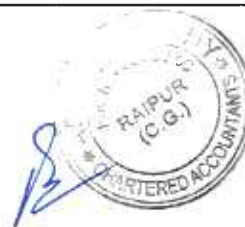
| Particulars | As on 31.03.2024 | As on 31.03.2023 |
|--|----------------------|----------------------|
| I. Payments to and Provisions for Employees | 2,947,616,240 | 2,515,456,790 |
| II. Rent Taxes and Lighting | 134,406,043 | 121,130,124 |
| III. Printing and Stationary | 24,851,302 | 24,253,694 |
| IV. Advertisement and publicity | 1,029,799 | 2,002,888 |
| V. (a) Depreciation on Bank's Property other than Leased Assets | 75,069,222 | 58,178,303 |
| (b) Depreciation on Leased Assets | 1,054,924 | 590,961 |
| VI. Directors' fees, allowances and expenses | - | - |
| VII. Auditors fees and expenses (including Branch auditors' fees and expenses) | 5,390,891 | 6,189,580 |
| VIII. Law charges | 2,356,346 | 1,213,366 |
| IX. Postage ,Telegrams ,Telephones etc. | 11,450,363 | 10,795,157 |
| X. Repairs and maintenance | 23,899,883 | 20,958,915 |
| XI. Insurance | 221,602,888 | 205,762,355 |
| XII. Amortisation for the year | - | - |
| XIII. Other expenditure | 854,639,170 | 741,349,698 |
| XIV. Loss/(Profit) on Sale of Assets | (2,047,689) | (171,395) |
| Total | 4,301,319,382 | 3,707,710,437 |

| Details of other Expenditure : | As on 31.03.2024 | As on 31.03.2023 |
|------------------------------------|--------------------|--------------------|
| Books Periodicals & News Paper | 661,064 | 667,563 |
| Travelling Expenses | 14,768,426 | 12,132,196 |
| Halting / Lodging/Boaring Expenses | 30,318,061 | 35,095,337 |
| Annual Maintenance Contract (AMC) | 231,537,487 | 207,231,068 |
| ATM Service Charges | 111,951,545 | 123,198,002 |
| Payment to Daily Wages | 90,985,292 | 91,914,252 |
| PREMIUM ON PSLC PURCHASE | 1,841,000 | 42,455,500 |
| Misc. Expenses | 372,576,295 | 228,655,780 |
| Total | 854,639,170 | 741,349,698 |



SCHEDULE - 17 - SIGNIFICANT ACCOUNTING POLICIES

| | |
|------------|--|
| 1 | <p><u>Basis of Preparation:</u> Financial Statements will be prepared under the historical cost convention, on the basis of accounting going concern basis, unless otherwise stated and confirm in all material aspects to Generally Accepted Accounting Policies (GAAP) in India, which comprise applicable statutory provisions, regulatory norms / guidelines prescribed by the National Bank for Agriculture and Rural Development (NABARD) / Reserve Bank of India, Banking Regulation Act 1949, Regional Rural Bank Act 1976 and amendment thereto and Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI), and the practices prevalent in the Rural Banking industry in India.</p> |
| 2 | <p><u>Use of Estimates :</u> The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable and are based upon Managements evaluation of the relevant facts and circumstances as of the date of financial statements. Future results could differ from to this estimates and the difference between the actual results and the estimates are recognized in the period in which the result are known / materialized.</p> |
| 3 | <p><u>Revenue Recognition :</u></p> |
| 3.1 | Income and expenditure to be accounted for on accrual basis, exceptions if any will be explained in the statements. |
| 3.2 | <p>i. Interest income to be recognized in the profit and loss account as it accrues except income from non-performing assets (NPAs) comprising advances and investments which is recognized upon realization, as per the prudential norms prescribed by the RBI or other regulatory authorities.</p> <p>ii. Bills discounted will be recognized as and when received.</p> <p>iii. Profit / loss on sale / trading of investments is to be recognized in the Profit and Loss Account.</p> <p>iv. Income (other than interest) on interest bearing investments in “Held to Maturity (HTM)” category acquired at a discount to the face value, is to be recognized only at the time of sale / redemption.</p> <p>v. All other commission / Exchange / fee income and Locker rent is to be recognized in the profit and loss account on realized basis.</p> <p>vi. Interest on overdue term deposits is to be accounted for on renewal.</p> <p>viii. The sale of NPA will be accounted for as per guidelines issued/prescribed by RBI from time to time.</p> |
| 3.3 | Banker’s Cheque prepared on of bills paid to the vendors is lying unpaid for more than 3 years will be credited to charges account. In the event of any claim from the vendors, the charges account will be debited. |
| 4. | <p><u>Investments :</u></p> |
| 4.1 | <p><u>Investment Classification :</u> The transactions in Government Securities will be recorded on “Settlement Date”. Investments other than Government Securities will be recorded on “Trade Date”. Investments will be classified into 3 categories(hereafter called categories) as per RBI guidelines, the category wise details and basis thereof are as under:</p> <p>A) Held to Maturity : Investments that the Bank intends to hold till maturity will be classified as Held to Maturity.</p> <p>B) Held for Trading : Investments that are held principally for resale within 90 days from the date of purchase are to be classified as Held for Trading.</p> <p>C) Available for Sale : Investments, which are not classified in the above two categories, are to</p> |



| | |
|-----|---|
| | <p>be classified as Available for Sale.</p> <p>Under each of these above-mentioned categories, investments will be further classified into the following five groups:</p> <ol style="list-style-type: none"> i. Government Securities, ii. Other approved Securities, iii. Shares iv. Debentures and Bonds and v. Others (Like Mutual Funds etc.) <p>An investment to be classified as HTM / HFT / AFS at the time of its purchase and subsequent shifting amongst categories is done in conformity with regulatory guidelines.</p> |
| 4.2 | <p><u>Initial Recognition :</u></p> <ol style="list-style-type: none"> i. Government Securities: Investments in Govt. Securities are to be valued at cost, inclusive of premium related to acquisition less amortized amount. Premium/discount paid over the book value is to be amortized over the balance period from the date of acquisition to the date of maturity on day by day basis. ii. Other approved Securities: at Cost iii. Shares: at Cost iv. Debentures and Bonds: Investments in Debenture and Bonds are to be valued at cost, inclusive of premium related to acquisition less amortized amount. Premium/discount paid over the book value is to be amortized over the balance period from the date of acquisition to the date of maturity on day by day basis. v. Others (Like Mutual Funds etc.): at Cost <p>Further, Brokerage / commission paid on acquisition on investment are to be charged to P&L on payment basis.</p> |
| 4.3 | <p><u>Recognition of Income :</u></p> <ol style="list-style-type: none"> a) Interest will be recognized on all investments on accrual basis. b) Income arising out of investment in Mutual Funds will be recognized on receipt basis. c) Dividend income arising out of investment in shares will be recognized on receipt basis. d) Profit or Loss on sale of investments to be recognized in the Profit and Loss Account. However, the profit on sale of investments in the 'Held to Maturity' category is to be appropriated (net of applicable taxes and amount required to be transferred to statutory reserve) to 'Capital Reserve Account'. e) Income (other than interest) on investments in "Held to Maturity" (HTM) category acquired at a discount to the face value, to be recognized as follows: <ol style="list-style-type: none"> i. On Interest bearing securities, it is to be recognized only at the time of sale/redemption. ii. On zero-coupon securities, it is to be accounted for over the balance tenor of the security on a constant yield basis. |
| 4.4 | <p><u>Valuation of Investment and provision for depreciation of Investments :</u></p> <p>The valuation of each investment is depending upon its classification which has been decided by the bank at the time of its acquisition and as and when required by their rules and regulations. The bank on each balance sheet date will value its investment based on the classification of investment, the classification wise valuation policy is as under:</p> <ol style="list-style-type: none"> a) Held to Maturity Investment – at cost less unamortized discount and Premium. b) Held for Trading and Available for Sale - Securities under AFS & HFT shall be separately valued scrip-wise and depreciation/appreciation shall be aggregated for each balance sheet classification. The investment in a particular classification may be aggregated for the purpose of arriving at net depreciation/appreciation of investments under that category. Net depreciation, if any, shall be provided for. Net appreciation, if any, should be ignored. In any |



| | |
|-----|--|
| | <p>one classification should not be reduced on account of net appreciation in any other classification.</p> <p>The provisions required to be created on account of depreciation in the AFS and HFT category in any year should be debited to the Profit and Loss Account and an equivalent amount (net of tax benefit, if any, and net of consequent reduction in the transfer to Statutory Reserve) or the balance available in the Investment Fluctuation Reserve (IFR) Account, whichever is less, shall be transferred from the IFR Account to the Profit and Loss Account. In case the event provisions created on account of depreciation in the AFS and HFT category are found to be in excess of the required amount in any year, the excess should be credited to the Profit and Loss Account.</p> |
| 4.5 | <p><u>Shifting among categories :</u></p> <p>Investments to be shifted to/from HTM will be only with the approval of the Board of Directors. Such shifting will normally be at the beginning of the accounting year. Value of sales and transfers of securities to/from HTM category shall not exceed as permitted by the regulator / Reserve Bank of India in its guidelines.</p> |
| 5 | <p><u>Loans/Advances : Classifications and Provisions thereon :</u></p> |
| 5.1 | <p>Loans and advances have to be classified as performing and non-performing, based on the guidelines / directives issued by the RBI.</p> <ul style="list-style-type: none"> • In respect of Agriculture Advances : <ol style="list-style-type: none"> i. For short duration crops, where the installment of principal or interest remains overdue for two crop seasons and ii. For long duration crops, where the principal or interest remains overdue for one crop season. • In respect of Non-Agriculture Advances : <ol style="list-style-type: none"> i. In respect of term loans, interest and / or installment of principal remains overdue for a period of more than 90 days. ii. In respect of overdraft or cash credit advances, the account remains “out of order”, that is if the outstanding balance exceeds the sanction limit or drawing power continuously for a period 90 days, or if there are no credit continuously for 90 days as on the date of Balance Sheet or if the credits are not adequate to cover the interest debited during the same period. <ul style="list-style-type: none"> • Advances will be net of specific loan loss provisions, unrealized interest, ECGC claims received. • For restructured / rescheduled assets, provisions will be made in accordance with the extent guidelines issued by the RBI. • In the case of Loan Accounts classified as NPAs, an account may be reclassified as performing assets if it confirms to the guidelines prescribed by the regulators. • Amount recovered against debts written off in earlier years are recognized as revenue in the year of recovery. • In addition to the specific provision on NPAs, general provisions will be also made for Standard Assets as per extent RBI guidelines. These provision to reflected in Schedule 5 of the Balance Sheet under the head “Other Liabilities and Provisions ” and are not considered for arriving at the net NPAs. • Interest realized on NPAs will be taken in to income account provided the credits in the account towards interest are not out of fresh / additional credit facilities sanctioned to the borrower concerned. • Appropriation of recoveries in NPAs i.e. towards principal or interest due as per Bank’s instructions will be done in accordance with the following priority : <ol style="list-style-type: none"> i. Charges ii. Unrealized Interest / Interest iii. Principal |
| 5.2 | <p>Provision on NPAs to be made as per the extent guidelines / directives prescribed by RBI</p> |



I. All advances will be classified under four categories i.e., Standard Assets, Sub-Standard Assets, Doubtful Assets and Loss Assets.

II. Provisions on Advances will be made as under :

i. **Standard Assets : General Provision for Standard Assets at the following rates :**

| | |
|--|-------|
| a. Direct Advances to Agriculture, Individual Housing & SMEs Sector at 0.25% | 0.25% |
| b. Commercial Real Estate Sector | 1.00% |
| c. Commercial Real Estate Sector (Residential Housing Sector) | 0.75% |
| d. All other not included in (a), (b) and (c) above | 0.40% |

ii. **Sub-Standard Assets :**

a. A Loan asset that has remained non-performing for a period less than or equal to 12 month is a Sub-Standard Asset general provision of 15% on the total outstanding.

b. Additional provision of 10% for exposures which are unsecured ab-initio (i.e. where realizable value of security is not more than 10% ab-initio).

iii. **Doubtful Assets :** A Loan asset that has remained in the Sub-Standard category for 12 month will be doubtful assets :

| | |
|-------------------|----------------------------|
| Secured Portion | Up to one year 25% |
| | One to three years 40% |
| | More than three years 100% |
| Unsecured Portion | 100% |

iv. **Loss Assets :**

A loan asset where Loss has been identified but the amount has not been written off will be Loss Assets. 100% provision on such outstanding advances.

5.3 **Additional Provision:** In case of necessity, the Bank may create additional provisions after obtaining Board of Director's approval as per the RBI guidelines.

Floating Provision : To keep a better Provision Coverage Ratio (PCR), Bank may create floating provision separately for advances, investments and general purpose, as per RBI guidelines. Floating provisions to be created will be assessed at the end of each financial year. The Floating provisions should be utilized only for contingencies under extra ordinary circumstances specified in the policy with prior permission of Reserve Bank of India & Board of Directors of the Bank.

6 **Fixed Assets / Dead Stock, Depreciation and Amortisation**

- i. Fixed assets are to be carried at cost less accumulated depreciation/ amortization.
- ii. Cost should include cost of purchase and all expenditure such as site preparation, installation costs and professional fees etc. incurred on the asset before it is put to use. Subsequent expenditure incurred on assets put to use will be capitalised only when it increases the future benefits from such assets or their functioning capability.
- iii. As per new guidelines, depreciation on fixed assets will be charged at SLM method. Under the new method, depreciation has been charged on the basis of number of days put to use on a proportionate basis. In the final year of depreciation, a book value of Rs. 1.00 (Rs. One only) will be left in the books so to say that the book value of any assets will not be zero at any point of time till it is discarded by the Bank. Where there is a revision of the estimated useful life of an asset, the amortized depreciable amount should be charged over the revised remaining useful life". Accordingly, the existing Book Value of aforesaid assets as on each Balance Sheet Date will be depreciated over remaining useful life of these assets on Straight Line Method (SLM). For the aforesaid assets purchased during the year, depreciation will be charged on the basis of revised useful life on SLM. Thus the effect of the change in useful



- life will be prospective only i.e. from current financial year.
- iv. Depreciation / amortization will provided on straight line method as per the rates stated below :

| Fixed Asset | Depreciation/Amortization Rates |
|--|---------------------------------|
| Building | 1.67% |
| Lift | 6.67% |
| Furniture & Fixtures other than Electrical Fittings and Fixtures | 10%/20%/33.33% |
| Electrical Fittings and Fixture | 10%/20%/33.33% |
| Air Conditioners and CC TV | 12.5% |
| Safe Deposit Lockers, Fire proof data safe | 5% |
| Computer Systems, Printer, Mobile, Tablet, Laptop | 33.33% |
| ATMs | 20% |
| Servers | 25% |
| Computer software which is not form an integral part of computer hardware and cost of software development | 100% |
| Motor Vehicles | 20% |

- v. In respect of assets acquired during the year (for domestic operations), depreciation is charged on proportionate for the number of days the assets have been put to use during the year.
- vi. Assets costing upto 1,000/- each will be charged to profit & loss A/c.
- vii. In respect of leasehold premises, the lease premium, if any, is to be amortised over the period of lease and the lease rent is charged in the respective year(s).
- viii. Whenever any asset will be sold/discarded/ written off looking to its use, the charges account will be credited/ debited as the case may be.
- ix. The rate of depreciation will be similar to the rate & method of Sponsor Bank.

7 Impairment of Assets :

Fixed assets will be reviewed for impairment whenever events or changes in circumstances warrant that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future Net Discounted Cash Flows expected to be generated the asset. If such assets are impaired, the impairment to be recognized is measured by the amount which the carrying amount of the asset exceeds the fair value of the assets.

8 Employees' Benefits :

8.1 Short Term Employee Benefits: The Bank recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as liability (accrued expense) after deducting any amount already paid.

8.2 Long Term Employee Benefits:

- Provident Fund and Pension Fund Scheme:** The contribution paid/payable under scheme of Approved Provident Fund of bank as approved by government notification are to be charged to profit and loss account on accrual basis.
- Group Gratuity Scheme:** Banks liabilities under the Group Gratuity scheme of Life Insurance Corporation of India for Gratuity are determined as per Actuarial Valuation done by the LIC at the Balance Sheet date. The amount paid to LIC during the year and any shortfall in the actual contribution vis-à-vis stipulated contribution is recognized in the Profit and Loss account in the current financial year.
- Leave Encashment Scheme:** Banks liability for leave encashment are determined as per Actuarial Valuation done under the Scheme of "Leave Encashment Fund Management and Insurance" of SBI life & LIC of India and the same is accounted for on accrual basis.

8.4 Provision for bonus to staff will be made as per Payment of Bonus Act.

8.5 Any payment arising out of due to wage revision may be provided for on prorata basis/actual



| | |
|-----|--|
| | payment basis as the need may be. |
| 8.6 | All other staff benefits are to be accounted for on payment basis. |
| 9 | Income Tax |
| | <p>i. Income Tax expense will be the aggregate amount of current tax and deferred tax expense incurred by the Bank. Current taxes expense and deferred tax will be determined in accordance with the provisions of the Income Tax Act, 1961 and as per the Accounting Standard 22 – Accounting for Taxes on Income respectively and tax laws prevailing in India. Deferred tax adjustment comprise of changes in the deferred tax assets or liabilities during the period.</p> <p>ii. At each balance sheet date, the Bank will re-assess the unrecognized deferred tax assets and will review the carrying amounts of deferred tax assets for the purposes of recognizing the same as per recognition principles.</p> <p>iii. Income Tax refund of previous years, received during the current financial year, will be accounted for under Advance Tax & TDS. Interest on Income Tax refund will be credited in the Profit & Loss Account. Similarly, any deficit of refund claim will be charged to the Profit & Loss Account, under the head “Earlier Year Tax”.</p> |
| 10 | <p>• Provisions, Contingent Liabilities and Contingent Assets: In conformity with AS-29 “Provisions, Contingent Liabilities and Contingent Assets” as issued by the Institute of Chartered Accountants of India will be recognized when the Bank will be required to settle the obligation and when a reliable assumption/ estimate etc. can be made or an order is issued by any Competent Authority.</p> <p>No provision will be recognized for :</p> <p>i. any possible obligation that arises from 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; or</p> <p>ii. any present obligation that arises from past events but is not recognized because:</p> <p>a) it is not probable that an outflow of resources embodying economic benefits/losses will be required to settle the obligation; or</p> <p>b) A reliable estimate of the amount of obligation cannot be made.</p> <p>Such obligations will be recorded as Contingent Liabilities. These will be assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits/losses is probable, is to be provided for, except in the extremely rare circumstances where no reliable estimate can be made.</p> <p>• Bank Guarantee/ Letter of Credits issued by Bank are to be shown as Off -Balance Sheet items as contingent liabilities. Contingent Assets will not be recognized in the financial statements.</p> |
| 11 | Offsetting of Assets and Liabilities: In the balance sheet of the Bank, assets and liabilities will set off against each other only when a legal right of offset exists. Payables to one party are therefore not set off against receivables from the same-party unless the Bank has a legal right to offset the two. |
| 12 | Prior Period Items and Extra-Ordinary Items: The charges/expenses/cost of earlier years will be accounted under “Prior Period”, Income/Expenditure. |
| 13 | Consumption of stationery, during the year charged in Profit & Loss account and inventory of unused stationery will be valued at Cost. |
| 14 | Depositor Education & Awareness Fund: Amount of unclaimed deposits accounts are to be transferred to RBI by debiting of such accounts on monthly basis. On receipt of demand from depositors the same will be paid by debiting “Suspense Account”. The amount will be called back from RBI and suspense account zeroised after receiving it from RBI. |
| 15 | Compliance of “Foreign Account Tax Compliance Act (FATCA)” will be done as per guidelines of RBI/NABARD. |
| 16 | Special Reserves: Revenue and other Reserve will include Special Reserve created under Section 36 (i) (viii) of the Income Tax Act, 1961. The Board of Directors of the Bank may pass resolution |



| | |
|----|---|
| | approving creation of such reserves including Technology Upgradation Reserve Fund etc. |
| 17 | Bank may create fund for Financial Inclusion and Technology Upgradation Fund (FITF) with the approval of Board of Directors. |
| 18 | <p>Net Profit / Loss :</p> <p>The net profit/loss will be arrived at after accounting of :</p> <p>Provisions on advances</p> <p>Provisions/write back of depreciation on Investment.</p> <p>Other usual and / or necessary provisions / write offs.</p> <p>Provision for Income Tax.</p> <p>Other Special Reserve Funds as per RBI/NABARD guidelines if created.</p> |
| 19 | Accounting Policies will be subject to change from time to time keeping in view the prevalent law of the Land and / or if a need is felt by the Bank. As for as possible, consistency in policies is to be maintained. |



SCHEDULE - 18 - NOTES ON ACCOUNT

1. The Government of India, Ministry of Finance in exercise of power conferred by sub section (1) of section 23A of the Regional Rural Banks Act, 1976 (21 of 1976) (herein after referred to as "the Act") has vide notification no. F.No. 7/9/2011-RRB dated 02.09.2013 provides for the amalgamation of Chhattisgarh Gramin Bank, Surguja Kshetriya Gramin Bank and Durg Rajnandgaon Gramin Bank sponsored by the State Bank of India, Central Bank of India and Dena Bank respectively in the State of Chhattisgarh into a single Regional Rural Bank namely "Chhattisgarh Rajya Gramin Bank" with its Head Office at Raipur under the sponsorship of State Bank of India.

2. RRB (Amendment) Act 2015, passed by the Parliament and notified in GOI Gazette dated 12.05.2015 and further all the provisions of the said Act have been operationalized vide Gazette notification dated 04.02.2016. The Authorized Share Capital has been raised from Rs. 5 crore to Rs. 2000 crore. In view of the amendment, Chhattisgarh Rajya Gramin Bank has passed necessary accounting entries on 31.03.2016 to convert Share Capital Deposit into Share Capital. The Share Capital Deposit of the Bank was Rs. 21589.11 lac which has been converted into Share Capital. The position of Paid-up Share Capital is as under :

| (Rs. In Lacs) | | | |
|---------------|---------------------|-----------------|-----------------------------|
| S.N. | Share Holders | Amount | Percentage of Share Holding |
| 1 | Govt. of India | 10794.56 | 50% |
| 2 | State Bank of India | 7556.19 | 35% |
| 3 | State Govt. | 3238.36 | 15% |
| | TOTAL | 21589.11 | 100% |

3. Capital Adequacy Ratio:

| S.N. | Particulars | Current Year | Previous Year |
|------|------------------------|--------------|---------------|
| i | CRAR (%) | 17.60% | 18.48% |
| ii | CRAR Tier I Capital % | 16.35% | 17.75% |
| iii | CRAR Tier II Capital % | 1.25% | 0.73% |

Inputs for calculation of various parameters

| (Rs. in Lacs) | | |
|---|------------------|------------------|
| <u>Capital Funds</u> | Current Year | Previous Year |
| Tier I Capital : | | |
| a) Paid up Share Capital & Share Capital Deposit | 21589.11 | 21589.11 |
| b) Statutory Reserves | 20512.59 | 14588.73 |
| c) Capital Reserves & Other Reserve | 835.06 | 835.06 |
| d) Other Disclosed (Surplus in Profit & Loss A/c) | 94585.41 | 77889.97 |
| e) Less : Intangible Assets (Deferred Tax) | (135.71) | (134.32) |
| Total Tier I Capital | 137386.45 | 114768.55 |
| Tier II Capital : | | |
| a) Undisclosed Reserves | | 0.00 |
| b) Revaluation Reserves | | 0.00 |
| c) Capital Reserves | | 0.00 |



| | | |
|---------------------------------------|------------------|------------------|
| d) General Provisions (Including IFR) | 10506.74 | 4687.33 |
| e) Loss Reserves | 0.00 | 0.00 |
| Total Tier II Capital | 10506.74 | 4687.33 |
| Total Capital (I + II) | 147893.19 | 119455.88 |

| | | |
|---|------------------|---------------|
| Risk Weighted Assets | | |
| (a) Adjusted value of funded risk assets i.e. on Balance Sheet items (to tally with Part 'B') | 835562.18 | 644997.51 |
| (b) Adjusted value of non-funded and off-Balance Sheet items (to tally with Part 'C') | 4976.88 | 1524.86 |
| Total risk-weighted assets (a + b) | 840539.06 | 646522.37 |
| (Norms as applicable to Commercial Banks) | | |
| CRAR Percentage | 17.59% | 18.48% |

8. Asset Liability management
Maturity Pattern:

(Rs. in Crore)

| Maturity Pattern | Deposits | Advances | Investments & TDRs | Borrowings | Foreign Currency Assets | Foreign Currency Liabilities |
|-----------------------------|-----------------|----------------|--------------------|----------------|-------------------------|------------------------------|
| 1-7 days | 11520.38 | 2938.30 | 180.25 | 247.79 | Nil | Nil |
| 8-14 days | 30.56 | 5.38 | 180.00 | 0.00 | Nil | Nil |
| 15-28 days | 59.06 | 14.81 | 200.00 | 0.00 | Nil | Nil |
| Over 28 days upto 3 months | 328.48 | 19.22 | 4.72 | 6.00 | Nil | Nil |
| Over 3 months upto 6 months | 615.39 | 11.08 | 1026.40 | 53.51 | Nil | Nil |
| Over 6 months upto 1 years | 1641.82 | 40.32 | 1612.41 | 384.94 | Nil | Nil |
| Over 1 years upto 3 years | 1720.39 | 439.36 | 856.39 | 267.31 | Nil | Nil |
| Over 3 years upto 5 years | 232.12 | 1291.65 | 1214.25 | 100.90 | Nil | Nil |
| Over 5 years | 99.54 | 3273.56 | 4884.20 | 8.29 | Nil | Nil |
| TOTAL | 16247.74 | 8033.68 | 10158.61 | 1068.74 | Nil | Nil |



3. Investments

a. Composition of Investment Portfolio

As on 31.03.2024 (Current Year)

(In Lakhs)

| Composition of Investment | Govt. Securities | Other Approved Securities | Debentures and Bonds | Others | Total Investment |
|--|------------------|---------------------------|----------------------|----------------|------------------|
| Held to Maturity | | | | | |
| Gross | 333863.79 | 0.00 | 0.00 | 0.00 | 333863.79 |
| Less: Provision for Non- Performing Investment (NPI) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 333863.79 | 0.00 | 0.00 | 0.00 | 333863.79 |
| Available for Sale | | | | | |
| Gross | 301594.53 | 0.00 | 15100.00 | 3024.85 | 319719.38 |
| Less: Provision for Depreciation and NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 301594.53 | 0.00 | 15100.00 | 3024.85 | 319719.38 |
| Held for Trading | | | | | |
| Gross | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for Depreciation and NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Total Investments | | | | | |
| Gross | 635458.32 | 0.00 | 15100.00 | 3024.85 | 653583.17 |
| Less: Provision for NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Provision for Depreciation | 0.00 | 0.00 | 87.24 | 0.00 | 87.24 |
| Net | 635458.32 | 0.00 | 15012.76 | 3024.85 | 653495.93 |

As on 31.03.2023 (Previous Year)

| Composition of Investment | Govt. Securities | Other Approved Securities | Debentures and Bonds | Others | Total Investment |
|--|------------------|---------------------------|----------------------|----------------|------------------|
| Held to Maturity | | | | | |
| Gross | 300782.03 | 0.00 | 0.00 | 0.00 | 300782.03 |
| Less: Provision for Non- Performing Investment (NPI) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 300782.03 | 0.00 | 0.00 | 0.00 | 300782.03 |
| Available for Sale | | | | | |
| Gross | 298965.76 | 0.00 | 19594.71 | 4124.85 | 322685.32 |
| Less: Provision for Depreciation and NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 298965.76 | 0.00 | 19594.71 | 4124.85 | 322685.32 |
| Held for Trading | | | | | |
| Gross | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Less: Provision for Depreciation and NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |



| | | | | | |
|----------------------------|------------------|-------------|-----------------|----------------|------------------|
| Net | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Total Investments | | | | | |
| Gross | 599747.80 | 0.00 | 19594.71 | 4124.85 | 623467.35 |
| Less: Provision for NPI | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Provision for Depreciation | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Net | 599747.80 | 0.00 | 19594.71 | 4124.85 | 623467.35 |

b. Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(in Lakh)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| i) Movement of provisions held towards depreciation on investments | 0.00 | 0.00 |
| a) Opening balance | 0.00 | 0.00 |
| b) Add: Provisions made during the year | 0.00 | 0.00 |
| c) Less: Write off / write back of excess provisions during the year | 0.00 | 0.00 |
| d) Closing balance | 0.00 | 0.00 |
| ii) Movement of Investment Fluctuation Reserve | | |
| a) Opening balance | 0.00 | 0.00 |
| b) Add: Amount transferred during the year | 7000.00 | 0.00 |
| c) Less: Drawdown | 0.00 | 0.00 |
| d) Closing balance | 7000.00 | 0.00 |
| iii) Closing balance in IFR as a percentage of closing balance of investments ¹³ in AFS and HFT/Current category [(excluding Mutual Funds & Bonds (Non- SLR))] | 2.32% | NA |

c. Sale and transfers to/from HTM category/ Permanent category :

The value of sales and transfer of securities to/from HTM category has not exceeded 5% of the book value of investment held in HTM category at the beginning of the year.

d. Non-SLR Investment Portfolio :

(i) Non-performing Non - SLR Investments

(Rs. in Lacs)

| Sr. No. | Particulars | Current Year | Previous Year |
|---------|--|--------------|---------------|
| I | Opening Balance | 0.00 | 0.00 |
| ii | Addition during the year since 1 st April | 0.00 | 0.00 |
| iii | Reduction during the above period | 0.00 | 0.00 |
| iv | Closing Balance | 0.00 | 0.00 |
| v | Total provision held | 0.00 | 0.00 |



(ii) Issuer composition of Non-SLR Investments

(Rs. in Lacs)

| No. | Issuer | Amount | Extent of Private Placement | Extent of below Investment grade Securities | Extent of unrated Securities | Extent of unlisted Securities |
|-----|--------------------------------------|-----------------|-----------------------------|---|------------------------------|-------------------------------|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
| i | PSUs | 100.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| ii | FIs | 15000.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| iii | Banks | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| iv | Private Corporate | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| v | Others | 3024.85 | 0.00 | 0.00 | 0.00 | 0.00 |
| vi | Provisions held towards depreciation | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | Total | 18124.85 | 0.00 | 0.00 | 0.00 | 0.00 |

e. The details of securities sold and purchased under repos and reverse repos during the year are given below:

Current Year

| | Minimum outstanding during the year | Maximum outstanding during the year | Daily average outstanding during the year | Outstanding as on 31 st March 2024 |
|--|-------------------------------------|-------------------------------------|---|---|
| Securities sold under Repo | | | | |
| i. Government Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| ii. Corporate Debt Securities | | | | |
| iii. Any other Securities | | | | |
| Securities purchased under Reverse Repo | | | | |
| i. Government Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| ii. Corporate Debt Securities | | | | |
| iii. Any other Securities | | | | |

Previous Year

| | Minimum outstanding during the year | Maximum outstanding during the year | Daily average outstanding during the year | Outstanding as on 31 st March 2023 |
|--|-------------------------------------|-------------------------------------|---|---|
| Securities sold under Repo | | | | |
| i. Government Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| ii. Corporate Debt Securities | | | | |
| iii. Any other Securities | | | | |
| Securities purchased under Reverse Repo | | | | |
| i. Government Securities | 0.00 | 0.00 | 0.00 | 0.00 |
| ii. Corporate Debt Securities | | | | |
| iii. Any other Securities | | | | |

f. Bank has invested its SLR fund in Govt. Securities. Premium/Discount paid over and above the face value has been amortized over the remaining period of security from the date of purchase to the date of maturity as per RBI guidelines. Accordingly, a sum of Rs. 2.05 crore (Last FY 3.5 crore) has been



amortized during the period beginning from 01/04/2023 to 31/03/2024 and the amortized amount has been adjusted in 'Schedule 13 – Interest Earned: Item II – Income on Investments', as a deduction.

4. Asset Quality:

a. Classification of Advances and provisions held: (in Thousand)

| | Standard | | Non-Performing | | | Total |
|---|-------------------------|---------------|----------------|-------------|-------------------------------|-----------------|
| | Total Standard Advances | Sub-Standard | Doubtful | Loss | Total Non-Performing Advances | |
| Gross Standard Advances and NPAs | | | | | | |
| Opening Balance | 62706290 | 1033013 | 420057 | 3409 | 1456479 | 64162769 |
| Add: Additions during the year | | | | | 949430 | 949430 |
| Less: Reductions during the year* | | | | | 798488 | 798488 |
| Closing Balance | 78729348 | 949430 | 651123 | 6868 | 1607421 | 80336769 |
| * Reduction in Gross NPA due to: | | | | | | |
| i) Upgradation | | | | | 381488 | 381488 |
| ii) Recoveries | | | | | 133891 | 133891 |
| iii) Technical/ Prudential Write-offs | | | | | 0 | 0 |
| iv) Write-offs other than those under (iii) above | | | | | 283109 | 283109 |
| Provisions (excluding Floating Provisions) | | | | | | |
| Opening balance of provisions held | 320391 | 884671 | 420057 | 3,409 | 1308137 | 1628528 |
| Add: Fresh provisions made during the year | | | | | 472863 | 472863 |
| Less: Excess provision reversed/ Write-off loans | | | | | 321920 | 321920 |
| Closing balance of provisions held | 237163 | 801089 | 651123 | 6868 | 1459080 | 1696243 |
| Net NPAs | | | | | | |
| Opening Balance | | 0 | 0 | 0 | 0 | |



| | | | | | | |
|--------------------------------------|--|---|---|---|---|--|
| Add: Fresh additions during the year | | | | | 0 | |
| Less: Reductions during the year | | | | | 0 | |
| Closing Balance | | 0 | 0 | 0 | 0 | |

Floating Provisions

(Rs. in Lacs)

| S No | Particular | Current Year | Previous Year |
|------|---|--------------|---------------|
| A | Opening Balance | 1483.42 | 1483.42 |
| B | Floating Provision made in the accounting year (As approved by the Board) | 0.00 | 0.00 |
| C | Draw down made in the accounting year | 0.00 | 0.00 |
| D | Closing Balance | 1483.42 | 1483.42 |

Technical write-offs and the recoveries made thereon:

| | Current Year | Previous Year |
|--|--------------|---------------|
| Opening balance of Technical/ Prudential written-off accounts | 16419.80 | 17519.23 |
| Add: Technical/ Prudential write-offs during the year | 2831.09 | 2596.97 |
| Less: Recoveries made from previously technical/ prudential written-off accounts during the year | 1424.63 | 1964.42 |
| Closing balance | 18235.39 | 16419.80 |
| AUCA Reversal | 409.13 | 1731.98 |

Asset Quality Ratios:

| | Current Year | Previous Year |
|-----------------------------|--------------|---------------|
| Gross NPA to Gross Advances | 2% | 2.27% |
| Net NPA to Net Advances | 0% | 0% |
| Provision Coverage Ratio | 100% | 100% |

b. Sector-wise Advances and Gross NPAs :

(Rs. In crore)

| S.N. | 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 | Priority Sector | | | | | | |
| 1 | Agriculture and Allied activities | 2301.55 | 60.25 | 2.62% | 1945.67 | 39.90 | 2.05% |



| | | | | | | | |
|----------|---|---------|--------|-------|---------|--------|-------|
| 2 | Advances to Industries sector eligible as priority sector lending | 299.37 | 17.88 | 5.97% | 231.44 | 15.67 | 6.77% |
| 3 | Services | 1093.98 | 33.07 | 3.02% | 705.83 | 37.35 | 5.29% |
| 4 | Personal Loans | 1120.30 | 13.69 | 1.22% | 990.17 | 14.27 | 1.44% |
| | Sub-total (A) | 4815.20 | 124.89 | 2.59% | 3873.11 | 107.19 | 2.77% |
| B | Non-Priority Sector | | | | | | |
| 1 | Agriculture and Allied activities | 0 | 0 | 0 | 0 | 0 | 0 |
| 2 | Industries | 0 | 0 | 0 | 0 | 0 | 0 |
| 3 | Services | 0 | 0 | 0 | 0 | 0 | 0 |
| 4 | Personal Loans | 3218.48 | 35.85 | 1.11% | 2543.17 | 38.46 | 1.51% |
| | Sub-total (B) | 3218.48 | 35.85 | 1.11% | 2543.17 | 38.46 | 1.51% |
| | Total (A+B) | 8033.68 | 160.74 | 2.00% | 6416.28 | 145.65 | 2.27% |

c. Details of accounts subjected to restructuring

| | | Agriculture and allied activities | | Corporates (excluding MSME) | | MSME | | Retail (excluding agriculture and MSME) | | Total | |
|--------------|-------------------------|-----------------------------------|---------------|-----------------------------|---------------|--------------|---------------|---|---------------|--------------|---------------|
| | | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year | Current Year | Previous Year |
| Standard | Number of borrowers | - | - | - | - | - | - | - | - | - | - |
| | Gross Amount (₹ Lakh) | - | - | - | - | - | - | - | - | - | - |
| | Provision held (₹ Lakh) | - | - | - | - | - | - | - | - | - | - |
| Sub-Standard | Number of borrowers | - | - | - | - | - | - | - | - | - | - |
| | Gross Amount (₹Lakh) | - | - | - | - | - | - | - | - | - | - |
| | Provision held (₹Lakh) | - | - | - | - | - | - | - | - | - | - |
| Doubtful | Number of borrowers | - | - | - | - | - | - | - | - | - | - |
| | Gross Amount (₹Lakh) | - | - | - | - | - | - | - | - | - | - |
| | Provision held (₹Lakh) | - | - | - | - | - | - | - | - | - | - |
| Total | Number of borrowers | - | - | - | - | - | - | - | - | - | - |
| | Gross Amount (₹Lakh) | - | - | - | - | - | - | - | - | - | - |



| | | | | | | | | | | |
|------------------------|---|---|---|---|---|---|---|---|---|---|
| Provision held (₹Lakh) | - | - | - | - | - | - | - | - | - | - |
|------------------------|---|---|---|---|---|---|---|---|---|---|

d. Disclosure of Transfer of Loan exposures

(Rs. In lakh)

| Details of stressed loans transferred during the year | | | |
|---|---|--------------------------|----------------------|
| | To ARCs | To Permitted transferees | To Other Transferees |
| No of accounts | Nil | Nil | Nil |
| Aggregate principal outstanding of loans transferred | Nil | Nil | Nil |
| Weighted average residual tenor of the loans transferred | Nil | Nil | Nil |
| Net book value of loans transferred (at the time of transfer) | Nil | Nil | Nil |
| Aggregate consideration | Nil | Nil | Nil |
| Additional consideration realized in respect of accounts transferred in earlier years | Nil | Nil | Nil |
| Details of loans acquired during the year | | | |
| | From SCBs, RRBs, UCBs, StCBs, DCCBs, AIFIs, SFBs and NBFCs including Housing Finance Companies (HFCs) | From ARCs | |
| Aggregate principal outstanding of loans acquired | Nil | Nil | |
| Aggregate consideration paid | Nil | Nil | |
| Weighted average residual tenor of loans acquired | Nil | Nil | |

The Bank has not transferred any Special Mention Account and loan not in default.
The Bank has not acquired any stressed loan.

e. Fraud Reported and provision made during the year:

(₹ in Lakh)

| Particulars | Current Year | Previous Year |
|---|--------------|---------------|
| Number of frauds reported | 02 | 04 |
| Amount involved in fraud | 63.02 | 403.74 |
| Amount of provision made for such frauds | 57.65 | 370.44 |
| Amount of unamortized provision debited from 'other reserves' as at the end of the year | 0 | 0 |

f. MSME Restructuring

As per RBI circular no. DBR.No.BP. BC.18/21.04.048/2018-19 dated 01.01.2019 read with circular no. DOR.STR.REC.12/21.04.048/2021-22 dated 05.05.2021, the details of restructured MSME accounts are as under:-

(₹ in Lakh)

| Particulars | Current Year | Previous Year |
|------------------------------|--------------|---------------|
| No. of accounts restructured | 0 | 0 |
| Aggregate Outstanding | 0 | 0 |



- g. Disclosures as per RBI circular no. DOR.STR.REC.11/21.04.048/2021-22 dated 05.05.2021 are as under:-

(₹ in Lakh)

Personal Loans

| Sr. No | Description | |
|--------|--|---|
| A | Number of accounts where resolution plan has been implemented under this window | 0 |
| B | Exposure to accounts mentioned at (A) before implementation of the plan | 0 |
| C | of (B), aggregate amount of debt that was converted into other securities | 0 |
| D | Additional funding sanctioned, if any, including between invocation of the plan and implementation | 0 |
| E | Increase in provisions on account of the implementation of the resolution plan | 0 |

5. Exposures –

a. Exposure to Real Estate Sector

(Rs. in Lacs)

| Sr. No. | Particulars | Current Year | Previous Year |
|---------|---|--------------|---------------|
| a | Direct exposure | | |
| (i) | Residential Mortgages Lending is fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loan eligible for inclusion in priority sector advances shall be shown separately. | 159043.92 | 142848.68 |
| | | 104596.76 | 94103.65 |
| (ii) | Commercial Real Estate Lending secured by mortgages on Commercial Real Estate (office building, retail space, multi-purpose commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits; | 0.0 | 0.0 |
| (iii) | Investments in mortgage backed securities (MBS) and other securities exposures | 0 | 0 |
| | (a) Residential | | |
| | (b) Commercial Real Estate | 0 | 0 |
| B | Indirect Exposure | 0 | 0 |
| | Fund-based and non-fund based exposures | | |

b. Unsecured Advances

(₹ in Lakh)

| | Current Year | Previous Year |
|--|--------------|---------------|
| Total unsecured advances of the bank | 310003.91 | 261739.78 |
| 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 | | (Rs. in Crore) | |
|---|---------------------|-----------------------|--|
| | Current year | Previous year | |
| Total Deposits of Top Twenty largest depositors | 116.02 | 167.58 | |
| Percentage of deposits of twenty largest depositors to total deposits of the bank | 0.71% | 1.17% | |

| b. Concentration of Advances | | (Rs. in Crore) | |
|--|---------------------|-----------------------|--|
| | Current year | Previous year | |
| Total Advances to Top Twenty largest borrowers | 77.06 | 50.58 | |
| Percentage of advances to twenty largest borrowers to total advances of the bank | 0.96% | 0.79% | |

| c. Concentration of Exposures | | (Rs. in Crore) | |
|---|---------------------|-----------------------|--|
| | Current year | Previous year | |
| Total exposures to Top Twenty largest borrowers/ customers | 90.23 | 50.68 | |
| Percentage of exposures to twenty largest borrowers/customers to total exposures of the bank on borrowers/customers | 0.89% | 0.78% | |

| d. Concentration of NPAs | | (Rs.in Crore) | |
|--|---------------------|----------------------|--|
| | Current year | Previous year | |
| Total exposures to Top Twenty NPA accounts | 6.97 | 5.92 | |
| Percentage of exposures to twenty largest NPA exposures to total Gross NPAs. | 4.34 | 4.06 | |

7. Transfer to Depositors Education and Awareness Fund :

As per RBI circular RBI/2013-14/614, DBOD.No.DEAF Cell.BC.114/30.01.002/2013-14 dated 27/05/2014 (Depositor Education and Awareness Fund Scheme 2014 under Section 26A of Banking Regulation Act, 1949), the Bank has remitted Rs. 24.73 lacs to RBI. The details are given below:

| (Rs.In Lacs) | | |
|---|---------------------|----------------------|
| Particulars | Current year | Previous year |
| Opening Balance of amounts transferred to DEAF | 641.64 | 532.39 |
| Add : Amounts transferred to DEAF during the year | 24.73 | 109.31 |
| Less: Amounts reimbursed by DEAF towards claims. | 0.59 | 0.06 |
| Closing balance of amounts transferred to DEAF | 665.78 | 641.64 |

8. Disclosure of complaints

a. Summary information on complaints received by the bank from customers and from the Offices of Ombudsman

| Sr. No. | Particulars | Current Year | Previous Year |
|---|---|---------------------|----------------------|
| Complaints received by the bank from its customers | | | |
| 1 | Number of complaints pending at beginning of the year | 002 | 001 |
| 2 | Number of complaints received during the year | 140 | 181 |
| 3 | Number of complaints disposed during the year | 140 | 180 |
| | 3.1 Of which, number of complaints rejected by the bank | - | - |
| 4 | Number of complaints pending at the end of the year | 002 | 002 |



| Maintainable complaints received by the bank from Office of Ombudsman | | | |
|---|---|-----|-----|
| 5 | Number of maintainable complaints received by the bank from Office of Ombudsman | 060 | 056 |
| | Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman | 058 | 056 |
| | Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman | 00 | 01 |
| | 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 ground of complaints received by the bank from customers

| Ground of complaints | Number of complaints pending at the beginning of the year | Number of complaints received during the year | % increase/ decrease in the number of complaints received over the previous year | Number of complaints pending at the end of the year | of 5, number of complaints pending beyond 30 days |
|--|---|---|--|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 |
| Current Year 2023-24 | | | | | |
| ATM/DEBIT CARD | - | 12 | 20 | - | - |
| IN./MOB/E BANK | 01 | 00 | 00 | - | - |
| AC OPNING/ DIFFICULTY IN OPRERATION | - | 16 | -18.75 | - | - |
| Mis-sellings | - | 02 | 50 | - | - |
| Pension and facilities for SC | - | 01 | -100 | - | - |
| LOAN /ADVANCES | - | 27 | -55 | - | - |
| EXCESSIVE CHARGES | - | 06 | 0 | - | - |
| CHEQUES/DD/BILLS | - | 00 | 0 | - | - |
| NON- OBSERVANCE OF FAIR PRACTICES CODE | - | 03 | -66 | - | - |
| EXCHANGES OF NOTES | - | 00 | 00 | - | - |
| STAFF BEHAIOUR | - | 07 | -46 | - | - |
| OTHER(CSL) | 01 | 68 | 79 | 02 | - |
| Total | 02 | 140 | - | 02 | - |
| Previous Year 2022-23 | | | | | |
| ATM/DEBIT CARD | - | 10 | - 41 | - | - |
| IN./MOB/E BANK | - | 21 | +123 | 01 | - |
| AC OPNING/ DIFFICULTY IN OPRERATION | - | 19 | 0 | - | - |
| Mis-sellings | - | 01 | 0 | - | - |
| Pension and facilities for SC | - | - | -100 | - | - |
| LOAN /ADVANCES | - | 60 | +230 | 01 | - |
| EXCESSIVE CHARGES | - | 06 | -40 | - | - |
| CHEQUES/DD/BILLS | - | 04 | 0 | - | - |
| NON- OBSERVANCE OF FAIR PRACTICES CODE | - | 09 | 0 | - | - |
| EXCHANGES OF NOTES | - | 00 | -100 | - | - |
| STAFF BEHAIOUR | 01 | 13 | -18.75 | - | - |
| OTHER(CSL) | - | 38 | -05 | - | - |
| Total | 01 | 181 | - | 02 | - |



9. Disclosure of Penalties imposed by Reserve Bank of India :

(Rs.in Lacs)

| Sr. No. | Particulars | Current Year | Previous Year |
|---------|---|--------------|---------------|
| | Penalties Imposed by RBI under Section 46(4) of Banking Regulation Act 1949 | 0.20 | Nil |

The Bank has maintained CRR and SLR as per RBI Act 1934 and Banking Regulation Act 1949 and not defaulted during the financial year under report.

10. Other disclosures :

a. Business Ratios:

| Sr. No. | Particulars | Current Year | Previous Year |
|---------|--|--------------|---------------|
| i | Interest Income as a percentage to Working Fund | 7.56% | 7.12% |
| ii | Non-Interest Income as a percentage to Working Fund | 0.90% | 0.65% |
| iii | Operating Profit as a percentage to Working Fund (Before Provisions) | 2.71% | 2.41% |
| iv | Return on Assets (RoA) | 1.61% | 1.01% |
| v | Return on Equity (RoE) | 22.83% | 15.70% |
| vi | Net Interest Margin (NIM) | 4.62% | 4.54% |
| vii | Cost of Deposits | 3.83% | 3.63% |
| viii | Business (Deposits plus Advances) per employee | 1066.85 | 936.01 |
| ix | Profit per employee (Operating Profit) | 21.82 | 17.99 |
| x | Earnings per share (EPS in Rs.) | 7.73 | 6.20 |
| xi | Book Value Per Share (BVPS in Rs.) | 66.94 | 53.22 |

b. Bancassurance Business:

Fees/brokerage earned in respect of the insurance broking, agency and bancassurance business
(₹ in Lakh)

| Current year | Previous year |
|--------------|---------------|
| 2183.00 | 1781.00 |

c. Marketing and distribution:

The details of fees/remuneration received in respect of the marketing and distribution function (excluding bancassurance business) are as follows:

(₹ in Lakh)

| Current year | Previous year |
|--------------|---------------|
| 0.00 | 0.00 |



d. **Disclosure regarding Priority Sector Lending Certificate (PSLC):**

Bank has transacted the following in PSLCs for the year ending 31.03.2024. The PSL level is 75.43% at the end of 31.03.2024.

Rs. in (Lacs)

| PURCHASE OF PSLC | | |
|--------------------|---------------|------------------|
| Segment | Amount | Premium Paid |
| PSLC – Agriculture | 0 | 0 |
| PSLC – General | 170000 | 17.00 |
| PSLC - SF/MF | 0 | 0 |
| Grand Total | 170000 | 17.00 |
| SALE OF PSLC | | |
| Segment | Amount | Premium Received |
| PSLC Agriculture | 52000 | 144.40 |
| PSLC SF/MF | 45000 | 832.50 |
| Grand Total | 97000 | 976.90 |

e. **Provisions and Contingencies**

Breakup of 'Provisions and Contingencies' shown under head Expenditure in Profit and Loss account as follows

(₹ in Lakh)

| Provisions debited to Profit & Loss Account | Current Year | Previous year |
|--|-----------------|-----------------|
| Provision for Non-Performing Assets | 4728.63 | 3602.54 |
| Provision on Standard Assets | 442.16 | 152.02 |
| Provision on Restructured Assets (Reversal of Provision) | (1274.44) | (897.91) |
| Provision for Depreciation on Investments | 87.24 | 0.00 |
| Provision for Pension liability | 1612.00 | 13784.00 |
| Provision for Income tax (Net of DTL/DTA) | 9822.37 | 5417.92 |
| Provision for Fraud (Reversal of Provision) | (383.51) | 301.83 |
| Provision for Salary Arrears | 5000.00 | 793.34 |
| Total | 20034.45 | 23153.74 |

f. **Payment of DICGC Insurance Premium:**

(₹ in Lakh)

| Particulars | Current Year | Previous year |
|-------------------------------------|--------------|---------------|
| Payment of DICGC Insurance Premium | 2025.43 | 1862.98 |
| Arrears in payment of DICGC premium | 0.00 | 0.00 |

11. **Deferred Tax :** In compliance with the Accounting Standards relating to "Accounting for Taxes on Income" (AS-22) issued by The Institute of Chartered Accountants of India, the Bank has credited Rs. 139116.00 (Rs. 1414004.00 Last Financial year) in the Profit & Loss Account for the period 01.04.2023 to 31.03.2024 towards deferred tax assets and timing differences. Total Deferred Tax Assets as on 31st March 2024 is Rs. 13571223.00 (Refer Schedule 11).



12. Related Party Disclosure pursuant to AS-18:

i. Particulars of related party accounts transactions: (Rs. In Lacs)

| Particulars | For the year ended 31 st March 2024 | For the year ended 31 st March 2023 |
|--|---|---|
| Refinance received from State Bank of India | NIL | NIL |
| Over draft received from State Bank of India | 26678.88 | 24837.42 |
| Interest paid to SBI | 1262.70 | 798.62 |
| Investment made with : | | |
| SBI – in the form of TDRs | 61452.45 | 61352.62 |
| SBI Mutual Fund | 3024.85 | 4124.85 |
| Interest from SBI | 2387.91 | 2389.96 |
| Contribution to Group Leave Encashment Policy with SBI | 2080.00 | 500.00 |
| Current Account Balance with SBI | 2588.49 | 2353.87 |

ii. Particulars of Managerial Remuneration: (in Rupees)

| Name of the Official | Designation | For year ended 31.03.2024 | For year ended 31.03.2023 |
|--------------------------|-----------------------------|------------------------------|------------------------------|
| Shri I K Gohil | Chairman | 31,35,104.36 | 27,48,042.69 |
| Shri Ajay Kumar Nirala | General Manager (Op-II) | 23,47,413.56 | 24,11,260.92 |
| Shri Atulya Behera | General Manager (Op-I) | 10,50,946.04 | 22,35,130.36 |
| Shri Vijay Kumar Agrawal | General Manager (Admin) | 26,94,954.97 | 22,04,111.94 |
| Shri Arvind Mittal | General Manager (Vigilance) | 49,58,900.84 | 21,66,991.70 |

13. Gratuity & Consumer Forum Cases: The majority of cases has been decided in favour of Bank and only few are still pending in court which will also be decided in favour of Bank in the light of previous decisions. We have deposited Rs. 33997533.43 under protest with the Forum / Court till date against the provision applicable for appeal. Now, Bank has applied for the refund of deposited amount under protest after receiving the judgment in its favour. The withdrawal proceeding is still pending at the Authority / Fom's end.

14. The Provision for payment of bonus to employees for the period 01.04.2023 to 31.03.2024 is Nil as per the Payment of Bonus Act, 1965.

15. Pension Scheme: Important modalities of the Scheme for payment of Pension are as follows:

a.) An Employee who was in the service of the bank on or before 31.03.2010, has to compulsorily submit option (last date 26.04.2019) and also to refund the Bank's Contribution within 60 days (of exercising option) i.e. by 23.06.2019. The Family Pension is applicable in case of deceased employees under this category.

b.) Accordingly, for the provision purposes in respect of retired/ deceased/ serving employees, we have considered all the eligible present and past employees who have completed the conditions of the option as on 31.03.2024 for calculation of liability. The following assumptions/information have been taken in consideration for arriving at the liability:

Summary of membership data

| | As at | 31/03/2024 |
|----|------------------------------|------------|
| a) | Number of employees | 282 |
| b) | Total Monthly Salary (Lakhs) | 269.55 |



| | | | |
|----|--------------------------------|---------|-------|
| c) | Average Past Service | (Years) | 30.52 |
| d) | Average Age | (Years) | 55.00 |
| e) | Average remaining working life | (Years) | 5.00 |
| f) | No of Retired Employee | | 1123 |
| g) | No of Family pensioners | | 328 |

Actuarial Assumptions

Company attention was drawn to provisions of accounting standard that actuarial assumptions are an entity's best estimates of variables that will determine the ultimate cost of providing post-employment benefits and shall be unbiased & mutually compatible.

a) Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is generally based upon the market yields available on Government bonds at the accounting date relevant to currency of benefit payments for a term that matches the liabilities. Salary growth rate is company's long term best estimate as to salary increases & takes account of inflation, seniority, promotion, business plan, HR policy and other relevant factors on long term basis as provided in relevant accounting standard. These valuation assumptions are as follows & have been received as input from you.

| | |
|----------------------------------|-------------------|
| | 31/03/2024 |
| i) Discounting Rate | 7.10 |
| ii) Future Pension Increase Rate | |
| a) Active Employee | 6.00 |
| b) Retiree | 3.00 |

b) Demographic Assumption

Attrition rates are the company's best estimate of employee turnover in future determined considering factors such as nature of business & industry, retention policy, demand & supply in employment market, standing of the company, business plan, HR Policy etc as provided in the relevant accounting standard. Attrition rates as given below have been received as input from the company.

| | |
|---|----------------------------|
| i) Retirement Age (Years) | 60 |
| Mortality rates inclusive of provision for disability | IALM (2012 - 14) |
| iii) Attrition at Ages | Withdrawal Rate (%) |
| Up to 30 Years | 3.00 |
| From 31 to 44 years | 2.00 |
| Above 44 years | 1.00 |

It should be noted that in case of employees above retirement age, for the purpose of valuation it is assumed they will retire immediately.

Mortality & Morbidity rates - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.

Mortality & Morbidity rates –

(a) **While in service** - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.



Mortality Rates inclusive of disability (while in service) for specimen ages ****

| Age | Mortality Rate | Age | Mortality Rate | Age | Mortality Rate |
|-----|----------------|-----|----------------|-----|----------------|
| 15 | 0.000698 | 35 | 0.001202 | 55 | 0.007513 |
| 20 | 0.000924 | 40 | 0.00168 | 60 | 0.011162 |
| 25 | 0.000931 | 45 | 0.002579 | | |
| 30 | 0.000977 | 50 | 0.004436 | | |

(b) After Retirement - 100% of (1996-98) rates have been assumed.

Mortality Rates for specimen ages (Retired Employee) ****

| Age | Rate | Age | Rate | Age | Rate |
|-----|----------|-----|----------|-----|----------|
| 50 | 0.004243 | 70 | 0.024301 | 85 | 0.106891 |
| 60 | 0.010907 | 75 | 0.043272 | 90 | 0.151539 |
| 65 | 0.01389 | 80 | 0.070802 | 100 | 0.266511 |

c) Any changes in assumptions from previous valuation are evident as above tables show assumptions of previous & current valuation.

d) Company attention was drawn to provisions of accounting standard that actuarial assumptions are an entity's best estimates of variables that will determine the ultimate cost of providing post-employment benefits and should be unbiased & mutually compatible. Determination of actuarial assumptions depend on factors such as nature of business & industry, retention policy, demand & supply in employment market, standing of the company, business plan, HR Policy etc. I do not have access to or possess full knowledge of all these factors & have used the assumptions provided by the company. Under the circumstances, I consider the assumptions provided by the company are in generality reasonable.

5. Actuarial Method

a) I have used the projected unit credit (PUC) actuarial method to assess the plan's liabilities allowing for retirements, deaths-in-service and withdrawals (Resignations / Terminations).

b) Under the PUC method a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active members of the plan. The projected accrued benefit is based on the plan accrual formula and service as at the beginning and end of the period, but using member's final compensation, projected to the age at which the employee is assumed to leave active service. The plan liability is the actuarial present value of the projected accrued benefits as on the date of valuation.

6. Scale of Benefits

The pension liability arises on account of future payments, which are required to be made in the event of retirement, death in service or withdrawal. I give below a summary of the principal rules of the plan.

The pensions provided are governed by Central Civil Services Pension Rules as amended by 7th Pay Commission. Admissible Pension is determined as under:

50% of the average emoluments received during the past 10 months or the pay last drawn whichever is more beneficial to the retiring employee subject to completion of minimum pension able service of 10 years for normal retirement and 20 years for early retirement.

For Retiree EPFO pension of Rs 2500/- to 7500/ has been reduced from their monthly pension.

Employee have to returned the company share on PF



No discretionary benefits policy of past & future have been reported & valued by me.

The table below shows a summary of the key results of the report including past results as applicable.

| | Assets / Liability | 31/03/2024 |
|----|---|-------------------|
| a | Present value of obligation | 9,555,727,150 |
| b | Fair value of plan assets | 9,078,107,000 |
| c) | Fair Value of Plan assets (Employer share which will be returned from PF) | 316,510,090 |
| d) | Net assets / (liability) recognized in balance sheet as provision | (161,110,060) |
| e) | Net Provision (Rounding off) | (16,12,000,00) |

c.) Since the Pension for RRB Employees is rolled-out (w.e.f. 01.04.2018) for the first time as per Hon'ble Supreme Court's Order, RBI has provided 5 year amortization period till 31st March, 2023 to avoid the sudden and heavy financial burden on the RRBs through it's letter no. VV.Kenka.RRB.No. 4405/31.01.001/2019-20 dated 05th December, 2019. RBI through the above letter has also empowered the RRB's to decide and provide for the total pension liability by a date earlier than March 31, 2023.

d.) In view of the above, Bank has already provided 100% of pension liability in compliance to the RBI's letter till 31.03.2023. However, as per the latest Actuarial valuation reports, bank is required to provide regular liability of Rs. 1612.00 lakh for the year 2023-24. The three are considering the precedents as well as the financials of the Bank.

16. The Bank has taken Group Gratuity Scheme of Life Insurance Corporation of India (LIC) for meeting the gratuity liability of its retired employees. Actuarial valuation has been carried out for the Period from 01.04.2023 to 31.03.2024 for Bank. Accordingly, Bank has paid/ funded it with Rs. 1870.00 lacs for Group Gratuity during the FY 23-24. Further, Bank has also taken earned leave encashment policy from Life Insurance Corporation of India and SBI Life Insurance Co. Ltd. Actuarial Valuation has been carried out for the Period from 01.01.2023 to 31.03.2024. Accordingly, Bank has paid/ funded it with Rs. 2080.00 lacs for Group Leave Encashment during the FY 23-24.

17. The Bank has made an additional provision of Rs. 105.66 crore (i.e. 65.73% of its Gross NPA) in accordance with Master Circular RBI/2022-23/15DOR.STR.REC.4/21.04.048/2022-23 dated 01st April, 2022.

18. As per the Accounting Policy of the Bank & new guidelines received from Sponsor Bank (State Bank of India, vide their memo no. CC/IFRC/CFS/472 dated 26.02.2015) for uniformity in the Accounting Policy for charging depreciation on fixed assets in SBI group RRBs, the Bank has changed its Accounting Policy while preparing the financials for the year ended 31st March 2015. Accordingly, SLM has been introduced for calculation of depreciation w.e.f. FY 2014-15.

19. **Investment Fluctuation Reserve** : Securities under AFS & HFT has been separately valued scrip-wise with the Valuation as per FBIL and depreciation/appreciation shall be aggregated for each balance sheet classification as per the RBI's Circular RBI/2013-14/434 RPCD.CO.RRB.BC.No./ 74 /03.05.33/2013-14 dt. January 07, 2014. The Investments have not been found in depreciation.

20. **Shifting of Investment amongst the category**: Bank has shifted the investment among the categories with approval of the board and provided the mark to market depreciation due to shifting amongst the



category and this amount included in **schedule 14 “Income on sale of investment”** for which following are the details:

| | |
|--|--------------|
| Actual Income from sale of Investment (Profit) | 106431033.92 |
| Mark to Market depreciation due to shifting amongst the category | (745490.52) |
| Total | 105685543.40 |

21. Demands Outstanding under Income – Tax:

a.) The TDS Compliance was centralized in the bank from the financial year 2018-19. Earlier, the compliance was done at the branches level. Since, the compliance was decentralized there have been delay in filing of quarterly statements which attracts the late filing fee. The Demands for the period beginning from financial year 2015-16 & beyond has been deposited but the demands pertaining to period prior to FY 2015-16 are outstanding in the records of IT Department. Since, the provisions of Section 234E (i.e. Late filing fee is applicable on the statements furnished from the financial year 2015-16 & beyond, the bank has not deposited the fees and has filed the appeal against it.

b.) The Income Tax Scrutiny Assessment of the bank has been completed for the assessment year 2018-19. The Assessment Order was passed on 20/09/2021. In the order passed above, the sum of Rs. 3,23,97,114/- was disallowed u/s.14A and added to income of the bank. The Disallowance has been made on the basis that expenditures have been incurred attributable to the activity of investments, income from which is not includible in total income. However, we have no such income which has not been included in total income and is exempt from Income Tax. Hence, we have filed appeal against the said order to CIT (Appeals) and is pending with them and hope substantial relief. Similarly, an addition of Rs. 30 Lakhs was added u/s 14A for the assessment year 2012-13 in the name of Chhattisgarh Gramin Bank against which the appeal had been filed and CIT (appeal) has dismissed the appeal during the year. The bank had filed appeal before ITAT, Raipur against the order of CIT (appeals) and ITAT has restored the matter to file of the AO with direction to him to verify whether the assessee during the year under consideration had earned any exempt income. In case the assessee had not earned any exempt income during the year under consideration then no disallowance u/s 14A of the act would be called for its case. Thus the appeal was allowed for statistical purpose. The appeal effect is yet to be given by the AO under the Income Tax Act.

22. Impact of 12th Wage Revision on Profit & Loss: As per the NIT Award dated 30.04.1990 and successive order of the Hon’ble Supreme Court dated 31.01.2001, dated 07.03.2002, again dated 25.04.2018, the GOI is duty bound to implement the provisions of the bipartite settlement/Joint notes of the Banking industry in RRB in full in terms of section 17 of RRB Act 1976, to ensure there is no disparity of the items and quantum of wage structure between the RRB and the sponsor banks. Wage Revision package of 12th Bipartite/9th Joint note signed between the unions and Indian Bank Association on 08.03.2024 is to be extended to RRB staff to honor the directions/decisions of the highest judicial body of our country. As per the settlement, our Bank is required to provide the liability on account of wage arrears therefore Bank has calculated the arrears payable to staff on the account of above settlement and provided Rs. 50 crore Wage revision arrears which is due from Nov – 22. Therefore, this amount of Rs. 50 crore is shown as a separate line item as an extraordinary expense under the head “Provision/Payments of Arrears on Wage Settlement”.

23. The Building work in progress as on 31.03.2023 has been capitalized during the year under the relevant head and depreciation accounted as on the basis of date of put to use.

24. **Data Purification and Asset Classification :** The Bank is having seamless/ automated system in its Core Banking Solution (CBS) for recognizing and identifying the NPAs in accordance with the extant guidelines.



24. Previous year figures have been regrouped/rearranged wherever considered necessary.

25. Amount shown is rounded off in nearest rupees.

Signature to Schedule 1 to 18.

FOR, CHHATTISGARH RAJYA GRAMIN BANK,


(I. K. GOHIL)

CHAIRMAN


(A.K. NIRALA)

General Manager

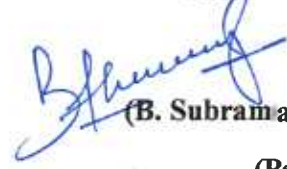


As per our Audit Report of Even Date.

For, A D B & Company

Chartered Accountants

ICAI FRN 005593C


(B. Subramanyam)

(Partner)

Membership Number 075176

Place: Raipur (C.G)

Date: 26th April, 2024



Independent Auditor's Report

To,
The Shareholders,
Chhattisgarh Rajya Gramin Bank,
Head Office, Sector 24, Nava Raipur,
RAIPUR (C.G)

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **Chhattisgarh Rajya Gramin Bank, Raipur (C.G.)** which comprise the Balance Sheet as at 31st March 2024, the Statement of Profit and Loss for the year ended and other explanatory information for the year ended on that date. Incorporated in these financial statements are the returns of **63 branches audited by us, 305 branches audited by other branch auditors and unaudited returns of 245 branches** in respect of which exemption has been granted in accordance with the NABARD guidelines. These unaudited branches account for 24.90% of advances, 33.65% of deposits, 11.44% of interest income and 31.76% of interest expenses.

In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Banking Regulation Act, 1949 and Regional Rural Banks Act, 1976 and in accordance with the guidelines issued by the National Bank for Agriculture and Rural Development from time to time, in the manner so required for bank and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs in case of the Balance sheet of the branch as at March 31, 2024 and true balance of profit for the year ended on that date, subject to the following:

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the bank in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibility of the Bank and Those Charged with Governance

The Bank's management is responsible with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of Section 29 of the Banking Regulation Act, 1949, Regional Rural Bank Act 1976 and circulars and guidelines issued by the Reserve Bank of India ('RBI') and National Bank for Agriculture and Rural Development (NABARD) from time to time.



Contd...2...

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Contd...3...

Report on Other Legal and Regulatory Requirements

The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with Section 19 of Regional Rural Bank Act' 1976 read with Section 29 of the Banking Regulation Act, 1949 and in accordance with guidelines issued by Reserve Bank of India (RBI) and National Bank for Agriculture and Rural Development (NABARD) from time to time.

Subject to the limitations of the audit indicated in paragraphs above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970/1980, and subject also to the limitations of disclosure required therein, we report that:

- a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit and have found them to be satisfactory.
- b. The transactions of the bank which have come to our notice have been within the powers of the Bank.
- c. The returns received from the branch have been found adequate for the purposes of our audit.

We further report that:

- a. In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books.
- b. The Balance Sheet, and the Profit and Loss Account dealt with by this report are in agreement with the books of account.
- c. In our opinion, the Balance Sheet and the Profit and Loss Account comply with the applicable accounting standards, to the extent they are not inconsistent with the accounting policies prescribed by RBI.

**PLACE: RAIPUR
DATED: 26th APRIL, 2024**

**For A D B & Company,
Chartered Accountants,
ICAI FRN 005593C**



**(B. Subramanyam)
Partner**

**Membership No. 075176
UDIN : 24075176BKBOGI7716**