

UTKAL GRAMEEN BANK
HEAD OFFICE : BOLANGIR

BALANCE SHEET AS ON 31.03.2024

(Amt. in "000")

Particulars	SCH	As on: 31.03.2024	As on: 31.03.2023
EQUITY & LIABILITIES			
Equity Capital	1	1,68,30,873	1,65,36,883
Perpetual Bond	1(A)	81,383	81,383
Share Capital Deposit	1(B)	0	0
Reserves & Surplus	2	0	0
Deposits	3	9,12,95,200	8,04,53,695
Borrowings	4	55,91,798	57,84,736
Other Liabilities & Provisions	5	31,23,841	42,23,530
TOTAL EQUITY & LIABILITIES		11,69,23,095	10,70,80,227
ASSETS			
Cash and Balances with Reserve Bank of India	6	45,11,976	41,03,320
Balances with Banks and Money at Call and Short Notice	7	1,59,84,327	1,09,29,031
Investments	8	3,84,76,586	4,34,39,849
Loans & Advances	9	4,40,46,742	3,33,95,091
Fixed Assets	10	54,660	48,819
Other Assets	11	1,38,48,804	1,51,64,117
TOTAL ASSETS		11,69,23,095	10,70,80,227
Contingent Liabilities	12	11,22,002	7,85,868
Bills for Collection		NIL	NIL
Principal Accounting Policies and Notes on Accounts	17 & 18		

The accompanying schedules are integral parts of the financial statements.



Shri A.C. Beura
Chairman

Sri Ranul Kanta
Nominee Director, RBI

Sri Shalesh Chandra Bhatt
Nominee Director, SBI

In terms of our report of even date.
For TEJ RAJ & PAL
Chartered Accountants
FRN No 304124E

CA Dinakar Mohanty
Partner (Memb. No. 059390)

Sri Tarakanta Bhakta
Nominee Director, Govt. of Odisha



UTKAL GRAMEEN BANK
HEAD OFFICE : BOLANGIR

PROFIT & LOSS STATEMENT AS ON 31.03.2024

(Amt. in "000")

Particulars	SCH	As on: 31.03.2024	As on: 31.03.2023
I. INCOME			
Interest earned	13	73,62,787	67,63,574
Other income	14	8,14,482	9,86,073
TOTAL		81,77,269	77,49,647
II. EXPENDITURE			
Interest expended	15	37,43,714	31,39,600
Operating expenses	16(A)	25,14,159	18,80,344
Provisions & contingencies	16(B)	5,51,772	20,86,593
TOTAL		68,09,645	71,06,537
III. PROFIT & LOSS		13,67,624	6,43,110
Profit before tax		13,67,624	6,43,110
Less : Tax Provision		0	0
Provision for Income Tax For the Financial Year		0	0
Profit after Tax		13,67,624	6,43,110
Loss brought forward	(*)	-1,30,84,425	-1,37,27,535
TOTAL		-1,17,16,801	-1,30,84,425
Balance carried over to Balance Sheet		-1,17,16,801	-1,30,84,425
TOTAL		-1,17,16,801	-1,30,84,425

The accompanying schedules are integral parts of the financial statements.



KUB
Shri A.C. Beura
Chairman

[Signature]
Sri Ranul Kanta
Nominee Director, RBI

[Signature]
Sri Shailesh Chandra Bhatt
Nominee Director, SBI

In terms of our report of even date.
For TEJ RAJ & PAL
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[Signature]
(CA Dinakar Mohanty)
Partner (Memb. No. 059390)

[Signature]
Sri Tarakanta Bhakta
Nominee Director, Govt. of Odisha



SCHEDULE : 1 EQUITY CAPITAL

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Authorised Capital (200,00,00,000 Shares of Rs. 10/- each)	2,00,00,000	2,00,00,000
II.	Issued & Subscribed Capital (Shares of Rs. 10/- each)	1,68,30,873	1,65,36,883
	Govt of India (50%)	84,15,436	82,68,433
	State Bank Of India (35%)	58,90,805	57,87,921
	Govt of Odisha (15%)	25,24,631	24,80,529
	TOTAL	1,68,30,873	1,65,36,883
	TOTAL	1,68,30,873	1,65,36,883

SCHEDULE : 1 A PERPETUAL BOND

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	PERPETUAL BOND		
	State Bank of India	81,383	81,383
	Total	81,383	81,383

SCHEDULE : 1 B SHARE CAPITAL DEPOSIT

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
	SHARE CAPITAL DEPOSIT		
I.	Govt of India	0	0
II.	State Bank Of India	0	0
III.	Govt of Odisha	0	0
	Total	0	0

SCHEDULE : 2 RESERVES & SURPLUS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Statutory Reserves	0	0
II.	Capital Reserves	0	0
III.	Capital Reserves on Consolidation	0	0
IV.	Share Premium	0	0
	Other Reserves (Specify nature)	0	0
V.	Revenue & other Reserves	0	0
VI.	Balance in Profit & Loss Account	0	0
	TOTAL	0	0

2



SCHEDULE : 3 DEPOSITS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
A.	Deposits of Branches in India		
I.	Demand Deposits		
	i) From Banks	0	0
	ii) From Others	10,74,114	9,69,861
II.	Savings Bank Deposits	5,57,53,654	4,75,58,281
III.	Term Deposits		
	i) From Banks	0	0
	ii) From Others	3,44,67,432	3,19,25,553
	TOTAL (I + II + III)	9,12,95,200	8,04,53,695
B. I.	Deposits of Branches outside India	0	0
	TOTAL (I + II)	9,12,95,200	8,04,53,695

SCHEDULE : 4 BORROWINGS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Borrowings in India		
	i) Reserve Bank of India	0	0
	ii) Other Banks (Sponsor Bank i.e. State Bank of India)	0 88,246	0 0
	iii) Other Institutions and Agencies (NABARD)	55,00,000	57,80,000
	iv) NSTFDC	3,552	4,736
II.	Borrowings outside India	0	0
	TOTAL (I + II)	55,91,798	57,84,736
	Secured Borrowings (Included in I & II above)	55,91,798	57,84,736



SCHEDULE : 5 OTHER LIABILITIES & PROVISIONS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Bills Payable	30,001	60,236
II.	Inter-Office Adjustments	327	545
III.	Interest accrued	23,49,040	21,56,340
IV.	Others	7,44,473	20,06,409
	TOTAL	31,23,841	42,23,530
IV	DETAILS OF OTHER LIABILITIES (SCHEDULE 5-IV)	As on: 31.03.2024	As on: 31.03.2023
	Subsidy Reserve Fund	27,830	36,812
	Sundry deposits	0	0
	Sundry Deposit TDS -SYS -Credit	73,023	34,887
	Grameen pay Order (GPO)	0	0
	Crop Insurance Amount	0	3,749
	Tax Deducted at Source /TDS	3,091	3,042
	Sundry Creditors	6	0
	CA 276 HO with UGB Balangir	0	0
	Security Deposit Public	3,834	4,466
	Miscellaneous Provision	7,543	63,936
	Standard Asset Provision	1,35,224	97,663
	Prov. On Pension, Leave liability, Gratuity & Wage payment	3,22,000	15,96,700
	Provision for Income Tax		0
	SD-Unidentified cash	0	0
	SYS Susp Originating Credit	0	0
	Other System Susp A/C	60	43
	Others	1,71,862	1,65,111
	GROUP TOTAL	7,44,473	20,06,409



SCHEDULE : 6 CASH & BALANCES WITH RESERVE BANK OF INDIA

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Cash in hand (Including foreign currency notes- NIL)	3,69,141	3,38,485
II.	Balance with Reserve Bank of India		
	i) In Current Account	41,42,835	37,64,835
	ii) In Other Accounts	0	0
	TOTAL (I + II)	45,11,976	41,03,320

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

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	In India		
	i) Balances with Banks		
	a) In Current Accounts	64,325	2,22,169
	b) In other Deposit Accounts	1,59,20,002	1,07,06,862
	ii) Money at Call & Short Notice/ Short Term Deposit		
	a) With Banks	0	0
	b) With other institutions	0	0
	TOTAL (i + ii)	1,59,84,327	1,09,29,031
II.	Outside India		
	i) In Current Accounts	0	0
	ii) In other Deposit Accounts	0	0
	iii) Money at Call & Short Notice	0	0
	TOTAL (i + ii + iii)	0	0
	GRAND TOTAL (I + II)	1,59,84,327	1,09,29,031



SCHEDULE : 8 INVESTMENTS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Investments in India in		
	i) Government securities	3,84,45,107	4,33,88,370
	ii) Other approved Securities	1,479	1,479
	iii) Shares	0	0
	iv) Debentures and Bonds	0	0
	v) Investment in Associates	0	0
	vi) Others (to be specified) (SBI Mutual Fund)	30,000	50,000
	TOTAL	3,84,76,586	4,34,39,849
II.	Investments Outside India in		
	i) Government Securities (including local authorities)	0	0
	ii) Investment in Associates	0	0
	iii) Other Investments (to be specified)	0	0
	TOTAL	0	0
	GRAND TOTAL (I + II)	3,84,76,586	4,34,39,849
III.	Investments in India		
	i) Gross value of Investments	3,84,76,586	4,34,39,849
	ii) Aggregate of Provisions for depreciation	0	0
	iii) Net Investment	3,84,76,586	4,34,39,849
IV.	Investments Outside India	0	0
	i) Gross value of Investments	0	0
	ii) Aggregate of Provisions for depreciation	0	0
	iii) Other investments (to be specified)	0	0



SCHEDULE : 9 ADVANCES

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
A.	i) Bills Purchased & Discounted	0	0
	ii) Cash Credits, Overdrafts & Loans repayble on demand	26773699	2,19,88,737
	iii) Term Loans	1,72,73,043	1,14,06,354
	TOTAL	4,40,46,742	3,33,95,091
B.	i) Secured by Tangible Assets (includes advances against book debts)	4,39,91,861	3,33,24,497
	ii) Receivable from Govt. of India under Agricultural Debt Waiver & Debt Relief Scheme 2008	0	0
	iii) Unsecured	54,881	70,594
	TOTAL	4,40,46,742	3,33,95,091
C. I.	Advances in India		
	i) Priority Sector	3,36,03,259	2,71,36,851
	ii) Public Sector	0	0
	iii) Banks	0	0
	iv) Others	1,04,43,483	62,58,240
	TOTAL	4,40,46,742	3,33,95,091
II.	Advances Outside India		
	i) Due from Banks	0	0
	ii) Due from Others	0	0
a)	Bills Purchased & Discounted	0	0
b)	Syndicated loans	0	0
c)	Others	0	0
	TOTAL	0	0
	GRAND TOTAL (C. I + II)	4,40,46,742	3,33,95,091
	TOTAL ADVANCE	4,76,07,688	3,75,72,285
	NPA PROVISION	35,60,946	41,77,194
	NET ADVANCE	4,40,46,742	3,33,95,091



SCHEDULE : 10 FIXED ASSETS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Premises	0	0
	At cost as on 31st March of the preceding year	0	8
	Additions during the year	0	0
	Deductions during the year	0	8
	Depreciation to date	0	0
IA.	Premises under construction	0	0
	TOTAL	0	0
II.	Other Fixed Assets (including furniture and fixtures)		
	At cost as on 31st March of the preceding year	3,51,251	3,36,383
	Support from SBI and NABARD	0	0
	Additions during the year	20,408	14,868
	TOTAL	3,71,659	3,51,251
	Grand Total (I+II)	3,71,659	3,51,251
	Deductions during the year	2	0
	Accumulated Depreciation to date	3,16,997	3,02,432
	BALANCE(W.D.V)	54,660	48,819
	GRAND TOTAL	54,660	48,819



SCHEDULE : 11 OTHER ASSETS

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Inter Office Adjustments	0	0
II.	Interest Accrued	15,52,829	15,73,234
III.	Tax paid in advance	5,299	5,299
IV.	Stationery and Stamps	4,450	4,469
V.	Non-Banking assets acquired in satisfaction of claims	0	0
VI.	Others	1,22,86,226	1,35,81,115
	TOTAL	1,38,48,804	1,51,64,117
	DETAILS OF OTHER ASSETS (SCHEDULE 11-VI)	As on: 31.03.2024	As on: 31.03.2023
	Suspense Advance	109	119
	Accumulated Loss		
	a.accumulated loss		
	b.Reserve and Surplus adjusted	1,17,16,801	1,30,84,425
	c.Loss before Tax		
	d.Tax on profit (Add)		
	System suspense	0	0
	NEFT	0	0
	IT prov / Advance Tax paid	0	81,884
	Tax Credit Entitlement	0	0
	Others	5,69,316	4,14,687
	Total	1,22,86,226	1,35,81,115

SCHEDULE : 12 CONTINGENT LIABILITIES

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Guarantees given on behalf of constituents		
	a) In India	11,13,049	7,77,014
	b) Outside	0	0
II.	Unclaimed Deposit in DEAF A/c	8,953	8,854
	TOTAL	11,22,002	7,85,868



SCHEDULE : 13 INTEREST EARNED

		(Amt. in "000")	
		As on: 31.03.2024	As on: 31.03.2023
I. (A)	Interest on Advances	37,06,581	31,56,254
(B)	Interest on Bills Discount		
II.	Income on Investments	29,05,464	33,77,526
III.	Interest on balances with Reserve Bank of India / other inter-bank Bank funds	7,50,742	2,29,794
IV.	Others:IBPC	0	0
	TOTAL	73,62,787	67,63,574

SCHEDULE : 14 OTHER INCOME

		(Amt. in "000")	
		As on: 31.03.2024	As on: 31.03.2023
I.	Commission, Exchange, Brokerage	52,064	52,168
II.	Profit on sale of investments (net)		
	Less : Loss on sale of investments	0	0
III.	Profit on revaluation of investments		
	Less : Loss on revaluation of investments (Amortisation)	0	0
IV.	Profit on sale of land, buildings and other assets	0	0
	Less : Loss on sale of land, buildings and other assets	0	0
V.	Profit on exchange transactions		
	Less : Loss on exchange transactions	0	0
VI.	a) Lease finance income	0	0
	b) Lease management fee	0	0
	c) Overdue charges	0	0
	d) Interest on lease rent receivables	0	0
VII.	Miscellaneous Income	7,62,418	9,33,905
	TOTAL	8,14,482	9,86,073

SCHEDULE : 15 INTEREST EXPENDED

		(Amt. in "000")	
		As on: 31.03.2024	As on: 31.03.2023
I.	Interest on Deposits	34,97,899	29,91,957
II.	Interest on Reserve Bank of India/ Inter-Bank Borrowings	2,45,815	1,47,643
	TOTAL	37,43,714	31,39,600



SCHEDULE : 16 (A) OPERATING EXPENSES

(Amt. in "000")

		As on: 31.03.2024	As on: 31.03.2023
I.	Payments to employees	17,36,245	13,39,340
II.	Rent, Taxes and Lighting	71,194	66,333
III.	Printing and Stationery	11,688	10,785
IV.	Advertisement and Publicity	153	199
V.	Depreciation on Bank's Property	14,565	15,373
VI.	Director's fees, allowances and expenses	0	0
VII.	Auditor's fees and expenses	3,263	3,500
VIII.	Law Charges	2,461	2,117
IX.	Postage, Telegrams, Telephones etc.	7,034	6,561
X.	Repairs and Maintenance	1,18,000	1,08,250
XI.	Insurance	87,794	84,903
XII.	Other expenditure	4,61,762	2,42,983
	TOTAL	25,14,159	18,80,344

DETAILS OF OTHER EXPENDITURES(SCHEDULE 16-XIII)

		As on: 31.03.2024	As on: 31.03.2023
	BOOKS & PERIODICALS	3,364	3,295
	ENTERTAINMENT EXPENSES	223	531
	TRAINING/MEETING/SEMINARS	2,520	232
	TRAVELLING ALLOWANCES	10,357	11,301
	HALTING ALLOWANCES	12,561	13,268
	VEHICLE HIRING/FUEL EXPENSES	18,411	16,466
	CLEARING HOUSE	0	0
	DATA ENTRY CHARGE	0	0
	SUNDRY EXPENSES	4,14,326	1,97,890
	GROUP TOTAL	4,61,762	2,42,983



SCHEDULE : 16 (B) PROVISIONS

(Amt. in "000")

DETAILS OF PROVISION	As on: 31.03.2024	As on: 31.03.2023
Standard Assets Provision	37,562	28,000
Bad Debt Provision	2,08,338	3,05,000
Misc. Provision	(-) 16128	17,794
Prov. Towards Leave Liability	0	69,100
Prov on wage payment	2,72,000	69,999
Prov. Towards Gratuity	0	0
Prov. Towards Pension	50,000	15,96,700
TOTAL	5,51,772	20,86,593



UTKAL GRAMEEN BANK
HEAD OFFICE: BOLANGIR

SCHEDULE – 17 - SIGNIFICANT ACCOUNTING POLICIES

1. GENERAL:

Government of India vide its Notification No. F No. 1/1/2012 RRB dated 01.11.2012 published in Gazette of India being issued by the Ministry of Finance, Department of Financial Services, GOI on 01.11.2012 instructed to amalgamate two Regional Rural Banks viz. "Rushikulya Gramya Bank" and "Utkal Gramya Bank" into a new Regional Rural Bank named as "Utkal Grameen Bank".

2. Basis of Preparation:

The Bank's financial statements are prepared under the historical cost convention, on the accrual basis of accounting ongoing concern basis, unless otherwise stated and conform in all material aspects to Generally Accepted Accounting Principles (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 (RBI), Banking Regulation Act 1949, Regional Rural Bank Act, 1976 and amendments thereto and Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI), and the practices prevalent in the banking industry in India.

3. Use of estimates:

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 management's evaluation of the relevant facts and circumstances as of the date of financial statements. Future results could differ from these estimates and the differences between the actual results and the estimates are recognised in the period in which the result are known / materialised.



4. Revenue Recognition:

- a) Income is accounted on accrual basis, except otherwise stated.
- b) Interest income is recognized in the Profit and Loss Account as it accrues except, income from Non Performing Assets (NPAs), comprising of advances and investments where revenue recognition is postponed till removal of uncertainty of ultimate collection, as per the prudential norms prescribed by the RBI/NABARD or other regulatory authorities.
- c) Income (other than interest) on interest bearing investments in "Held to Maturity (HTM)" category acquired at a discount to the face value, is recognized only at the time of sale / redemption.
- d) In case of suit filed accounts, legal and other expenses incurred are charged to Profit and Loss Account and at the time of recovery of such expenses is accounted as income.

5. Investments:

Investments in India have been made in both SLR and Non-SLR securities and classified under "Held to Maturity" (HTM) i.e. permanent category & "Available for Sale" (AFS) i.e. Current category as per RBI norms and guidelines as amended from time to time.

SLR securities under HTM category lie within the prescribed limit i.e. 18.00% of NDTL. Investments in SLR securities have been accounted for at acquisition cost unless it is more than the face value, in which case the premium have been amortized over the period remaining to maturity. It has reflected the amortized amount in schedule 13-Interest earned: item II – Income on investments as a deduction.

The investment portfolio has been valued as per the mark to market (MTM) norms prescribed by RBI and any depreciation in value under AFS category has been provided.

6. Loans or Advances and Provisions thereon:

A. Loans and advances are classified as performing and non-performing, based on the guidelines/ directives issued by NABARD & RBI. Advances are stated net of provisions except general provisions for standard advances.

Loan assets become Non Performing Asset (NPA) where:

- **In respect of agriculture advances:**

- 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:**

i. In respect of term loans, interest and / or installment of principal remains overdue for a period of more than 90days.

ii. In respect of Overdraft or Cash Credit Advances, the account remains "out of order", i.e. if the outstanding balance exceeds the sanctioned limit or drawing power continuously for a period 90 days, or if there are no credits 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.

Provisions are made for NPAs as per the extant guidelines/directives prescribed by the RBI:

a) All advances have been classified under four categories i.e., Standard Assets, Sub-standard Assets, Doubtful Assets and Loss Assets.

b) Provisions on Advances are made as under:

I. Standard Assets:

General Provision for Standard Assets at the following rates:

- 1) Direct Advances to Agriculture and SME sectors at 0.25%
 - 2) Commercial Real Estate sector at 1%
 - 3) Commercial Real Estate- Residential Housing Sector at 0.75%
- All other advances not included in (1), (2) & (3) above at 0.40%

II. Sub-Standard Assets:

A loan asset that has remained non performing for a period less than or equal to 12 months is a Sub Standard Asset

General Provision of 10% on the total outstanding

III. Doubtful Assets:

A loan asset that has remained in the sub-standard category for of 12 months is Doubtful Asset

Secured Portion	Up to One year 20%
	One to three years 30%
	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 fully written off is a Loss Asset.

100% Provision on outstanding Advances.

- Advances are net of specific loan loss provisions, unrealised interest.
- In the case of loan accounts classified as NPAs, an account may be reclassified as a performing asset if it confirms to the guidelines prescribed by the regulators.
- Amounts 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 are also made for Standard Assets as per extant RBI guidelines. These provisions are reflected in Schedule 5 of the Balance Sheet and are not considered for arriving at the net NPAs.
- Interest realized on NPAs is taken in to income account provided the credits in the accounts 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 the Bank's extant instructions is done in accordance with the following priority.
 - a. Charges
 - b. Unrealized Interest/Interest
 - c. Principal

7. Fixed Assets, Depreciation and Amortization:

7.1 Fixed assets are stated at their historical cost.

7.2 Depreciation on assets is provided on straight line method at rates prescribed by the sponsor bank for maintaining uniformity in the accounting policy.

8. Employee Benefits:

a. Short Term Employee Benefits:

The undiscounted amount of short - term employee benefits, such as medical benefits etc., which are expected to be paid for the services



rendered by employees, are recognized during the period when the employee renders the service.

b. Long Term Employee Benefits

i. Gratuity: For all the eligible employees, the Bank provides for Gratuity liability based on actuarial valuation. The Bank makes periodic contributions to a fund administered by Trustees based on an independent external actuarial valuation carried out annually.

ii. Leave Encashment: For all the employees who have completed five years of service, the Bank provides for Leave Encashment liability based on actuarial valuation.

iii. Pension: Bank has introduced Utkal Grameen Bank (Employees') Pension Regulation, 2018 in the financial year 2018-19 as per guidelines issued by NABARD vide letter no.NB.IDD/344/316(Pension)/2018-19 dt:23.10.2018 and GOI Gazette notification – Extraordinary Part-III, Section-4 , No-533 dt: 24.12.2018 and pension payment are made accordingly.

c. Defined Contribution Plans such as Provident Fund are recognized as an expense and charged to the Profit& Loss Account on accrual basis.

9. Contingent Liabilities & provisions:

In conformity with AS - 29 "Provisions, Contingent Liabilities and Contingent Assets", issued by ICAI, the bank recognises the provisions only when it has a present obligation as a result of a past event and would result in a probable outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.

No provision is recognised for:

I. Any possible obligation that arises from past events and 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.

II. Any present obligation that arises from past events but is not recognised because



a. It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or

b. A reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

III. Contingent Assets are not recognised in the financial statements.

10. Special Reserves:

Revenue and other Reserve include Special Reserve created under Section 36(i)(viii) of the Income Tax Act, 1961.



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SCHEDULE –18

NOTES ON ACCOUNTS

1. SHARE CAPITAL

i) In terms of Gazette Notification dated 12th May, 2015, in regard to amendment of Regional Rural Bank Act,1976, the authorized capital of the Bank enhanced to Rupees two thousand crore, divided into two hundred crore of fully paid-up shares of ten rupees each effective from the 4th February 2016. In order to meet the minimum regulatory requirement of CRAR and other financial parameters, Government has approved a total capital infusion of Rs.2939.90 Lakhs during Financial Year 2022-23 vide DO.No.3/9/2020-RRB dated 29.03.2023. The total amount of Rs.2939.90 Lakhs received from Share holders during this Financial Year (2023-24) as per details below:

- a) Govt. of India : Rs.1470.04 Lakhs
b) State Bank of India : Rs.1028.84 Lakhs
c) Govt. of odisha : Rs.441.02 Lakhs

Share Capital consists of Shares subscribed to by the Government of India, Sponsor Bank and Government of Odisha in the ratio 50:35:15 as follows:

(Amount In Rs.)

	As at 31.03.2024	As at 31.03.2023
Authorised Capital		
(200,00,00,000 Shares of Rs10/- each)	2000,00,00,000	2000,00,00,000
Issued, Subscribed & Paid up Share Capital		
Govt of India (485186550 Shares of Rs 10/- each)	841,54,36,390	826,84,32,430
State Bank of India (339633610 share of Rs10/- each)	589,08,05,470	578,79,21,100
Govt of Odisha (145552900 share of Rs10/- each)	252,46,30,920	248,05,29,000
TOTAL	1683,08,72,780	1653,68,82,530

ii) PERPETUAL BOND:

Consequent upon implementation of CBS, the Bank has incurred a total expenditure of Rs.16,27,65,784/- out of which Sponsor Bank's share @ 50% amounts to Rs.8,13,82,892/-. The above amount has been contributed on 08.01.2016 by State Bank of India in form of Perpetual Bond. The same is



therefore reflected in the books of accounts under the head "Perpetual Bond" under Liabilities

iii) The networth of the Bank has gone up to Rs.511.41 crore (previous FY networth Rs.353.38 crore) on account of infusion of capital by Govt of India and Sponsor Bank.

2. INVESTMENTS:

Investments in SLR and NON-SLR amounting to Rs. 5439.66 Cr. made by the Bank represent Bank's investments. Out of total SLR portfolio of Rs. 3844.66 Cr., securities of book value amounting to Rs.1747.38 Cr. have been categorized under "Held to Maturity" (HTM) and securities of book value amounting to Rs. 2097.28 Cr. have been categorized under "Available For Sale" (AFS). Securities under HTM category are exempted from mark to market (MTM) norms. Total NON-SLR investment comprises of STDRS with sponsored and other banks of Rs 1592.00 Cr. and Investment in SBI Mutual Fund is Rs 3.00 Cr. Securities under AFS categories in both SLR & Non-SLR are valued as per mark to market (MTM) norms. In case of both SLR & Non-SLR investment, there is no depreciation on Investment, hence no MTM loss incurred.

3. ADVANCES:

During this FY, Bank has written-off an amount of Rs.82.42 crore, where 100% provision was available. Similarly, the Bank has accepted OTS & compromise proposals amounting to Rs 31.58 crore & Rs 121.21 crore respectively.

4. FIXED ASSETS:

a) Fixed assets of the Bank have been physically verified by officials of the Branches of the Bank and shortage/excess found has been suitably adjusted in the books of account during the year.

b) Depreciation on Fixed Assets is provided on Straight Line Method at rates prescribes by Sponsor Bank.

5. RECONCILIATION

a) OTHER ASSETS

Other Assets in Schedule 11 includes Suspense advance amounting to Rs 1.09 Lakhs, and other settlement and other accounts amounting to Rs.5693.16 Lakhs are under the process of reconciliation and subject to consequential adjustments, if any.



b) OTHER LIABILITIES

Balance under the head Inter Office adjustments reflects Rs. 3.27 Lakh being the pending items for which advices are in transit as on the closing date are under reconciliation and subject to consequential adjustments, if any.

Further, Other Liabilities in Schedule 5 includes adjusting account amounting to Rs 1718.62 Lakhs, other settlement accounts and others are under the process of reconciliation and subject to consequential adjustments, if any.

Further, Other Liabilities in Schedule 5 includes subsidy reserve fund amounting to Rs 278.30 Lakhs. The same are under the process of borrower-wise- reconciliation and subject to consequential adjustments, if any.

6. CONTINGENT LIABILITY

Contingent Liability of Rs. 112.20 crore (Previous year Rs. 78.59 crore) like Bank Guarantee, DEAF etc has been shown under schedule-12. Apart from aforesaid, the Bank has pending cases of Income Tax amounting Rs.15.75 Lakhs for AY 2010-11, Rs.8.62 Lakhs for AY 2011-12 & Rs.12.82 Lakhs for AY 2012-13 before CIT(A).

7. OTHERS:

The accumulated loss of the Bank as on 31st March 2024 stands at Rs.117168.01 Lakhs.

8. Previous year's figures have been re-grouped and/or rearranged where considered necessary to make it comparable.

9. Additional Disclosures**9.a. Capital**

Sr.	Particulars	Current Year (2023-24)	Previous Year (2022-23)
i)	CRAR (%)	12.37%	10.83%
ii)	CRAR - Tier I Capital (%)	11.87%	10.30%
iii)	CRAR - Tier II Capital (%)	0.50%	0.53%
iv)	Percentage of share holding of the		
a	Government of India	50%	50%
b	State Government	15%	15%
c	Sponsor Bank (SBI)	35%	35%

9.b. Investments

(Rupees In crore)

Sr.	Particulars	Current Year (2023-24)	Current Year (2022-23)
1	Value of Investments		
i)	Gross value of Investments	3847.66	4343.98



ii)	Provisions for Depreciation	Nil	Nil
iii)	Net value of Investments	3847.66	4343.98
2	Movement of provisions held towards depreciation on Investments	Nil	Nil
i)	Opening Balance	Nil	Nil
ii)	Add : Provisions made during the year	Nil	1.38
iii)	Less: Write-off / reversal of excess provisions during the year	1.38	Nil
iv)	Closing Balance	Nil	1.38

9.c. Repo Transactions

(Rupees in crore)

Item	Minimum outstanding during the year	Maximum outstanding during the year	Daily Average outstanding during the year	As on 31 st March 2024
Securities sold under Repos	NIL	NIL	NIL	NIL
Securities purchased under reverse Repos	NIL	NIL	NIL	NIL

9.d. Non-SLR Investments portfolio

(i) Issuer composition of Non-SLR Investment

(Rs. in crore)

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 (SBI)	214.00	NIL	NIL	NIL	NIL
ii)	FIs	NIL	NIL	NIL	NIL	NIL
iii)	Other approved Banks	1378.00	NIL	NIL	NIL	NIL
iv)	Private Corporate	NIL	NIL	NIL	NIL	NIL
v)	Others (SBI Mutual Fund)	3.00	NIL	NIL	NIL	NIL
vi)	Provisions held towards depreciation	NIL	NIL	NIL	NIL	NIL
	TOTAL	1695.00	NIL	NIL	NIL	NIL

ii) Non-performing Non-SLR Investments

(Rs. in crore)

Particulars	Amount
Opening balance	NIL
Additions during the year since 1 st April	NIL
Reductions during the above period	NIL



Closing balance	NIL
Total provisions held	NIL

10. Asset Quality

10.1 Non-Performing Asset

(Rs. in crore)			
Sr.	Particulars	Current Year (2023-24)	Previous Year (2022-23)
i)	Net NPA to Net Advances (%)	0.00%	2.41%
ii)	Movement of NPA (Gross)	-	-
(a)	Opening balance	498.24	675.70
(b)	Additions during the year	58.85	100.32
(c)	Reductions during the year	201.00	277.78
(d)	Closing balance	356.09	498.24
iii)	Movement of Net NPAs		-
(a)	Opening balance	80.53	220.77
(b)	Additions during the year	0.00	89.32
(c)	Reductions during the year	80.53	229.56
(d)	Closing balance	0.00	80.53
iv)	Movement of provisions for NPAs (excluding provisions on standard assets)		
(a)	Opening balance	417.71	454.93
(b)	Provisions made during the year	20.80	30.50
(c)	Write -off / write-back of excess provisions	82.42	67.72
(d)	Closing balance	356.09	417.71

10.2 Details of Loan Assets subject to Restructuring

(Rs. in crore)			
	Particulars	Current Year (2023-24)	Previous Year (2022-23)
i	Total amount of loan assets subject to restructuring, rescheduling, renegotiation	NIL	NIL
ii	The amount of standard assets subjected to restructuring, rescheduling, renegotiation	NIL	NIL
iii	The amount of Sub-Standard assets subjected to restructuring, rescheduling, renegotiation	NIL	NIL
iv	The amount of Doubtful assets subjected to restructuring, rescheduling, renegotiation	NIL	NIL
	Note [(i) = (ii) + (iii) + (iv)]	NIL	NIL

10.3 Details of Financial Assets sold to Securitization (SC) Reconstruction Company (RC) for Assets Reconstruction

(Rs. in lakh)

	Particulars	Current Year (2023-24)	Previous Year (2022-23)
i	No. of Accounts	NIL	NIL
ii	Aggregate value (net of provisions) of accounts	NIL	NIL



	sold to SC/RC		
iii	Aggregate consideration	NIL	NIL
iv	Additional consideration realized in respect of accounts transferred in earlier years.	NIL	NIL
v	Aggregate gain / loss over net book value	NIL	NIL

10.4 Details of non-performing Financial Assets purchased/ sold

A. Details of non-performing financial assets purchased.

(Rs. in lakh)

	Particulars	Current Year (2023-24)	Previous Year (2022-23)
1 (a)	No. of accounts / purchased during the year	NIL	NIL
(b)	Aggregate outstanding	NIL	NIL
2 (a)	Of these, number of account restructured during the year	NIL	NIL
(b)	Aggregate outstanding	NIL	NIL

B. Details of non-performing financial assets sold.

(Rs. in lakh)

Sr.	Particulars	Current Year (2023-24)	Previous Year (2022-23)
1	No. of accounts sold	NIL	NIL
2	Aggregate outstanding	NIL	NIL
3	Aggregate consideration received.	NIL	NIL

10.5 Provisions on Standard Assets.

(Rs. in crore)

Sr.	Particulars	Current Year (2023-24)	Previous Year (2022-23)
1	Provisions towards Standard Assets	13.52	9.77

N.B: Provisions towards Standard Assets need not be netted from gross advances but shown separately as "Provisions against Standard Assets" under "Liabilities and Provisions – Others" in Schedule No.5 of the Balance Sheet.

11. Business Ratio

	Particulars	Current Year (2023-24)	Previous Year (2022-23)
i	Interest Income as a percentage to Working Funds	7.37%	7.41%
ii	Non-Interest Income as a percentage to Working Funds	0.82%	1.08%



iii	Operating Profit as a percentage to Working Funds	1.92%	2.99%
iv	Return on Assets	1.37%	0.70%
v	Business (Deposits plus advances) per employee (Rs in lakh)	974.07	845.46
vi	Profit per employee (Rs. in lakh)	9.59	4.61

12. Asset Liability Management – Maturity pattern of certain items of assets and liabilities

(Rs. in crores)

Particulars	1-14 days	15-28 days	29 days to 3 months	Over 3 months and upto 6 months	Over 6 months and upto 1 year	Over 1 year and upto 3 years	Over 3 years and upto 5 years	Over 5 years	Total
Deposits	158.07	190.02	776.86	1161.31	2496.58	3726.27	378.94	241.47	9129.52
Advances	0.07	0.00	6.62	8.09	13.63	1480.72	975.26	1920.28	4404.67
Investments & TDRs	0.00	0.00	35.55	0.00	8.33	676.37	1004.69	2122.72	3847.66
Borrowings	209.00	36.00	459.00	6.00	582.00	300.00	0.00	0.00	1592.00
Foreign currency assets	0.00	0.00	0.00	0.00	559.18	0.00	0.00	0.00	559.18
Foreign currency liabilities	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

Note : The figure have been taken from the CBS system.

13. Exposures – Exposure to Real Estate Sector during the year.

(Rs. in crore)

Sr.	Category	Current Year (2023-24)	Previous Year (2022-23)
a	Direct Exposure	523.46	328.98
(i)	Residential Mortgages Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented (individual housing loan upto 20 lakh may be shown separately)	523.46	328.98
(ii)	Commercial Real Estate Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits	0	0
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures.	NIL	NIL



	a. Residential	NIL	NIL
	b. Commercial Real Estate	NIL	NIL
b.	Indirect Exposure	NIL	NIL
	Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	NIL	NIL

14. Details of Single Borrowers (SGL), Group Borrower Limit (GBL) exceeded by the Bank.

As per RBI instructions, the present maximum permissible exposure limit of the Bank is 15% of net own fund. No such account exceeds prudential exposure limit during the year under report.

15. Disclosure of Penalties imposed by RBI

No penalty has been imposed by RBI during the current year.

16. Disclosure requirements

As per Accounting Standards where the RBI has issued guidelines in respect of disclosure items for "Notes to Accounts".

16.1 Accounting Standard –9 – Revenue Recognition

The revenue recognition norms stipulated in the said accounting standard have been properly followed. The accounting policies of the Bank given under Schedule-17 describe the revenue recognition policies followed by the Bank.

16.2 Accounting Standard –15 - Employee benefit

a) **Gratuity:** The Bank has taken policies under Group Gratuity Scheme framed with LIC of India & India First and premium paid is charged to revenue. Due to Gratuity liability of Rs. 20.00 lakhs per employee, the LIC's estimate on Gratuity Liability amounts to Rs. 64.80 Crores. The corpus of the Bank towards the liability as on 31.03.2024 stands at Rs. 64.29 Crores. Since, the interest to be accrued on the corpus will meet the liability; hence there is no requirement of provision.

b) **Leave encashment:** The liability of the Bank arising out of Leave Encashment amounts to Rs. 27.39 Crores on actuarial valuation. The corpus fund of the Bank as on 31.03.2024 stands at Rs. 26.80 Crores. Since, the interest to be accrued on the corpus will meet the liability; hence there is no requirement of provision.

c) **Pension:** Bank has introduced Utkal Grameen Bank (Employees) Pension Regulation, 2018 as per guidelines issued by NABARD vide letter no. NB.IDD/344/316(Pension)/2018-19 dt. 23.10.2018 and GOI Gazette



notification – Extraordinary Part-III, section-4, No-533 dt. 24.12.2018. As per actuarial valuation position, the total pension liability is Rs. 798.34 Crores. From this assessed liability Bank has paid the total liability amount as on dated 31.03.2023 and Rs. 5.00 Crores provision has been made for the FY2023-24.

d) **Wage revision:** As on dt. 31.03.2024, the Bank has provided to the tune of Rs.27.20 Crores towards 12th BPS arrear.

16.3 Accounting Standard –17 - Segment Reporting

There is only one Business segment i.e. retail banking operation.

a. There is only one Geographical segment i.e. Domestic.

16.4 Accounting Standard –22 - Accounting for Taxes on Income

Since the Bank has huge accumulated losses, the deferred tax Asset has not been recognized and accounted for.

16.5 Accounting Standard –25 - Interim Financial Reporting

The Bank has already introduced the system of interim financial reporting as per NABARD guidelines.

17. Additional Disclosures

17.1 Provisions against Advances

(Rs. in crore)			
Sr.	Particulars	Current Year (2023-24)	Previous Year (2022-23)
a.	Opening balance in the provisions account	427.48	461.90
b.	The quantum of provisions made in the accounting year	24.58	33.30
c.	Amount of draw down made during the accounting year	82.45	67.72
c.	Closing balance in the provisions account	369.61	427.48

17.2 Draw Down From Reserve

There was no Draw Down from any reserve account during the year.

17.3. Disclosure of Complaints

General & Miscellaneous Complaints		
Customer Complaints: Status as on 31.03.2024		
Sl. No.	Particulars	No.
1	No. of complaints pending at the beginning of the year	0
2	No. of complaints received during the year	112
3	No. of complaints redressed/disposed-off during the year	112
4	No. of complaints pending at the end of the year	0



Reserve Bank Integrated Ombudsman Scheme Complaints		
Customer Complaints: Status as on 31.03.2024		
Sl. No.	Particulars	No.
1	No. of complaints pending at the beginning of the year	0
2	No. of complaints received during the year	28
3	No. of complaints redressed/disposed-off during the year	28
4	No. of complaints pending at the end of the year	0

Reserve Bank Integrated Ombudsman Scheme Complaints		
Award passed by the Banking Ombudsman: Status as on 31.03.2024		
Sl. No.	Particulars	No.
1	No. of unimplemented awards at the beginning of the year	Nil
2	No. of awards passed by the Banking Ombudsman during the year	Nil
3	No. of awards implemented during the year	Nil
4	No. of unimplemented awards at the end of the year	Nil

CPGRAMS (Centralized Public Grievance Redress & Monitoring System) Complaints		
Customer Complaints: Status as on 31.03.2024		
A. CPGRAMS Complaints		
Sl. No.	Particulars	No.
1	No. of complaints pending at the beginning of the year	0
2	No. of complaints received during the year	21
3	No. of complaints redressed/disposed-off during the year	21
4	No. of complaints pending at the end of the year	0
B. CPGRAMS Appeals		
Sl. No.	Particulars	No.
1	No. of appeals pending at the beginning of the year	0
2	No. of appeals received during the year	4
3	No. of appeals redressed/disposed-off during the year	4
4	No. of appeals pending at the end of the year	0

Right to Information Act, 2005		
RTI (Online & Offline): Status as on 31.03.2024		
A. RTI Status (Online & Offline)		
Sl.	Particulars	No.



No.		
1	No. of RTIs pending at the beginning of the year	0
2	No. of RTIs received during the year (Online RTI - 32 & Offline RTI - 6)	38
3	No. of RTIs redressed/disposed-off during the year	38
4	No. of RTIs pending at the end of the year	0

B. RTI Appeal Status (Online & Offline)

Sl. No.	Particulars	No.
1	No. of RTIs appeal pending at the beginning of the year	0
2	No. of RTIs appeal received during the year (Online appeal - 2 & Offline appeal - 2)	4
3	No. of RTIs appeal redressed/disposed-off during the year	4
4	No. of RTIs appeal pending at the end of the year	0

17.4 Concentration of Deposits, Advances, Exposures and NPAs

(Rs. In Crores)

Concentration of Deposits	
Total Deposits of twenty largest depositors	196.10
Percentage of Deposits of twenty largest depositors to Total Deposits of the bank	2.15%

Concentration of Advances *	
Total Advances to twenty largest borrowers	453.76
Percentage of Advances to twenty largest borrowers to Total Advances of the bank	9.53%
*Advances should be computed as prescribed in our Circular on Strengthening of Prudential Norms – Provisioning Asset classification and Exposure Limit RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001 as per circular RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001	

Concentration of Exposures **	
Total Exposures of twenty largest borrowers/customers	534.41
Percentage of Exposures to twenty largest borrowers/customers to Total Exposure of the bank on borrowers/customers	11.23%
** Exposures should be computed based on credit and investment exposure as prescribed in our Circular on Strengthening of Prudential Norms – Provisioning Asset classification and Exposure Limit RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001	

Concentration of NPAs	
Total Exposure to top four NPA accounts	3.65



II. Sector -wise NPAs

(Rs. in crores)

Sl. No.	Sector *	Current Year (2023-24)			Previous Year (2022-23)		
		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	2393.58	286.42	11.97%	2145.33	397.61	18.53%
2	Advances to industries sector eligible as priority sector lending	518.40	40.25	7.76%	493.47	65.84	13.34%
3	Services	148.51	3.35	2.26%	81.24	3.43	4.22%
4	Personal loans	571.62	9.55	1.67%	333.09	14.54	4.37%
	Sub-total (A)	3632.11	339.57	9.35	3053.13	481.42	15.77%
B	Non-Priority Sector						
1	Agriculture and allied activities	NIL	NIL	NIL	NIL	NIL	NIL
2	Industry	NIL	NIL	NIL	NIL	NIL	NIL
3	Services	NIL	NIL	NIL	NIL	NIL	NIL
4	Personal loans	1128.66	16.52	1.46%	704.10	16.82	2.39%
	Sub-total (B)	1128.66	16.52	1.46%	704.10	16.82	2.39%
	Total (A+B)	4760.77	356.09	7.48%	3757.23	498.24	13.26%

*Regional Rural Banks may also disclose in the format above, sub sectors where the outstanding advances exceeds 10 percent of the outstanding total advances to that sector. For instance, if a bank's outstanding advances to the Khadi and Village industry (KVI) exceed 10 percent of the outstanding total advances to 'Industry' sector it should disclose details of its outstanding advances to KVI separately in the format above under the 'Industry' sector.

III. Movement of NPAs

(Rs. in crore)

Particulars	Current Year (2023-24)	Previous Year (2022-23)
Gross NPAs as on 1st April of particular year (Opening balance)	498.24	675.70
Additions (Fresh NPAs) during the year	58.85	100.32



Page 12



Sub-total (A)		557.09	776.02
Less:			
(i)	Upgradations	53.68	128.07
(ii)	Recoveries (excluding recoveries made from upgraded accounts)	64.90	81.99
(iii)	Write-offs	82.42	67.72
Sub-total (B)		201.00	277.78
Gross NPAs as on 31st March of following year (closing balance)(A-B)		356.09	498.24

COMPROMISE/ SOTS: FINANCIAL YEAR 2023-24

	A/c	Amt O/s	Amt Settled
SOTS	8174	31.58	19.43
COMPROMISE	8736	121.21	41.64

18. Classification of assets (Advances) as on 31st march 2024.

(Rs. in crore)

Classification	Gross Advances	Net Advances
Standard Asset	4404.68	4404.68
Sub Standard Asset	18.58	0.00
Bad, Doubtful & Loss assets	337.51	0.00
Total	4760.77	4404.68
Add: Provision on Sub-Standard & Doubtful Assets etc		356.09
Total gross Advances	4760.77	4760.77

19. Accumulated written off Advance Accounts are placed under "AUCA" (Advances Under Collection Account) and cumulative amount as on 31.03.2024 stands at Rs. 314.69 crore.

20. IBPC (Inter-Bank Participation Certificate) : The Bank takes advantage of the swapping of its advances portfolio in priority Sector with intending partner Banks including Sponsor Bank. However Bank has not participated in IBPC during the current Financial year and the outstanding as on 31.03.2024 is Nil.

21. PSLC (Priority Sector Lending Certificates): The Bank has registered itself in the e-kuber portal of RBI and is actively engaged in trading in the PSLC market. Following are the details of the trading in PSLC during the year.

(Rs. in crores)

Category of PSLC	Current FY 2023-24			Current FY 2022-23		
	sold	purchase	Income	sold	purchase	Income
PSLC (SM)	900	0	14.30	1400	00	27.78
PSLC (G)	0	0	0	0	600	-0.07
PSLC (Agri)	0	0	0	300	0	2.4
Total	900	0	14.30	1700	600	30.11

22. Data Purification and Asset Classification: Bank has implemented new NPA functionality i.e 1.1 version of Agri & URI module for more accurate classification of Assets and recognition of income as per prudential norms prescribed by NABARD & RBI.

23. Depositor Education and Awareness Fund (DEAF) Scheme: Disclosure as required under Depositor Education and Awareness Fund Scheme – 2014 notified by the Reserve Bank of India under DBOD No. DEAF



Cell BC 114/30.01.002/ 2013-14 dated 27th May 2014 (As per details in Schedule-12)

Sl No	Particulars	Current Year (2023-24)	(Rs. in lakhs)
			Current Year (2022-23)
1	Opening Balance of Amount transferred to DEAF	88 54	78 35
2	Add Amount transferred to DEAF during the Year	1.02	10 25
3	Less Amounts reimbursed by DEAF towards Claim	0.03	0 06
4	Closing balance of amounts transferred to DEAF	89 53	88 54

24. FRAUD CASES. No new fraud cases have been detected during the current financial year. As of March 31, 2024, there is one pending fraud case amounting Rs.0.16 crore, for which full provision has already been made.

Particulars	Current year (2023-24)	Previous year (2022-23)
Number of frauds reported	NIL	1
Amount involved in fraud (Rs crore)	NIL	Rs.0.16 Cr
Amount of provision made for such frauds (Rs crore)	NIL	Rs 0.16 Cr
Amount of Unamortised provision debited from 'other reserves' as at the end of the year (Rs crore)	NIL	NIL

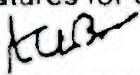
25. During the year the Bank has booked a profit of Rs.136.76 crore. Although there is accumulated loss of Rs.1171.68 crore but on account of infusion of share capital and profit earned over the year the net worth of the Bank as at 31.03.2024 has improved.

Considering the continuous support of the Government of Odisha, Government of India and Sponsor Bank i.e. SBI, the Company is and will continue to be able to meet its financial obligations as they fall due. Accordingly, the Bank has prepared its accounts on a "Going Concern" basis.


Various indicators confirming the operational performance of the Bank and affirming the Going concern assumptions are detailed below:

- Increased Customer Base
- Increased in Deposit
- Fresh Capital Infusion
- Maintenance of CRR/SLR as per statutory requirement
- Ability to meet financial obligation when they falls due.


As per our report of even date
Signatures for Schedules 1 to 18.


Shri A.C Beura
Chairman


Shri Rajendra Kanta
Nominee Director, RBI


Shri Tarakanta Bhakta
Nominee Director, Govt. of Odisha
Place Bolangir
Date 01/05/2024

For Tej Raj & Pal
Chartered Accountants
Firm Regn No. 304124


CA Dinakar Mohanty
Partner (M. No-059390)


Shri Shailesh Chandra Bhatt
Nominee Director, SBI





TEJ RAJ & PAL

CHARTERED ACCOUNTANTS

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9437406161
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INDEPENDENT AUDITOR'S REPORT

To,
The Members
Utkal Grameen Bank
Bolangir

Report on the Financial Statements

Opinion

We have audited the financial statements of Utkal Grameen Bank ('the Bank'), which comprise the Balance Sheet as at 31 March 2024, the statement of Profit and Loss, the statement of cash flows for the year then ended and notes to financial statements including a summary of significant accounting policies another explanatory information in which are included returns for the year ended on that date of 26 branches (including SARB) and Head Office audited by us and 247 branches audited by other branch auditors. The branches audited by us and those audited by other auditors have been selected by the Bank in accordance with the guidelines issued to the Bank by the National Bank of Agriculture and Rural Development. Also included in the Balance Sheet and Profit and Loss and Statement are the returns from 161 branches which have not been subjected to audit. These unaudited branches account for 23.88 percent of advances, 29.44 percent of deposits, and 27.22 percent of interest income.

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 Regional Rural Bank Act 1976 and Banking Regulation Act, 1949 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- In the case of the Balance Sheet, of the state of affairs of the Bank as at March 31, 2024;
- In the case of the Profit and Loss Account, of the profit for the year ended on that date and

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. This Audit has been conducted as per the guidelines of the Institute of Chartered Accountants of India. 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 in [jurisdiction], 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.



Emphasis of Matter

Attention is invited to the following matters:

- 1) As stated in Note No. 5 of Schedule-18 of the Financial Statements, certain items of assets and liabilities are pending for reconciliation. The same are under the process of year-wise-reconciliation and subject to consequential adjustments, if any.
- 2) As stated, Note No. 3 of Schedule-18 of the Financial Statements, bank has during the year accepted OTS and compromise proposals amounting Rs.31.58 Crores and Rs.121.21 Crores with an approved settlement amount of Rs.19.43 crore & Rs.41.64 crore respectively.
- 3) As stated, Note No. 25 of Schedule-18 of the Financial Statements, bank has prepared its accounts on a going concern basis considering various positive indicators as mentioned therein.

Our opinion is not modified in respect of these matters.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Bank's Board of Directors is responsible with respect to the preparation of these standalone 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 Regional Rural Bank Act 1976, Section 29 of the Banking Regulation Act, 1949 and circulars and guidelines issued by the Reserve Bank of India ('RBI') and National Bank for Agriculture and Development (NABARD) from time to time. 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.



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.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, 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. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the bank to cease 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Other Matter

a) We did not audit the financial statements / information of 161 branches which have not been subject to audit but included in the standalone financial statements of the Bank whose financial statements / financial information for the year ended on that date, as considered in the standalone financial statements. The financial statements / information of 247 branches has been audited by the other branch auditors whose reports have been furnished to us and in our opinion in so far as it relates to the amounts and disclosures included in respect of branches, are based solely on the report of such branch auditors.

Report on Other Legal and Regulatory Requirements

a) The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with Section 29 of the Banking Regulation Act, 1949;

b) Subject to the limitation of such disclosures and on the basis of audit indicated in above paragraphs read together with "Significant Accounting Policies" and "Notes on Accounts" in Schedule-17 & Schedule-18, we report as under:

i) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory;

ii) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank; and

iii) The returns received from the offices and branches of the Bank 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 and proper returns adequate for the purposes of our audit have been received from branches not visited by us;

b) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account and with the returns received from the branches not visited by us;

c) The reports on the accounts of the branch offices audited by branch auditors of the Bank under section 29 of the Banking Regulation Act, 1949 have been sent to us and have been properly dealt with by us in preparing this report; and

d) In our opinion, the Balance Sheet and the Profit and Loss Account comply with the applicable accounting standards except for the effects of the matter described in the Basis for Opinion paragraph and to the extent they are not inconsistent with the accounting policies prescribed by Abradant RBI.

For Tej Raj &Pal
Chartered Accountants
Firm Reg. No-304124E



(DINAKAR MOHANTY)

Partner

Membership No. 059390

UDIN-24059390BKEEHK2398

Place of Signature : Bhubaneswar
Date : 01.05.2024

