



**Charanjit Singh & Associates**  
Chartered Accountants

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**INDEPENDENT AUDITOR'S REPORT**

**TO**  
**THE MANAGING DIRECTOR**  
**THE PUNJAB STATE CO-OPERATIVE BANK LIMITED**  
**CHANDIGARH**

**Report on the Audit of the Consolidated Financial**

**Statements Opinion**

We have audited the accompanying Consolidated financial statements of **PUNJAB STATE CO-OPERATIVE BANK** (the "Bank"), which comprise the Balance Sheet as at March 31, 2023 and the Statement of Profit and Loss (including Other Comprehensive Income) for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "Consolidated financial statements"). The LFAR of Head Office & Branch-wise Observations of its 18 Branches audited by us is consolidated along with these Financial Statements.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated financial statements give the information required by Banking Regulation Act, 1949, Regulatory norms prescribed by NABARD and Punjab Cooperative Societies Act 1961 from time to time and guidelines issued by Reserve Bank of India in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Bank as at March 31, 2023 and its profit and loss for the year ended on that date.

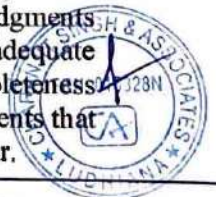
**Basis for Opinion**

We conducted our audit of the Consolidated financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

Management is responsible with respect to the preparation of these Financial Statements that give a True and Fair view of the financial position, financial performance and cash flows of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of the Banking Regulation Act, 1949, the circulars and guidelines issued by the Reserve Bank of India and Regulatory norms prescribed by NABARD and Punjab Cooperative Societies Act 1961 from time to time.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Acts 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.



## **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 Consolidated 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 Consolidated 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 the 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 Consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated 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.

For Charanjit Singh & Associates  
Chartered Accountants  
Firm's Registration No. 015328N

CA. Avneet Singh  
Partner  
Membership No. 526217  
UDIN: 23526217BGVKRH4522



Date: 29.05.2023  
Place: Chandigarh

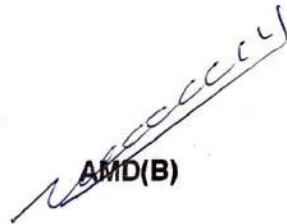
**Form A of Balance Sheet**

**Balance Sheet of The Punjab State Cooperative Bank Ltd., Chandigarh as on 31<sup>st</sup> March 2023**

| Sr                             |   | Schedule | As on 31.3.2023           | As on 31.3.2022           |
|--------------------------------|---|----------|---------------------------|---------------------------|
| <b>Capital and Liabilities</b> |   |          |                           |                           |
| A                              | Capital   | 1        | 1,69,81,33,800.00         | 1,69,41,33,800.00         |
| B                              | Reserves and Surplus                                  | 2        | 8,04,58,71,691.46         | 7,73,68,08,721.35         |
| C                              | Deposits  | 3        | 38,33,98,69,954.94        | 37,14,35,40,319.45        |
| D                              | Borrowings  | 4        | 38,83,64,62,749.00        | 40,63,20,88,660.00        |
| E                              | Other Liabilities and Provisions                      | 5        | 2,61,85,43,568.56         | 2,66,32,56,843.14         |
|                                | <b>Total</b>  |          | <b>89,53,88,81,763.96</b> | <b>89,86,98,28,343.94</b> |
| <b>Assets</b>                  |   |          |                           |                           |
| A                              | Cash and Balances with Reserve Bank of India          | 6        | 1,54,12,41,308.83         | 1,51,23,02,513.08         |
| B                              | Balance with banks and money at Call and Short Notice | 7        | 18,26,00,37,349.31        | 20,46,31,87,877.99        |
| C                              | Investments   | 8        | 9,38,06,60,367.00         | 9,09,69,19,162.00         |
| D                              | Advances  | 9        | 56,85,54,38,585.79        | 55,25,89,17,810.07        |
| E                              | Fixed Assets  | 10       | 1,58,16,60,276.36         | 1,58,21,47,540.32         |
| F                              | Other Assets  | 11       | 1,91,98,43,876.67         | 1,95,63,53,440.48         |
|                                | <b>Total</b>  |          | <b>89,53,88,81,763.96</b> | <b>89,86,98,28,343.94</b> |
|                                | Contingent Liabilities                                | 12       | 5,80,23,733.67            | 1,86,40,800.77            |
|                                | Bills for Collection                                  |          |                           |                           |

  
AGM

  
GM

  
AMD(B)

  
Managing Director

  
Administrator

**As per our separate report of even date annexed**

Place : Chandigarh  
Dated : 29.05.2023

for Charanjit Singh & Associates  
FRN 015328N  
  
Avneet Singh  
Partner  
M.No 526217  
23526217BGVXRH4522

# The Punjab State Cooperative Bank Ltd., Chandigarh


## Form B

### PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2023

| Sr No      | Particulars  | Schedule | During the period from 1.4.2022 to 31.3.2023 | During the period from 1.4.2021 to 31.3.2022 |
|------------|--|----------|--|--|
| <b>I.</b>  | <b>INCOME</b>  |          |  |  |
|            | Interest earned  | 13       | 4,69,18,15,179.59                            | 4,50,73,41,978.76                            |
|            | Other Income   | 14       | 2,16,30,298.80                               | 10,41,43,563.85                              |
|            | <b>TOTAL INCOME</b>  |          | <b>4,71,34,45,478.39</b>                     | <b>4,61,14,85,542.61</b>                     |
| <b>II.</b> | <b>EXPENDITURE</b>   |          |  |  |
|            | Interest expended  | 15       | 3,50,71,35,610.91                            | 3,49,44,74,315.21                            |
|            | Operating expenses   | 16       | 78,26,06,621.11                              | 65,67,26,210.30                              |
|            | Provisions and contingencies                                 |          | 0.00   | 0.00   |
|            | Prov. made for standard assets                               |          | 0.00   | 0.00   |
|            | Prov. made for N.P.A   |          | 3,60,14,775.94                               | 3,91,24,226.45                               |
|            | Prov. for Interest charged on NPA's during the previous year |          | 0.00   | 0.00   |
|            | <b>TOTAL EXPENDITURE</b>                                     |          | <b>4,32,57,57,007.96</b>                     | <b>4,19,03,24,751.96</b>                     |
| <b>III</b> | <b>PROFIT/Loss</b>   |          |  |  |
|            | Profit for the year before tax                               |          | 38,76,88,470.43                              | 42,11,60,790.65                              |
|            | Less Provisions for Income Tax                               |          | 11,98,80,074.00                              | 12,60,17,880.00                              |
|            | Less Prov. for I/Tax, Prev. yrs                              |          | 0.00   | 0.00   |
|            | Net Profit for the year after tax                            |          | 26,78,08,396.43                              | 29,51,42,910.65                              |
|            | Profit brought forward                                       |          | 0.00   | 0.00   |
|            | Profit available for Appropriation                           |          | 26,78,08,396.43                              | 29,51,42,910.65                              |
| <b>IV</b>  | <b>Appropriations</b>  |          |  |  |
|            | Transfer to Statutory Reserves                               |          | 0.00   | 0.00   |
|            | Transfer to other reserves                                   |          | 0.00   | 0.00   |
|            | Balance c/o to Balance Sheet                                 |          | 0.00   | 0.00   |
|            | <b>TOTAL</b>   |          | <b>26,78,08,396.43</b>                       | <b>29,51,42,910.65</b>                       |

  
AGM

  
GM

  
AMD(B)

  
Managing Director

  
Administrator

**As per our separate report of even date annexed**

Place : Chandigarh

Dated : 29.05.2023

for Charanjit Singh & Associates

FRN 015328N

  
Avneet Singh  
Partner  
M.No 526217  
23526217BGVXRH4522



**The Punjab State Cooperative Bank Ltd., Chandigarh**  
**Schedule 1 – Capital**

| Sl<br>No. | Particulars   | As on 31.3.2023          | As on 31.3.2022          |
|-----------|---|--------------------------|--------------------------|
| I         | For Nationalized Banks  |                          |                          |
|           | Capital (Fully owned by State Government)   | 20,00,000.00             | 20,00,000.00             |
| II.       | For Banks incorporated Outside India (Capital)  | 0.00                     | 0.00                     |
|           | The amount brought in by banks by way of<br>i) start-up capital as prescribed by RBI should be<br>shown under this head | 0.00                     | 0.00                     |
|           | ii) Amount of Deposit kept with RBI under<br>Section 11 (2) of the Banking Regulation Act,<br>1949                      | 0.00                     | 0.00                     |
| III       | For Other Banks Authorised Capital<br>(20000000 Shares of Rs 100 each)  | 2,00,00,00,000.00        | 2,00,00,00,000.00        |
|           | Issued Capital (16961338 Shares of Rs 100<br>each)  | 1,69,61,33,800.00        | 1,69,21,33,800.00        |
|           | Subscribed Capital (16961338 Shares of Rs<br>100 each)  | 1,69,61,33,800.00        | 1,69,21,33,800.00        |
|           | Called up Capital (16961338 Shares of Rs 100<br>each)   | 1,69,61,33,800.00        | 1,69,21,33,800.00        |
|           | Less Calls unpaid   | 0.00                     | 0.00                     |
|           | Add : Forfeited Shares  | 0.00                     | 0.00                     |
|           | <b>Total</b>  | <b>1,69,61,33,800.00</b> | <b>1,69,21,33,800.00</b> |
|           | <b>Grand Total</b>  | <b>1,69,81,33,800.00</b> | <b>1,69,41,33,800.00</b> |



**The Punjab State Cooperative Bank Ltd., Chandigarh**  
**Schedule 2 - Reserves and Surplus**

| Sr No |   | As on 31.3.2023          | As on 31.3.2022          |
|-------|---|--------------------------|--------------------------|
| I.    | <b>Statutory Reserves</b>                       |                          |                          |
|       | Opening Balance                                 | 1,97,21,00,844.48        | 1,85,37,71,984.29        |
|       | Additions during the year                       | 7,37,97,327.66           | 11,83,28,860.19          |
|       | Deductions during the year                      | 0.00                     | 0.00                     |
|       | <b>TOTAL</b>                                    | <b>2,04,58,98,172.14</b> | <b>1,97,21,00,844.48</b> |
| II.   | <b>Capital Reserves</b>                         |                          |                          |
|       | Opening Balance                                 | 0.00                     | 0.00                     |
|       | Additions during the year                       | 0.00                     | 0.00                     |
|       | Deductions during the year                      | 0.00                     | 0.00                     |
|       | <b>TOTAL</b>                                    | <b>0.00</b>              | <b>0.00</b>              |
| III   | <b>Share Premium</b>                            |                          |                          |
|       | Opening Balance                                 | 0.00                     | 0.00                     |
|       | Additions during the year                       | 0.00                     | 0.00                     |
|       | Deductions during the year                      | 0.00                     | 0.00                     |
|       | <b>TOTAL</b>                                    | <b>0.00</b>              | <b>0.00</b>              |
| IV    | <b>Revenue and Other Reserves</b>               |                          |                          |
|       | AGRL CREDIT STABILISATION FUND                  | 1,86,08,77,989.70        | 1,76,41,98,692.33        |
|       | BUILDING FUND                                   | 15,23,74,151.84          | 15,23,74,151.84          |
|       | SPECIAL BUILDING FUND                           | 34,11,92,652.70          | 30,57,75,503.42          |
|       | DIVIDEND EQUILISATION FUND                      | 7,00,000.00              | 7,00,000.00              |
|       | BAD AND DOUBTFUL DEBTS RESV                     | 1,13,76,11,180.95        | 1,05,79,22,595.07        |
|       | PROVISION FOR NPA (IRAC)                        | 1,92,000.00              | 1,92,000.00              |
|       | EMPLOYEES WELFARE FUND                          | 4,77,07,734.58           | 4,18,04,876.37           |
|       | COOPERATIVE EDU AND TRAINING FUND               | 23,03,722.57             | 23,03,722.57             |
|       | COMMON GOOD FUND                                | 4,61,24,385.85           | 3,81,55,527.26           |
|       | SHARE TRANSFER FUND                             | 6,52,74,042.08           | 6,50,79,722.96           |
|       | PRIMARY COOPERATIVE SOC. VIKAS FUND             | 2,73,08,723.11           | 2,43,57,294.00           |
|       | PACS AND CCBs DEVELOPMENT FUND                  | 2,18,67,036.34           | 2,40,84,153.17           |
|       | PROV -BAD AND DOUBTFUL DEBT(IT ACT)             | 44,18,97,534.86          | 40,58,82,758.92          |
|       | REVALUATION RESERVES                            | 1,51,46,05,769.00        | 1,51,46,05,769.00        |
|       | <b>TOTAL</b>                                    | <b>5,66,00,36,923.58</b> | <b>5,39,74,36,766.91</b> |
| V     | Opening balance Profit and Loss account         | 29,51,42,910.65          | 24,63,46,314.44          |
|       | Profit made during the year                     | 26,78,08,396.43          | 29,51,42,910.65          |
|       | Amount transferred to statutory & other reserve | 29,51,42,910.65          | 24,63,46,314.44          |
|       | Balance in Profit and Loss account              | 26,78,08,396.43          | 29,51,42,910.65          |
|       | <b>Total</b>                                    | <b>26,78,08,396.43</b>   | <b>29,51,42,910.65</b>   |
| VI    | <b>Investment Fluctuations Reserves</b>         |                          |                          |
|       | Opening balance at the beginning of the year    | 7,21,28,199.31           | 7,21,28,199.31           |
|       | Additions during the year                       | 0.00                     | 0.00                     |
|       | Deductions during the year                      | 0.00                     | 0.00                     |
|       | <b>Total</b>                                    | <b>7,21,28,199.31</b>    | <b>7,21,28,199.31</b>    |
|       | <b>GRAND Total</b>                              | <b>8,04,58,71,691.46</b> | <b>7,73,68,08,721.35</b> |



**The Punjab State Cooperative Bank Ltd., Chandigarh**  
**Schedule 3 – Deposits**

| Sr No |                                    | As on 31.3.2023           | As on 31.3.2022           |
|-------|------------------------------------|---------------------------|---------------------------|
| A     |                                    |                           |                           |
| I     | Demand Deposits                    |                           |                           |
| i)    | From Individuals                   | 11,43,68,956.94           | 9,84,98,474.43            |
| ii)   | From Societies                     | 59,86,92,729.69           | 1,95,20,586.64            |
| ii)   | From DCCBs                         | 2,33,86,07,378.24         | 1,42,67,60,757.83         |
| II.   | Savings Bank Deposits              |                           |                           |
| i)    | From Individuals                   | 2,49,72,22,202.07         | 2,51,56,32,409.08         |
| ii)   | From Societies                     | 7,21,55,787.11            | 1,41,68,32,111.31         |
| III   | Term Deposits                      |                           |                           |
| i)    | From Individuals                   | 15,18,35,07,945.81        | 15,19,95,95,545.74        |
| ii)   | From Societies                     | 3,60,22,68,942.00         | 99,44,94,895.00           |
| ii)   | From DCCBs                         | 13,93,30,46,013.08        | 15,47,22,05,539.42        |
|       | <b>Total (I, II and III)</b>       | <b>38,33,98,69,954.94</b> | <b>37,14,35,40,319.45</b> |
| B     |                                    |                           |                           |
| i)    | Deposits of Branches in India      | 38,33,98,69,954.94        | 37,14,35,40,319.45        |
| ii)   | Deposits of Branches outside India | 0.00                      | 0.00                      |
|       | <b>Total</b>                       | <b>38,33,98,69,954.94</b> | <b>37,14,35,40,319.45</b> |

**The Punjab State Cooperative Bank Ltd., Chandigarh**  
**Schedule 4 – Borrowings**

| Sr No | Particulars              | As on 31.3.2023           | As on 31.3.2022           |
|-------|--------------------------|---------------------------|---------------------------|
| I     | Borrowings in India      |                           |                           |
| a)    | Reserve Bank of India    | 0.00                      | 0.00                      |
| b)    | From NABARD              | 38,75,57,17,749.00        | 40,63,08,25,560.00        |
| c)    | From Government (Punjab) | 7,45,000.00               | 12,63,100.00              |
| e)    | From Other Banks         | 8,00,00,000.00            | 0.00                      |
| II.   | Borrowing Outside India  | 0.00                      | 0.00                      |
|       | <b>Total</b>             | <b>38,83,64,62,749.00</b> | <b>40,63,20,88,660.00</b> |



**The Punjab State Cooperative Bank Ltd., Chandigarh**

**Schedule 5 - Other Liabilities and Provisions**

| Sr No | Particulars                    | As on 31.3.2023          | As on 31.3.2022          |
|-------|--------------------------------|--------------------------|--------------------------|
| 1     | Interest payable               | 26,33,80,039.34          | 24,26,22,765.03          |
| 2     | Bills Payable (DD/PO)          | 4,45,95,700.99           | 6,18,41,840.95           |
| 3     | Sundries payable               | 2,00,04,340.88           | 9,51,76,840.47           |
| 4     | Provision for income tax       | 11,98,80,074.00          | 12,60,17,880.00          |
| 5     | Provision for NPA              | 0.00                     | 0.00                     |
| 6     | Contingent provision           | 54,67,00,000.00          | 54,67,00,000.00          |
| 7     | Provision against gratuity     | 3,655.55                 | 87,660.55                |
| 8     | Provision against Leave Salary | 56,12,61,260.30          | 53,16,93,490.30          |
| 9     | Security Payable               | 46,65,948.70             | 46,80,646.50             |
| 10    | Misc Payable                   | 2,58,17,519.03           | 1,85,64,505.40           |
| 11    | Establishment Payable          | 12,47,799.30             | 12,32,887.50             |
| 12    | Overdue interest reserve       | 1,03,09,87,230.47        | 1,03,46,38,326.44        |
| 13    | Inter office adjustment (Net)  | 0.00                     | 0.00                     |
|       | <b>Total</b>                   | <b>2,61,85,43,568.56</b> | <b>2,66,32,56,843.14</b> |

**The Punjab State Cooperative Bank Ltd., Chandigarh**

**Schedule 6 - Cash and Balances with Reserve Bank of India**

| Sr No | Particulars                        | As on 31.3.2023          | As on 31.3.2022          |
|-------|------------------------------------|--------------------------|--------------------------|
| 1     | Cash in hand                       | 3,95,55,625.23           | 4,57,00,084.32           |
| 2     | Balance with Reserve Bank of India |                          |                          |
|       | i) In Current Accounts             | 1,50,16,85,683.60        | 1,46,66,02,428.76        |
|       | ii) In other Accounts              | 0.00                     | 0.00                     |
|       | <b>Total</b>                       | <b>1,54,12,41,308.83</b> | <b>1,51,23,02,513.08</b> |





**The Punjab State Cooperative Bank Ltd., Chandigarh**

**Schedule 7 - Balances with Banks and Money at Call and Short Notice**

| Sr No | Particulars                  | As on 31.3.2023    | As on 31.3.2022    |
|-------|------------------------------|--------------------|--------------------|
| 1     | India                        |                    |                    |
| I)    | Balances with Banks          |                    |                    |
| a)    | In Current Accounts          | 1,36,37,349.31     | 1,63,87,877.99     |
| b)    | In other Deposit Accounts    | 18,24,64,00,000.00 | 20,43,68,00,000.00 |
|       | <b>TOTAL</b>                 | 18,26,00,37,349.31 | 20,45,31,87,877.99 |
| II)   | Money at call & short notice |                    |                    |
| a)    | With Banks                   | 0.00               | 1,00,00,000.00     |
| b)    | With other Institutions      | 0.00               | 0.00               |
|       | <b>TOTAL</b>                 | 0.00               | 1,00,00,000.00     |
| 2     | Outside India                |                    |                    |
| i)    | In Current Accounts          | 0.00               | 0.00               |
| ii)   | In other Deposit Accounts    | 0.00               | 0.00               |
| iii)  | Money at call & short notice | 0.00               | 0.00               |
|       | <b>TOTAL</b>                 | 0.00               | 0.00               |
|       | <b>GRAND TOTAL</b>           | 18,26,00,37,349.31 | 20,46,31,87,877.99 |

**The Punjab State Cooperative Bank Ltd., Chandigarh**

**Schedule 8 – Investments**

| Sr No | Particulars                               | As on 31.3.2023   | As on 31.3.2022   |
|-------|---|-------------------|-------------------|
| 1     | Investments in India in :                 |                   |                   |
| i)    | Government Securities                     | 9,02,96,40,167.00 | 9,09,56,78,962.00 |
| ii)   | Other approved securities (SDF)           | 35,00,00,000.00   | 0.00              |
| iii)  | Shares                                    | 10,20,200.00      | 12,40,200.00      |
| iv)   | Debentures and Bonds/FIs (PSU)            | 0.00              | 0.00              |
| v)    | Subsidiaries and/or joint ventures        | 0.00              | 0.00              |
|       | <b>TOTAL</b>                              | 9,38,06,60,367.00 | 9,09,69,19,162.00 |
| 2     | Investments outside India in :            |                   |                   |
| i)    | Govt. securities (including local         | 0.00              | 0.00              |
| ii)   | Subsidiaries and/or joint ventures abroad | 0.00              | 0.00              |
| iii)  | Other investments                         | 0.00              | 0.00              |
|       | <b>TOTAL</b>                              | 0.00              | 0.00              |
|       | <b>GRAND TOTAL</b>                        | 9,38,06,60,367.00 | 9,09,69,19,162.00 |



# The Punjab State Cooperative Bank Ltd., Chandigarh

## Schedule 9 – Advances

| Sr No                  | Particulars   | As on 31.3.2023           | As on 31.3.2022           |
|------------------------|---|---------------------------|---------------------------|
| <b>A</b>               |   |                           |                           |
| i)                     | Short Term Loans ,Cash credits, Overdraft , Bills purchased and discounted. | 50,81,37,46,028.62        | 48,77,91,72,626.20        |
| ii)                    | Medium Term loans   | 4,07,39,87,818.87         | 3,95,43,87,540.35         |
| iii)                   | Long Term loans   | 1,96,77,04,738.30         | 2,52,53,57,643.52         |
| <b>TOTAL</b>           |   | <b>56,85,54,38,585.79</b> | <b>55,25,89,17,810.07</b> |
| <b>B</b>               |   |                           |                           |
| i)                     | Secured by Tangible assets  | 3,50,66,65,671.93         | 3,64,81,73,518.22         |
| ii)                    | Covered by Bank/Govt. Guarantees  | 51,96,75,40,031.88        | 50,67,16,92,573.88        |
| iii)                   | Unsecured   | 1,38,12,32,881.98         | 93,90,51,717.97           |
| <b>TOTAL</b>           |   | <b>56,85,54,38,585.79</b> | <b>55,25,89,17,810.07</b> |
| <b>C</b>               |   |                           |                           |
| Advances outside India |   |                           |                           |
| i) i)                  | Due from banks  | 0.00                      | 0.00                      |
| ii) ii)                | Due from others   | 0.00                      | 0.00                      |
| a)                     | Bills purchased and discounted  | 0.00                      | 0.00                      |
| b)                     | Syndicated loans  | 0.00                      | 0.00                      |
| <b>TOTAL</b>           |   | <b>0.00</b>               | <b>0.00</b>               |
| <b>Grand Total</b>     |   | <b>56,85,54,38,585.79</b> | <b>55,25,89,17,810.07</b> |

# The Punjab State Cooperative Bank Ltd., Chandigarh

## Schedule 10 - Fixed Assets

| Sr No                      | Particulars                      | As on 31.3.2023          | As on 31.3.2022          |
|----------------------------|----------------------------------|--------------------------|--------------------------|
| <b>1</b>                   |                                  |                          |                          |
| <b>Premises</b>            |                                  |                          |                          |
| i)                         | At WDV as at the end of the year | 1,56,45,17,983.51        | 1,56,54,77,516.51        |
| ii)                        | Additions during the year        | 0.00                     |                          |
| iii)                       | Deductions during the year       | 0.00                     |                          |
| iv)                        | Depreciation to date             | 8,69,384.00              | 9,59,533.00              |
| <b>Total (i+ii-iii-iv)</b> |                                  | <b>1,56,36,48,599.51</b> | <b>1,56,45,17,983.51</b> |
| <b>2</b>                   |                                  |                          |                          |
| <b>Other fixed assets</b>  |                                  |                          |                          |
| i)                         | At WDV as at the end of the year | 1,76,29,556.81           | 1,97,85,092.68           |
| ii)                        | Additions during the year        | 38,46,573.71             | 18,27,820.61             |
| iii)                       | Deductions during the year       | 2,36,260.00              | 9,14,569.10              |
| iv)                        | Depreciation to date             | 32,28,193.67             | 30,68,787.38             |
| <b>Total (i+ii-iii-iv)</b> |                                  | <b>1,80,11,676.85</b>    | <b>1,76,29,556.81</b>    |
| <b>TOTAL</b>               |                                  | <b>1,58,16,60,276.36</b> | <b>1,58,21,47,540.32</b> |



## The Punjab State Cooperative Bank Ltd., Chandigarh

### Schedule 11 - Other Assets

| Sr No | Particulars   | As on 31.3.2023          | As on 31.3.2022          |
|-------|---|--------------------------|--------------------------|
| 1     | Inter office adjustment (Net)                         | 0.00                     | 0.00                     |
| 2     | Interest Accrued on Advances & Investment             | 1,66,72,59,056.61        | 1,71,17,02,880.77        |
| 3     | Tax Paid in advance/Tax deducted at source            | 14,50,06,542.31          | 13,08,97,763.70          |
| 4     | Stationary and Stamps in hand                         | 12,61,369.32             | 12,00,555.96             |
| 5     | Non banking assets acquired in satisfaction of claims | 0.00                     | 0.00                     |
| 6     | B/C Contingent  | 0.00                     | 0.00                     |
| 7     | Other Assets  | 10,63,16,908.43          | 11,25,52,240.05          |
|       | <b>TOTAL</b>  | <b>1,91,98,43,876.67</b> | <b>1,95,63,53,440.48</b> |

## The Punjab State Cooperative Bank Ltd., Chandigarh

### Schedule 12 - Contingent Liabilities

| Sr No | Particulars  | As on 31.3.2023       | As on 31.3.2022       |
|-------|--|-----------------------|-----------------------|
| 1     | Claims against the bank not acknowledged as debts              | 0.00                  | 0.00                  |
| 2     | Liability for partly paid investments                          | 0.00                  | 0.00                  |
| 3     | Liability on account of outstanding forward exchange contracts | 0.00                  | 0.00                  |
| 4     | Guarantees given on behalf of constituents                     | 0.00                  | 0.00                  |
| a)    | a) In India  | 55,000.00             | 4,39,500.00           |
| b)    | b) Outside India   | 0.00                  | 0.00                  |
| 5     | Acceptances, Endorsements and other obligations                | 0.00                  | 0.00                  |
| 6     | Others items for which the bank is contingently liable         | 0.00                  | 0.00                  |
| a)    | DEAF   | 3,33,97,490.67        | 63,34,669.77          |
| b)    | TDS Demand Outstanding   | 2,45,71,243.00        | 1,18,66,631.00        |
|       | <b>TOTAL</b>   | <b>5,80,23,733.67</b> | <b>1,86,40,800.77</b> |



# The Punjab State Cooperative Bank Ltd., Chandigarh

## Schedule 13 - Interest Earned

| Sr No        | Particulars  | During the period<br>from 1.4.2022 to<br>31.3.2023 | During the period<br>from 1.4.2021 to<br>31.3.2022 |
|--------------|--|--|--|
| 1            | Interest from loans & advances                         | 2,81,76,18,794.44                                  | 2,73,51,33,781.86                                  |
| 2            | Interest & dividend own investments                    | 1,75,26,63,952.15                                  | 1,77,22,08,196.90                                  |
| 3            | Interest Subvention From NABARD                        | 12,15,32,433.00                                    | 0.00   |
| 4            | Income on balances with RBI and other inter bank funds | 0.00   | 0.00   |
| 5            | Others   | 0.00   | 0.00   |
| <b>TOTAL</b> |  | <b>4,69,18,15,179.59</b>                           | <b>4,50,73,41,978.76</b>                           |

# The Punjab State Cooperative Bank Ltd., Chandigarh

## Schedule 14 - Other Income

| Sr No        | Particulars   | During the period<br>from 1.4.2022 to<br>31.3.2023 | During the period<br>from 1.4.2021 to<br>31.3.2022 |
|--------------|---|--|--|
| 1            | Commission, Exchange & Brokerage  | 3,57,199.07  | 2,07,491.94  |
| 2            | Profit on Sale / Redemptions of investments   | 10,000.00  | 0.00   |
|              | Less : Loss of sale / redemption on investment  | 0.00   | 0.00   |
| 3            | Profit on revaluation of investments  | 0.00   | 0.00   |
|              | Less : Loss on revaluation of investments   | 0.00   | 0.00   |
| 4            | Profit on sale of land, buildings and other   | 0.00   | 0.00   |
|              | Less : Loss on sale of land buildings and other assets  | 0.00   | 0.00   |
| 5            | Profit on exchange transactions   | 0.00   | 0.00   |
|              | Less : Loss on exchange transactions  | 0.00   | 0.00   |
| 6            | Income earned by way of dividends etc. form subsidiaries/companies and /or joint ventures abroad/ in India. | 0.00   | 0.00   |
| 7            | Misc. Income  | 2,12,63,099.73                                     | 10,39,36,071.91                                    |
| <b>TOTAL</b> |   | <b>2,16,30,298.80</b>                              | <b>10,41,43,563.85</b>                             |



## The Punjab State Cooperative Bank Ltd., Chandigarh

### Schedule 15 - Interest Expended

| Sr No | Particulars                             | During the period from<br>1.4.2022 to<br>31.3.2023 | During the period<br>from 1.4.2021 to<br>31.3.2022 |
|-------|---|--|--|
| 1     | Interest on Deposits                    | 1,71,67,34,326.87                                  | 1,72,09,80,680.25                                  |
| 2     | Interest on RBI / Inter bank borrowings | 1,79,04,01,284.04                                  | 1,77,34,93,634.96                                  |
| 3     | Others                                  | 0.00   | 0.00   |
|       | <b>TOTAL</b>                            | <b>3,50,71,35,610.91</b>                           | <b>3,49,44,74,315.21</b>                           |

## The Punjab State Cooperative Bank Ltd., Chandigarh

### Schedule 16 - Operating Expenses

| Sr No | Particulars   | During the period from<br>1.4.2022 to<br>31.3.2023 | During the period<br>from 1.4.2021 to<br>31.3.2022 |
|-------|---|--|--|
| 1     | Payments to and Provision for Employees                   | 65,04,75,126.60                                    | 51,42,76,212.62                                    |
| 2     | Rent, Taxes and Lighting & Insurance                      | 6,22,75,923.95                                     | 4,92,49,754.99                                     |
| 3     | Printing and Stationery & Advertisement                   | 18,64,664.26                                       | 17,31,406.31                                       |
| 4     | Depreciation & Repairs and Maintenance on Bank's Property | 71,10,812.59                                       | 52,22,583.18                                       |
| 5     | Directors Fees, Allowances and Expenses                   | 0.00   | 0.00   |
| 6     | Auditors Fees and Expenses(including branch charge)       | 6,63,730.00  | 8,31,000.00  |
| 7     | Law Charges   | 12,12,319.00                                       | 6,61,649.00  |
| 8     | Postage, Telegrams and Telephones etc.                    | 32,33,556.31                                       | 30,99,048.10                                       |
| 9     | Provision for Gratuity                                    | 0.00   | 0.00   |
| 12    | Other Expenditure   | 5,57,70,488.40                                     | 8,16,54,556.10                                     |
|       | <b>TOTAL</b>  | <b>78,26,06,621.11</b>                             | <b>65,67,26,210.30</b>                             |



**THE PUNJAB STATE COOPERATIVE BANK LIMITED, CHANDIGARH**  
**STATEMENT OF DEPRECIATION FOR THE YEAR ENDING 31.3.2023**

| SR No | PARTICULARS                | Opening Balance 1.4.22 | Sales During the year | Purchase (from 1.4.22 to 30.9.22) | Balance as on 30.9.22 (3-4+5) | Purchase (from 1.10.22 to 31.3.23) | Balance as on 31.3.23 (6+7) | Rate of Dep (%) | Dépreciation Amount |            | Asset Net Balance 31.3.23 |               |
|-------|----------------------------|------------------------|-----------------------|-----------------------------------|-------------------------------|------------------------------------|-----------------------------|-----------------|---------------------|------------|---------------------------|---------------|
| 1     | 2                          | 3                      | 4                     | 5                                 | 6                             | 7                                  | 8                           | 9               | 10                  | 11         | 12                        | 13            |
| 1     | MACHINE A/C-BO             | 1224490.75             | 0.00                  | 1543454.30                        | 2767945.05                    | 23967.16                           | 2791912.21                  | 15%             | 417006.33           |            | 2374905.88                |               |
|       | -HO                        | 1000631.39             | 0.00                  | 174437.72                         | 1175069.11                    | 9957.64                            | 1185026.75                  | 15%             | 177007.00           |            | 1008019.75                |               |
|       | -34                        | 1230834.80             | 0.00                  | 0.00                              | 1230834.80                    | 471101.70                          | 1701936.50                  | 15%             | 219958.00           |            | 1481978.50                |               |
|       | -ACSTI                     | 982694.80              | 0.00                  | 0.00                              | 982694.80                     | 4200.00                            | 986894.80                   | 15%             | 147719.00           | 961680.33  | 839175.80                 |               |
|       |                            |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           | 5704079.93    |
| 2     | VEHICLE A/C - HO           | 2498384.38             | 234018.00             | 0.00                              | 2264366.38                    | 0.00                               | 2264366.38                  | 15%             | 351600.00           |            | 1912766.38                |               |
|       | -ACSTI                     | 0.00                   | 0.00                  | 0.00                              | 0.00                          | 0.00                               | 0.00                        | 15%             | 0.00                | 351600.00  | 0.00                      |               |
|       |                            |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           | 1912766.38    |
| 3     | LIBRARY A/C                |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           |               |
|       | -ACSTI                     | 26569.00               | 0.00                  | 0.00                              | 26569.00                      | 18792.00                           | 45361.00                    | 40%             | 14386.00            |            | 30975.00                  |               |
|       | -HO                        | 2707.88                | 0.00                  | 0.00                              | 2707.88                       | 0.00                               | 2707.88                     | 40%             | 1083.00             | 15469.00   | 1624.88                   |               |
|       |                            |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           | 32599.88      |
| 4     | COMPUTER A/C               |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           |               |
|       | -Computers                 | 1131874.22             | 0.00                  | 707308.74                         | 1839182.96                    | 216344.45                          | 2055527.41                  | 40%             | 778942.00           |            | 1276588.41                |               |
|       | -ACSTI                     | 1302.00                | 0.00                  | 0.00                              | 1302.00                       | 0.00                               | 1302.00                     | 40%             | 521.00              |            | 781.00                    |               |
|       | -Printer & UPS             | 1317824.78             | 0.00                  | 52053.56                          | 1369878.34                    | 404063.71                          | 1773942.05                  | 15%             | 235787.00           |            | 1538153.05                |               |
|       | -Printer & UPS ACSTI       | 37104.35               | 0.00                  | 0.00                              | 37104.35                      | 0.00                               | 37104.35                    | 15%             | 5566.00             | 1020816.00 | 31538.35                  | 2847059.81    |
|       | CBS                        |                        |                       |                                   |                               |                                    |                             |                 |                     |            |                           |               |
|       | - Computers                | 345.00                 | 0.00                  | 0.00                              | 345.00                        | 0.00                               | 345.00                      | 40%             | 138.00              |            | 207.00                    |               |
|       | - Data Centre              | 537785.08              | 0.00                  | 0.00                              | 537785.08                     | 0.00                               | 537785.08                   | 15%             | 80667.00            |            | 457118.08                 |               |
|       | - Printer & UPS (HO=ACSTI) | 7981.05                | 0.00                  | 0.00                              | 7981.05                       | 0.00                               | 7981.05                     | 15%             | 1197.00             | 82002.00   | 6784.05                   | 464109.13     |
| 5     | LOCKER A/C                 | 264363.35              | 0.00                  | 0.00                              | 264363.35                     | 0.00                               | 264363.35                   | 15%             | 39654.78            | 36654.78   | 224708.57                 | 224708.57     |
| 6     | Furniture A/c - BO         | 1886903.97             | 2242.00               | 100441.35                         | 1985103.32                    | 2200.00                            | 1987303.32                  | 10%             | 198623.88           |            | 1788679.44                |               |
|       | - HO (MISC)                | 2137415.10             | 0.00                  | 76372.68                          | 2213787.78                    | 41878.72                           | 2255666.48                  | 10%             | 224306.00           |            | 2031360.48                |               |
|       | -HO                        | 641932.00              | 0.00                  | 0.00                              | 641932.00                     | 0.00                               | 641932.00                   | 10%             | 64193.00            |            | 577739.00                 |               |
|       | - Staff Quarters           | 57985.00               | 0.00                  | 0.00                              | 57985.00                      | 0.00                               | 57985.00                    | 10%             | 5799.00             |            | 52186.00                  |               |
|       | -ACSTI                     | 533967.00              | 0.00                  | 0.00                              | 533967.00                     | 0.00                               | 533967.00                   | 10%             | 53397.00            |            | 480570.00                 |               |
|       | -34                        | 21219.00               | 0.00                  | 0.00                              | 21219.00                      | 0.00                               | 21219.00                    | 10%             | 2122.00             | 548440.88  | 19097.00                  | 4849631.92    |
| 7     | SAFE & FIX -BO             | 487805.67              | 0.00                  | 0.00                              | 487805.67                     | 0.00                               | 487805.67                   | 10%             | 48776.88            |            | 439028.99                 |               |
|       | -HO                        | 68643.15               | 0.00                  | 0.00                              | 68643.15                      | 0.00                               | 68643.15                    | 10%             | 6865.00             |            | 61778.15                  |               |
|       | -ATM Sites                 | 1524430.09             | 0.00                  | 0.00                              | 1524430.09                    | 0.00                               | 1524430.09                  | 10%             | 152443.00           |            | 1371987.09                |               |
|       | -34                        | 4363.00                | 0.00                  | 0.00                              | 4363.00                       | 0.00                               | 4363.00                     | 10%             | 436.00              | 206520.68  | 3927.00                   | 1876721.23    |
| 8     | Construction Cost          | 9796956.51             | 0.00                  | 0.00                              | 9796956.51                    | 0.00                               | 9796956.51                  |                 | 869384.00           | 869384.00  | 8927572.51                | 8927572.51    |
| 9     | Land Cost                  | 1554721027.00          | 0.00                  | 0.00                              | 1554721027.00                 | 0.00                               | 1554721027.00               |                 | 0.00                | 0.00       | 1554721027.00             | 1554721027.00 |
|       |                            | 1582147540.32          | 236280.00             | 2654068.33                        | 1584565348.65                 | 1192505.38                         | 1585757854.03               |                 | 4097577.67          | 4097577.67 | 1581660276.36             | 1581660276.36 |



**Statement of Depreciation (as on 31.3.23)**

| SR No                    | PARTICULARS                            | Opening Balance 1.4.22 | Sales During the year | Purchase (from 1.4.22 to 30.9.22) | Balance as on 30.9.22 (3-4+5) | Purchase (from 1.10.22 to 31.3.23) | Balance as on 31.3.23 (6+7) | Rate of Dep (%) | Dépreciation Amount |           | Asset Net Balance 31.3.23 |               |
|--------------------------|--|------------------------|-----------------------|-----------------------------------|-------------------------------|------------------------------------|-----------------------------|-----------------|---------------------|-----------|---------------------------|---------------|
|                          |  |                        |                       |                                   |                               |                                    |                             |                 | 10                  | 11        | 12                        | 13            |
| 1                        | 2                                      | 3                      | 4                     | 5                                 | 6                             | 7                                  | 8                           | 9               | 10                  | 11        | 12                        | 13            |
| <b>Construction Cost</b> |  |                        |                       |                                   |                               |                                    |                             |                 |                     |           |                           |               |
| 1                        | Building Account (ACSTI)               | 2206229.00             | 0.00                  | 0.00                              | 2206229.00                    | 0.00                               | 2206229.00                  | 5%              | 110311.00           | 110311.00 | 2095918.00                | 2095918.00    |
| 2                        | Land & Building at Mohali              | 209480.38              | 0.00                  | 0.00                              | 209480.38                     | 0.00                               | 209480.38                   | 10%             | 20948.00            | 20948.00  | 188532.38                 | 188532.38     |
| 3                        | Land & Building Complex - Jalandar     | 653449.68              | 0.00                  | 0.00                              | 653449.68                     | 0.00                               | 653449.68                   | 10%             | 65345.00            | 65345.00  | 588104.68                 | 588104.68     |
| 4                        | Employees Quarter Chandigarh           | 393809.06              | 0.00                  | 0.00                              | 393809.06                     | 0.00                               | 393809.06                   | 10%             | 39381.00            | 39381.00  | 354428.06                 | 354428.06     |
| 5                        | Land & Building at Jalandhar           | 897.39                 | 0.00                  | 0.00                              | 897.39                        | 0.00                               | 897.39                      | 10%             | 90.00               | 90.00     | 807.39                    | 807.39        |
| 6                        | Const, Bank Building 34                | 6333091.00             | 0.00                  | 0.00                              | 6333091.00                    | 0.00                               | 6333091.00                  | 10%             | 633309.00           | 633309.00 | 5699782.00                | 5699782.00    |
|                          |  | 9796956.51             | 0.00                  | 0.00                              | 9796956.51                    | 0.00                               | 9796956.51                  |                 | 869384.00           | 869384.00 | 8927572.51                | 8927572.51    |
| <b>Land Cost</b>         |  |                        |                       |                                   |                               |                                    |                             |                 |                     |           |                           |               |
| 1                        | Land Cost of 34 Building               | 37707656.00            | 0.00                  | 0.00                              | 37707656.00                   | 0.00                               | 37707656.00                 | 0%              | 0.00                | 0.00      | 37707656.00               | 37707656.00   |
| 2                        | LAND COST ACSTI                        | 2344000.00             | 0.00                  | 0.00                              | 2344000.00                    | 0.00                               | 2344000.00                  | 0%              | 0.00                | 0.00      | 2344000.00                | 2344000.00    |
| 3                        | REVALUATION OF LAND COST ACSTI         | 69736000.00            | 0.00                  | 0.00                              | 69736000.00                   | 0.00                               | 69736000.00                 | 0%              | 0.00                | 0.00      | 69736000.00               | 69736000.00   |
| 4                        | LAND COST STAFF QUARTER SEC 30         | 63602.00               | 0.00                  | 0.00                              | 63602.00                      | 0.00                               | 63602.00                    | 0%              | 0.00                | 0.00      | 63602.00                  | 63602.00      |
| 5                        | REVALUATION OF Staff Quarters 30       | 231412653.00           | 0.00                  | 0.00                              | 231412653.00                  | 0.00                               | 231412653.00                | 0%              | 0.00                | 0.00      | 231412653.00              | 231412653.00  |
| 6                        | REVALUATION LAND COST OF BANK COMPL 34 | 1213457116.00          | 0.00                  | 0.00                              | 1213457116.00                 | 0.00                               | 1213457116.00               | 0%              | 0.00                | 0.00      | 1213457116.00             | 1213457116.00 |
|                          |  | 1554721027.00          | 0.00                  | 0.00                              | 1554721027.00                 | 0.00                               | 1554721027.00               |                 | 0.00                | 0.00      | 1554721027.00             | 1554721027.00 |

*[Signature]*  
AGM

*[Signature]*  
GM

*[Signature]*  
AMD (B)

*[Signature]*  
Managing Director

*[Signature]*  
Administrator

As per our separate report of even date annexed

for Charanjit Singh & Associates  
FBN 015328N

*[Signature]*  
Avneet Singh  
Partner  
M.No 526217  
23526217BGVXRH4522

Place: Chandigarh  
Dated: 29.05.2023

# THE PUNJAB STATE COOPERATIVE BANK LIMITED, CHANDIGARH

## ASSET CLASSIFICATION & PROVISIONING STATEMENT (for the year ended 31.3.2023)

Annexure 'A'

(Rs in Lacs)

| Sr No |                              | SAO              |             | ST (Non-SAO)   | Cash Credit & ODs | Bills Discounted /purchased | Term Loans (All Types) | Other Assets | Total            |
|-------|------------------------------|------------------|-------------|----------------|-------------------|-----------------------------|------------------------|--------------|------------------|
|       |                              | Short term       | Cash Credit |                |                   |                             |                        |              |                  |
| 1     | 2                            | 3                | 4           | 5              | 6                 | 7                           | 8                      | 9            | 10               |
| I     | <b>AMOUNT OUTSTANDING</b>    | 444354.00        | 0.00        | 7283.83        | 56499.63          | 0.00                        | 60416.93               | 0.00         | 568554.39        |
| II    | <b>ASSET CLASSIFICATION</b>  |                  |             |                |                   |                             |                        |              |                  |
| 1     | Standard Agricultural        | 444354.00        | 0.00        | 800.00         | 406.65            | 0.00                        | 17106.26               | 0.00         | 462666.91        |
|       | Standard Others              | 0.00             | 0.00        | 6435.29        | 53277.34          | 0.00                        | 40928.04               | 0.00         | 100640.67        |
| 2 a   | Sub-Standard                 | 0.00             | 0.00        | 0.00           | 26.03             | 0.00                        | 185.32                 | 0.00         | 211.35           |
| b     | Unsecured Overdues           | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 0.00                   | 0.00         | 0.00             |
| 3     | Doubtful                     |                  |             |                |                   |                             |                        |              |                  |
| I)    | Secured Overdue              |                  |             |                |                   |                             |                        |              |                  |
| a     | Over 3 years to 4 years      | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 0.00                   | 0.00         | 0.00             |
| b     | Over 4 years to 6 years      | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 9.07                   | 0.00         | 9.07             |
| c     | Over 6 years                 | 0.00             | 0.00        | 0.00           | 71.99             | 0.00                        | 326.63                 | 32.14        | 430.76           |
| ii)   | Unsecured Overdues           | 0.00             | 0.00        | 48.54          | 41.46             | 0.00                        | 230.05                 | 0.00         | 320.05           |
| 4     | Loss Assets                  | 0.00             | 0.00        | 0.00           | 2676.16           | 0.00                        | 1631.56                | 1.92         | 4309.64          |
|       | <b>Total</b>                 | <b>444354.00</b> | <b>0.00</b> | <b>7283.83</b> | <b>56499.63</b>   | <b>0.00</b>                 | <b>60416.93</b>        | <b>34.06</b> | <b>568588.45</b> |
| III   | <b>PROVISIONING REQUIRED</b> |                  |             |                |                   |                             |                        |              |                  |
| 1     | Sub- standard                | 0.00             | 0.00        | 0.00           | 2.60              | 0.00                        | 18.53                  | 0.00         | 21.14            |
|       | Unsecured @ 100%             | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 0.00                   | 0.00         | 0.00             |
| 2     | Doubtful Assets              |                  |             |                |                   |                             |                        |              |                  |
| I)    | 20% of item II (3) (I) (a)   | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 0.00                   | 0.00         | 0.00             |
| ii)   | 50% of item II (3) (I) (b)   | 0.00             | 0.00        | 0.00           | 0.00              | 0.00                        | 4.54                   | 0.00         | 4.54             |
| iii)  | 100% of item II (3) (I) (c)  | 0.00             | 0.00        | 0.00           | 71.99             | 0.00                        | 326.63                 | 32.14        | 430.76           |
| iv)   | 100% of item II (3) (ii)     | 0.00             | 0.00        | 48.54          | 41.46             | 0.00                        | 230.05                 | 0.00         | 320.05           |
| 3     | Loss Assets                  |                  |             |                |                   |                             |                        |              |                  |
|       | 100% of item II (4)          | 0.00             | 0.00        | 0.00           | 2676.16           | 0.00                        | 1631.56                | 1.92         | 4309.64          |
|       | <b>Total</b>                 | <b>0.00</b>      | <b>0.00</b> | <b>48.54</b>   | <b>2792.21</b>    | <b>0.00</b>                 | <b>2211.31</b>         | <b>34.06</b> | <b>5086.12</b>   |





| <b>INCOME RECOGNITION</b>                                 |  | Amount   |
|---|--|----------|
| - Overdue interest<br>(Current Year NIL)                  |  | 10309.87 |
| - Provision for interest already<br>made in Balance Sheet |  | 10309.87 |
| Deficit/Excess  |  | 0.00     |

| <b>ASSET CLASSIFICATION (PROVISIONING)</b>         |  | Amount   |
|--|--|----------|
| - Provision required to be made In Balance Sheet   |  | 5086.12  |
| - Bad & Doubtful Reserve<br>(as per Balance Sheet) |  | 15795.09 |
| Surplus  |  | 10708.97 |

**Note :**

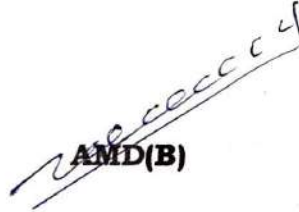
Standard Assets are amounting to Rs 547080.93 Lacs. Provision made @ 0.25%, 0.40% AND 5% which comes Rs 2149.18 lacs  
This amount has been charged to Other Liabilities "Contingent Provisioning" against Standard Assets as per RBI Guidelines.  
Detail of NPA is given below:-

|  |         |
|--|---------|
| - Required Provision for Standard Assets | 2149.18 |
| - Required Provision for NPA             | 5086.12 |
| Total                                    | 7235.30 |

Total Loans & Advances - Standard Assets = N.P.A. (Loans) NPA (Other Assets) Total NPA  
568554.39 - 563307.58 = 5246.81 34.06 5280.87

  
AGM

  
GM

  
AMD(B)

  
Managing Director

  
Administrator

Place : Chandigarh  
Dated : 29.05.2023

As per our separate report of even date annexed  
for Charanjit Singh & Associates  
FRN 015328N

  
Ameet Singh  
Partner  
M.No 526217  
23526217BGVXRH4522

**PROFORMA - NPA**

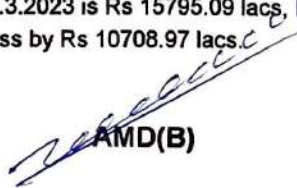
**CLASSIFICATION OF ASSETS AND PROVISIONING MADE AGAINST  
NON-PERFORMING ASSETS AS ON 31ST MARCH 2023**

| Sr No | Classification of Assets                | No. of Accounts | Amount Outstanding | % of Col 4 to Total Loans Outstanding | Provision required to be made |                | Existing Provision at the beginning | Provisioning made during the year under report | Total Provisioning as at the end of the year | Remarks |
|-------|---|-----------------|--------------------|---------------------------------------|-------------------------------|----------------|-------------------------------------|--|--|---------|
|       |   |                 |                    |                                       | %                             | Amount         |                                     |  |  |         |
|       |   |                 |                    |                                       | 6                             | 7              |                                     |  |  |         |
| 1     | 2                                       | 3               | 4                  | 5                                     | 6                             | 7              | 8                                   | 9  | 10   | 11      |
|       | Total Loans and Advances Of which       |                 | 568554.39          |                                       |                               |                |                                     |  |  |         |
| A     | Standard Assets                         |                 | 462666.91          | 81.38                                 | 0.25                          | 1156.67        | 5467.00                             | 0.00   | 5467.00                                      |         |
|       |   |                 | 87815.72           | 15.45                                 | 0.40                          | 351.26         |                                     |  |  |         |
|       |   |                 | 12824.95           | 2.26                                  | 5.00                          | 641.25         |                                     |  |  |         |
| B     | Non-Performing Assets                   |                 |                    |                                       |                               |                |                                     |  |  |         |
| 1     | Sub-Standard                            |                 | 211.35             | 0.04                                  | 10                            | 21.14          | 20.77                               | 0.36   | 21.14  |         |
| 2     | Doubtful                                |                 | 0.00               | 0.00                                  | 100                           | 0.00           | 0.00                                | 0.00   | 0.00   |         |
|       | i) Overdues > 3 yrs upto 4 yrs Secured  |                 | 0.00               | 0.00                                  | 20                            | 0.00           | 1.94                                | -1.94  | 0.00   |         |
|       | ii) Overdues > 4 yrs upto 6 yrs Secured |                 | 0.00               | 0.00                                  | 30                            | 0.00           | 0.00                                | 0.00   | 0.00   |         |
|       | iii) Overdues > 6 yrs                   |                 |                    |                                       |                               |                |                                     |  |  |         |
|       | a Secured                               |                 | 398.62             | 0.07                                  | 100                           | 398.62         | 646.41                              | -247.79  | 398.62                                       |         |
|       | b Unsecured                             |                 | 320.05             | 0.06                                  | 100                           | 320.05         | 394.66                              | -74.61   | 320.05                                       |         |
|       | Total Doubtful Assets (I+ii+iii) (a+b)  |                 | 718.67             | 0.13                                  |                               | 718.67         | 1043.01                             | -324.34  | 718.67                                       |         |
| 3     | Loss Assets                             |                 | 4307.72            | 0.76                                  | 100                           | 4307.72        | 4277.38                             | 30.34  | 4307.72                                      |         |
|       | <b>GROSS NPAs (B1+B2+B3)</b>            |                 | <b>5237.74</b>     | <b>0.92</b>                           |                               | <b>5047.53</b> | <b>5341.17</b>                      | <b>-293.64</b>                                 | <b>5047.53</b>                               |         |

- Note :**
- No fresh Provision for Standard Assets has been made during the year 2022-23. Total provision of Standard Assets is Rs 5467.00 lacs, as on 31.3.2023. which is excess by Rs 3317.82 lacs against the provision required to be made.
  - Balance in Bad & Doubtful Reserve and Provision as on 31.3.2023 is Rs 15795.09 lacs, Provisioning required for NPA is Rs 5086.12 lacs, thus the Bad & Doubtful Reserve is excess by Rs 10708.97 lacs.

  
AGM

  
General Manager

  
AMD(B)

  
Managing Director



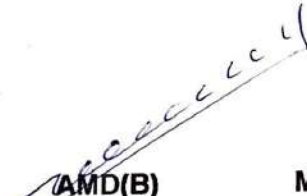
**POSITION OF NET ADVANCES/NET NPAs**

(Rs in lacs)

| Sr. No | Particulars  | 31.3.2021 | 31.3.2022 | 31.3.2023 |
|--------|--|-----------|-----------|-----------|
| 1      | 2  | 3         | 4         | 5         |
| 1      | Gross Advances   | 551820.67 | 552589.18 | 568554.39 |
| 2      | Gross NPAs   | 5735.94   | 5508.25   | 5246.81   |
| 3      | Gross NPAs as a percentage to Gross Advances                     | 1.04      | 1.00      | 0.92      |
| 4      | Deductions :-  |           |           |           |
|        | - Balance in Interest Suspense A/c OIR*                          | 0.00      | 0.00      | 0.00      |
|        | - DICGC/ECGC Claims received & kept in Suspense A/c              | 0.00      | 0.00      | 0.00      |
|        | - Part payment on NPA A/c received & kept in Suspense A/c        | 0.00      | 0.00      | 0.00      |
|        | Total Deductions   | 0.00      | 0.00      | 0.00      |
| 5      | Total NPA Provision held (BDDR Special BDDR after appropriation) | 12970.87  | 14639.97  | 15795.09  |
| 6      | Net Advances (1-2-4)   | 546084.73 | 547080.93 | 563307.58 |
| 7      | Net NPAs (2-4-5)   | 0.00      | 0.00      | 0.00      |
| 8      | Net NPAs as percentage of Net advances                           | 0.00      | 0.00      | 0.00      |

  
AGM

  
General Manager

  
AMD(B)

  
Managing Director



# THE PUNJAB STATE COOPERATIVE BANK LTD, CHANDIGARH

## NOTES TO THE ACCOUNTS

### 1. Introduction and Management

The Punjab State Cooperative Bank Ltd. was registered on 31<sup>st</sup> August 1949 with its area of operations UT Chandigarh and state of Punjab. The Bank has been granted a license no RPCD.PUN.50-S u/s 22 (1) read with Section 56(O) of Banking Regulation Act, 1949. At present, the Bank is running its business through 18 branches. All these branches have been audited for the year ended 31<sup>st</sup> March, 2023. The affairs of the Bank are governed by Administrator of the Bank, as the term of previous BOD has expired in Feb 2021..

### 2. Share Capital

During the year there is no change in the share capital issued. The total share capital subscribed as on 31<sup>st</sup> March 2023 is Rs. 169.81 crores out of which Rs. 0.20 crore is held by State Government and 169.61 crores is held by the Cooperative Institutions.

### 3. Composition of Investment Portfolio

(Rs in Crores)

|  | Investments in 2022-23 |                           |        |               |         |                   | Investments in 2021-22 |                           |        |               |         |                   |
|--|------------------------|---------------------------|--------|---------------|---------|-------------------|------------------------|---------------------------|--------|---------------|---------|-------------------|
|  | Government Securities  | Other Approved Securities | Shares | Bonds of PSUs | Others  | Total investments | Government securities  | Other Approved Securities | Shares | Bonds of PSUs | Others  | Total investments |
| <b>Permanent</b>                                     |                        |                           |        |               |         |                   |                        |                           |        |               |         |                   |
| Gross  | 937.97                 | 0.00                      | 0.10   | 0.00          | 0.00    | 938.07            | 909.57                 | 0.00                      | 0.12   | 0.00          | 0.00    | 909.69            |
| Less: Provision for non-performing investments (NPI) | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              |
| Net  | 937.97                 | 0.00                      | 0.10   | 0.00          | 0.00    | 938.07            | 909.57                 | 0.00                      | 0.12   | 0.00          | 0.00    | 909.69            |
| <b>Current</b>                                       |                        |                           |        |               |         |                   |                        |                           |        |               |         |                   |
| Gross  | 0.00                   | 0.00                      | 0.00   | 0.00          | 1824.64 | 1824.64           | 0.00                   | 0.00                      | 0.00   | 0.00          | 2044.68 | 2044.68           |
| Less: Provision for non-performing investments (NPI) | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              |
| Net  | 0.00                   | 0.00                      | 0.00   | 0.00          | 1824.64 | 1824.64           | 0.00                   | 0.00                      | 0.00   | 0.00          | 2044.68 | 2044.68           |
| <b>Total Investments</b>                             | 937.97                 | 0.00                      | 0.10   | 0.00          | 1824.64 | 2762.71           | 909.57                 | 0.00                      | 0.12   | 0.00          | 2044.68 | 2954.37           |
| Less: Provision for non-performing investments       | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              | 0.00                   | 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    | 0.00              | 0.00                   | 0.00                      | 0.00   | 0.00          | 0.00    | 0.00              |



**Issuer composition of non-SLR investments**

(Rs in Cr)

| Sr. No | Issuer                              | Amount       |               | Extent of Private Placement |               | Extent of 'Below Investment Grade' Securities |               | Extent of 'Unrated' Securities |               | Extent of 'Unlisted' Securities |               |
|--------|-------------------------------------|--------------|---------------|-----------------------------|---------------|---|---------------|--------------------------------|---------------|---------------------------------|---------------|
|        |                                     | 3            |               | 4                           |               | 5   |               | 6                              |               | 7                               |               |
|        |                                     | Current year | Previous year | Current year                | Previous year | Current year                                  | Previous year | Current year                   | Previous year | Current year                    | Previous year |
| 1      | 2                                   |              |               |                             |               |   |               |                                |               |                                 |               |
| a)     | PSUs                                | 0.00         | 0.00          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
| b)     | FIs                                 | 0.00         | 0.02          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
| c)     | Banks                               | 0.00         | 0.00          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
| d)     | Private Corporates                  | 0.00         | 0.00          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
| e)     | Subsidiaries/ Joint Ventures        | 0.00         | 0.00          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
| f)     | Others                              | 0.10         | 0.10          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.10                            | 0.10          |
| g)     | Provision held towards depreciation | 0.00         | 0.00          | 0.00                        | 0.00          | 0.00  | 0.00          | 0.00                           | 0.00          | 0.00                            | 0.00          |
|        | <b>Total</b>                        | <b>0.10</b>  | <b>0.12</b>   | <b>0.00</b>                 | <b>0.00</b>   | <b>0.00</b>                                   | <b>0.00</b>   | <b>0.00</b>                    | <b>0.00</b>   | <b>0.10</b>                     | <b>0.10</b>   |

Bank has investment of Rs 10.20 Lacs in Shares of Other Cooperative Institutions and Shares of IFCI and Central Warehousing Corporation, bank has received Rs 1,37,600.00 as dividend, during the year.

**5. Movement of Provisions for Depreciation and Investment Fluctuation Reserve**

(Rs in Cr)

| Particulars  | Current | Previous |
|--|---------|----------|
|  | Year    | Year     |
| i) Movement of provisions held towards depreciation on investments   |         |          |
| a) Opening balance   | 7.21    | 7.21     |
| 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   | 7.21    | 7.21     |
| ii) Movement of Investment Fluctuation Reserve                       |         |          |
| a) Opening balance   | 0.00    | 0.00     |



|   |      |      |
|---|------|------|
| Add: Amount transferred during the year   | 0.00 | 0.00 |
| Less: Drawdown  | 0.00 | 0.00 |
| d) Closing balance  | 0.00 | 0.00 |
| iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category | 0.26 | 0.24 |

**6. Sale and transfers to/from HTM category/ Permanent category**

Bank is keeping all the Investment in HTM Category and Investments of Rs 35.00 Cr has been matured and got redeemed during FY 2022-23.

**7. Advances to directors, their relatives, companies/firms in which they are interested: -**

The bank does not have a Board of Directors in the F.Y. 2022-23. The bank has been administered by Additional Registrar, Cooperative Societies, Punjab. Therefore, there is no advance to directors, their relatives, companies/firms in which they are interested.

**8. Prominent Figures/Ratios**

(Rs in lacs)

|          |  |         |
|----------|--|---------|
|          | Cost of Deposit of the Bank                              | 4.64%   |
| <b>A</b> | <b>NPAs</b>  |         |
|          | a. Gross NPAs  | 5246.81 |
|          | b. Net NPAs  | 0.00    |
|          | c. Percentage of gross NPAs to total advances            | 0.92%   |
|          | d. Percentage of net NPAs to net advances                | 0.00%   |
| <b>B</b> | <b>Movement of NPAs</b>                                  |         |
|          | Opening Balance as on 1 <sup>st</sup> April 2022         | 5508.25 |
|          | Addition during the year                                 | 111.38  |
|          | Reduction during the year                                | 372.82  |
|          | Closing balance as on 31 <sup>st</sup> March 2023        | 5246.81 |
| <b>C</b> | <b>Profitability</b>                                     |         |
|          | a. Interest income as a percentage of working funds      | 5.61%   |
|          | b. Non Interest income as a percentage of working funds  | 0.05%   |
|          | c. Operating profits as a percentage of working funds    | 0.36%   |
|          | d. Return on Assets                                      | 0.32%   |
|          | e. Business (deposits + advances) per employee (in lacs) | 3869.73 |
|          | f. Profit per employee (in lacs)                         | 10.89   |



## Provisions and contingencies

(Rs in Cr)

| Provision debited to Profit and Loss Account          | Current Year | Previous Year |
|---|--------------|---------------|
| i) Provisions for NPI                                 | 0.00         | 0.00          |
| ii) Provision towards NPA                             | 3.60         | 3.91          |
| iii) Provision made towards Income tax                | 11.98        | 12.6          |
| iv) Other Provisions and Contingencies (with details) | 0.00         | 0.00          |

### 10. Payment of insurance premium to DICGC

The Bank is regularly paying premiums to DICGC. Premium upto 31.03.2023 was paid of Rs 91,73,013.10 on 25.11.2022 and Advance Premium for the half year ending 30.09.2023 will be paid before due date i.e. 31.05.2023.

### 11. Amount transferred to DEAF

(Rs in Cr)

| Particulars                                    | Current Year | Previous Year |
|--|--------------|---------------|
| Opening Balance of amounts transferred to DEAF | 0.63         | 0.63          |
| Amount Transferred to DEAF during the year     | 2.71         | 0.00          |
| Amount reimbursed by DEAF towards claims       | 0.00         | 0.00          |
| Closing Balance of amount transferred to DEAF  | 3.34         | 0.63          |

### 12. Penalty imposed by RBI for any violation.

No penalty has been imposed for any violation by RBI during the FY 2022-23.

### 13. Gratuity & Leave Encashment

The Bank has made a Gratuity Trust, which has further given gratuity to LIC and Income Tax exemption has been taken by Trust. The Gratuity has been invested as per valuation done by LIC. Leave salary is provided every month, the reserve of Leave Encashment, so built, is invested by the Bank in its banking business. The shortfall, if any, will be made good by the Bank. However, the actuarial valuation for Leave Encashment has also been got done from LIC.

Provision for Leave Salary Contribution outstanding as at year end is For Rs. 56,12,61,260.30.

### 14. Related Party Disclosures (AS 18)

No disclosure is required in respect of transactions with related parties which are "State controlled Enterprises" as per paragraph-9 of Accounting Standard (AS) 18. Further in terms of paragraph-5 of AS-18, transactions in nature of banker customer relationship are not required in respect of Key Management Personnel.



## Provision, Contingent Liabilities & Contingent Assets

In conformity with AS 29, "Provisions, Contingent Liabilities and Contingent Assets", issued by the Institute of Chartered Accountants of India, the provision is recognized only when it has a present obligation as a result of past event, it is probable that as outflow or 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.

Contingent Assets are not recognized in the financial statements as this may result in the recognition of income that may never be realized.

There are certain Legal cases pending against the bank which relates to Income Tax, TDS, Other legal cases etc. However as per the management view no such amount has been considered as contingent liabilities except Rs 2,45,71,243.00 Outstanding on account of TDS demand.

### 16. Capital Adequacy Ratio

Bank has maintained CRAR at the level of 14.08% as on 31.3.2023.

17. The Bank has provided for Income-Tax on the basis on taxable profit. Since the depreciation is being provided as per Income Tax Rules, deferred tax liability is not provided as the same is not considered material.
18. Other expenditure (Rs 562.03 lacs) reported in Profit & Loss Account includes an amount of Rs 21,736 on account of Income Tax expense pertaining to income tax in respect previous year. Rs 34,85,496 in the Income relates to Interest on Income Tax refund received.
19. Maturity pattern of certain items of assets and liabilities

(Rs in Crores)

|                                    | Day<br>1 | 2 to<br>7<br>days | 8 to<br>14<br>days | 15 to<br>30<br>days | 31<br>days to<br>2<br>months | Over 2<br>months<br>and to 3<br>months | Over 3<br>months<br>and upto 6<br>months | Over 6<br>months<br>and upto 1<br>year | Over 1<br>year and<br>up to 3<br>years | Over 3<br>years and<br>upto 5<br>years | Over 5<br>years | Total   |
|------------------------------------|----------|-------------------|--------------------|---------------------|------------------------------|--|--|--|--|--|-----------------|---------|
| Deposits                           |          | 163.22            |                    | 76.07               |                              | 699.67                                 | 870.04                                   | 1620.36                                | 394.01                                 | 4.34                                   | 6.28            | 3833.99 |
| Advances                           |          | 75.40             |                    | 0.16                |                              | 41.21                                  | 727.39                                   | 4156.18                                | 208.50                                 | 184.30                                 | 292.40          | 5685.54 |
| Investments                        | 0.00     | 83.64             |                    | 0.00                |                              | 324.00                                 | 50.00                                    | 1393.20                                | 127.81                                 | 175.94                                 | 608.12          | 2762.71 |
| Borrowings                         | 8.00     | 0.00              | 0.00               | 0.00                | 0.00                         | 3.77                                   | 659.92                                   | 3111.72                                | 70.16                                  | 30.07                                  | 0.00            | 3883.64 |
| Foreign<br>Currency<br>assets      | -        | -                 | -                  | -                   | -                            | -                                      | -  | -                                      | -                                      | -                                      | -               | -       |
| Foreign<br>Currency<br>liabilities | -        | -                 | -                  | -                   | -                            | -                                      | -  | -                                      | -                                      | -                                      | -               | -       |





## Sector-wise Advances and Gross NPAs

(Rs in Crores)

| Sr No. | Sector*   | Current Year               |            |   | Previous Year              |            |   |
|--------|---|----------------------------|------------|---|----------------------------|------------|---|
|        |   | Outstanding Total Advances | Gross NPAs | Percentage of Gross NPAs to Total Advances in that sector | Outstanding Total Advances | Gross NPAs | Percentage of Gross NPAs to Total Advances in that sector |
| i)     | Priority Sector   |                            |            |   |                            |            |   |
| a)     | Agriculture and allied activities                                 | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
| b)     | Advances to industries sector eligible as priority sector lending | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
| c)     | Services  | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
| d)     | Personal loans  | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
|        | <b>Subtotal (i)</b>   | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
| ii)    | Non-priority Sector   |                            |            |   |                            |            |   |
| a)     | Agriculture and allied activities                                 | 4626.67                    | 0.00       | 0.00  | 4433.51                    | 0.00       | 0.00  |
| b)     | Industry  |                            |            |   |                            |            |   |
|        | Sugar Industry  | 221.50                     | 0.00       | 0.00  | 212.79                     | 0.00       | 0.00  |
|        | Spinning Industry   | 15.00                      | 15.00      | 100.00  | 15.00                      | 15.00      | 100.00  |
| c)     | Services  | 0.00                       | 0.00       | 0.00  | 0.00                       | 0.00       | 0.00  |
| d)     | Personal & Consumer Loan  | 121.31                     | 6.66       | 5.49  | 78.75                      | 7.44       | 9.45  |
| e)     | Housing Loan  | 2.98                       | 0.05       | 1.68  | 4.06                       | 0.05       | 1.23  |
| f)     | Education Loan  | 2.20                       | 0.00       | 0.00  | 1.75                       | 0.01       | 0.57  |
| g)     | Others  | 695.88                     | 30.76      | 4.42  | 780.03                     | 32.58      | 4.18  |
|        | <b>Sub-total (ii)</b>   | 5685.54                    | 52.47      | 0.92  | 5525.89                    | 55.08      | 1.00  |
|        | <b>Total (I + ii)</b>   | 5685.54                    | 52.47      | 0.92  | 5525.89                    | 55.08      | 1.00  |

### 21. Details of accounts subjected to restructuring.

|              |                          | Agriculture and allied activities |               | Corporates (excluding MSME) |               | Micro, Small and Medium Enterprises (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 (₹ crore)   | -                                 | -             | -                           | -             | -  | -             | -                                       | -             | -            | -             |
|              | Provision held (₹ crore) | -                                 | -             | -                           | -             | -  | -             | -                                       | -             | -            | -             |
| Sub-standard | Number of borrowers      | -                                 | -             | -                           | -             | -  | -             | -                                       | -             | -            | -             |
|              | Gross Amount (₹ crore)   | -                                 | -             | -                           | -             | -  | -             | -                                       | -             | -            | -             |



|          |                          |   |   |   |   |   |   |   |   |   |   |
|----------|--------------------------|---|---|---|---|---|---|---|---|---|---|
| Doubtful | Provision held (₹ crore) | - | - | - | - | - | - | - | - | - | - |
|          | Number of borrowers      | - | - | - | - | - | - | - | - | - | - |
|          | Gross Amount (₹ crore)   | - | - | - | - | - | - | - | - | - | - |
|          | Provision held (₹ crore) | - | - | - | - | - | - | - | - | - | - |
| Total    | Number of borrowers      | - | - | - | - | - | - | - | - | - | - |
|          | Gross Amount (₹ crore)   | - | - | - | - | - | - | - | - | - | - |
|          | Provision held (₹ crore) | - | - | - | - | - | - | - | - | - | - |

## 22. Fraud accounts

Details on the number and amount of frauds as well as the provisioning thereon :-

|   | Current year | Previous year |
|---|--------------|---------------|
| Number of frauds reported   | 4            | 4             |
| Amount involved in fraud (₹ crore)  | 0.02         | 0.02          |
| Amount of provision made for such frauds (₹ crore)  | 0.02         | 0.02          |
| Amount of Unamortised provision debited from 'other reserves' as at the end of the year (₹ crore) | 0            | 0             |

## 23. Exposure to real estate sector

(Rs in Cr)

| Category  | Current Year | Previous Year |
|---|--------------|---------------|
| <i>i) Direct exposure</i>   |              |               |
| <b>a) Residential Mortgages –</b>   |              |               |
| Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits.   | 7.09         | 7.09          |
| <b>b) Commercial Real Estate –</b>  |              |               |
| Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits; | -            | -             |
| <b>c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures –</b>   |              |               |
| i. Residential  | -            | -             |
| ii. Commercial Real Estate  | -            | -             |
| <i>ii) Indirect Exposure</i>  |              |               |
| Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.   | -            | -             |
| <b>Total Exposure to Real Estate Sector</b>   | <b>7.09</b>  | <b>7.09</b>   |



## 24. Exposure to capital market

| Particulars  | Current Year | Previous Year |
|--|--------------|---------------|
| i) Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt;  | -            | -             |
| ii) Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds;   | -            | -             |
| iii) Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;   | -            | -             |
| iv) Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances; | -            | -             |
| v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;   | -            | -             |
| vi) Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;  | -            | -             |
| vii) Bridge loans to companies against expected equity flows / issues;   | -            | -             |
| viii) Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;  | -            | -             |
| ix) Financing to stockbrokers for margin trading;  | -            | -             |
| x) All exposures to Venture Capital Funds (both registered and unregistered)   | -            | -             |
| <b>Total exposure to capital market</b>  | -            | -             |

## 25. Unsecured advances

Rs in Cr

| Particulars  | Current year | Previous Year |
|--|--------------|---------------|
| Total unsecured advances of the bank   | 138.12       | 93.91         |
| Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken | 0.00         | 0.00          |
| Estimated value of such intangible securities  | 0.00         | 0.00          |

## 26. Factoring exposures

There are no factoring exposures with the bank.



## Exposure of Advances

| Sl. No | Exposure to   | Current year             |                   |  | Previous year            |                   |  |
|--------|---|--------------------------|-------------------|--|--------------------------|-------------------|--|
|        |   | Gross Exposure (₹ crore) | Advances(₹ crore) | Out of which gross non-performing advances (₹ crore) | Gross Exposure (₹ crore) | Advances(₹ crore) | Out of which gross non-performing advances (₹ crore) |
| 1.     | Central Co-operative banks                                | 6360.65                  | 4723.26           | 0.00   | 7395.00                  | 4554.79           | 0.00   |
| 2.     | Apex Societies  | 0.00                     | 0.00              | 0.00   | 0.00                     | 0.00              | 0.00   |
| 3.     | Primary Agricultural Credit Societies (PACS) – on lending | 0.00                     | 0.00              | 0.00   | 0.00                     | 0.00              | 0.00   |
| 4.     | PACS- other exposure                                      | 1.04                     | 1.04              | 1.04   | 1.04                     | 1.04              | 1.04   |
| 5.     | Other credit societies                                    | 0.00                     | 0.00              | 0.00   | 0.00                     | 0.00              | 0.00   |
| 6.     | Other non-credit co-operative societies                   | 474.92                   | 242.52            | 15.00  | 317.68                   | 228.24            | 15.00  |
| 7.     | Companies   | 26.70                    | 26.70             | 26.70  | 26.70                    | 26.70             | 26.70  |
| 8.     | Public Sector Undertakings                                | 525.00                   | 525.00            | 0.00   | 525.00                   | 525.00            | 0.00   |

### 28. Concentration of deposits, advances, exposures and NPAs

#### a) Concentration of deposits

(Amount in ₹ crore)

| Particulars   | Current Year | Previous Year |
|---|--------------|---------------|
| Total deposits of the twenty largest depositors                                   | 1203.53      | 585.47        |
| Percentage of deposits of twenty largest depositors to total deposits of the bank | 30.99%       | 15.76%        |

#### b) Concentration of advances

(Amount in ₹ crore)

| Particulars  | Current Year | Previous Year |
|--|--------------|---------------|
| Total advances to the twenty largest borrowers                                   | 1008.92      | 1020.57       |
| Percentage of advances to twenty largest borrowers to total advances of the bank | 17.75%       | 18.47%        |



**c) Concentration of exposures**

(Amount in ₹ crore)

| Particulars  | Current Year | Previous Year |
|--|--------------|---------------|
| Total exposure to the twenty largest borrowers/customers   | 5306.18      | 5156.44       |
| Percentage of exposures to the twenty largest borrowers/customers to the total exposure of the bank on borrowers/customers | 93.33%       | 93.31%        |

**d) Concentration of NPAs**

(Amount in ₹ crore)

|   | Current Year | Previous Year |
|---|--------------|---------------|
| Total Exposure to the top twenty NPA accounts                                   | 44.85        | 46.60         |
| Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs. | 85.48%       | 84.60%        |

**29. Disclosure of complaints**

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

| Sr. No | Particulars   | Previous year | Current year |
|--------|---|---------------|--------------|
|        | Complaints received by the bank from its customers  |               |              |
| 1.     | Number of complaints pending at beginning of the year   | -             | -            |
| 2.     | Number of complaints received during the year   | 0             | 4            |
| 3.     | Number of complaints disposed during the year   | 0             | 4            |
| 3.1    | Of which, number of complaints rejected by the bank   | 0             | 0            |
| 4.     | Number of complaints pending at the end of the year   | 0             | 0            |
|        | Maintainable complaints received by the bank from Office of Ombudsman                                       |               |              |
| 5.     | Number of maintainable complaints received by the bank from Office of Ombudsman                             | -             | -            |
| 5.1.   | Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman                            | -             | -            |
| 5.2    | Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman | -             | -            |
| 5.3    | Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank         | -             | -            |
| 6.     | Number of Awards unimplemented within the stipulated time (other than those appealed)                       | -             | -            |

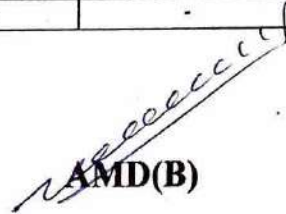


b) Top five grounds<sup>40</sup> of complaints received by the bank from customers

| Grounds of complaints, (i.e. complaints relating to) | Number of complaints pending at the beginning of the year | Number of complaints received during the year | % increase/ decrease in the number of complaints received over the previous year | Number of complaints pending at the end of the year | Of 5, number of complaints pending beyond 30 days |
|--|---|---|--|---|---|
| 1  | 2   | 3   | 4  | 5   | 6   |
| Current Year   |   |   |  |   |   |
| Ground - 1   | -   | -   | -  | -   | -   |
| Ground - 2   | -   | -   | -  | -   | -   |
| Ground - 3   | -   | -   | -  | -   | -   |
| Ground - 4   | -   | -   | -  | -   | -   |
| Ground - 5   | -   | -   | -  | -   | -   |
| Others   | 0   | 4   | -  | 0   | 0   |
| <b>Total</b>   | 0   | 4   | -  | 0   | 0   |
| Previous Year  |   |   |  |   |   |
| Ground - 1   | -   | -   | -  | -   | -   |
| Ground - 2   | -   | -   | -  | -   | -   |
| Ground - 3   | -   | -   | -  | -   | -   |
| Ground - 4   | -   | -   | -  | -   | -   |
| Ground - 5   | -   | -   | -  | -   | -   |
| Others   | -   | -   | -  | -   | -   |
| <b>Total</b>   | -   | -   | -  | -   | -   |

  
AGM

  
GM

  
AMD(B)

  
Managing Director

Place: Chandigarh  
Dated: 29.05.2023



# THE PUNJAB STATE COOPERATIVE BANK CHANDIGARH

## SIGNIFICANT ACCOUNTING POLICIES

### **BASIS OF PREPARATION**

- (i) The financial statements have been prepared on the historical cost basis and conform, in all material aspects, generally accepted accounting principles in India, which encompass applicable statutory provisions, RBI to the extent applicable, regulatory norms prescribed by NABARD, Accounting Standards issued by the Institute of Chartered Accountants of India.
- (ii) The preparation of Financial Statements requires the management to make estimates and assumptions considered in the reported accounts of assets and liabilities (including contingent liabilities) as of the financial statements and the reported income and expenses during the reporting period.

### **2. METHOD OF ACCOUNTING**

The accounts have been prepared "On going concern" basis with accrual concept and in accordance with the accounting policies and practices consistently followed unless otherwise stated.

### **3. REVENUE RECOGNITION**

- (i) Income and expenditure are accounted for on accrual basis except otherwise stated elsewhere.
- (ii) Interest subvention from NABARD is recognized in the Profit & Loss Account on cash basis i.e. as and when the subvention is received.
- (iii) Interest income is recognized in the Profit and Loss Account as it accrues except, income from non-performing assets (NPA's) which is recognized upon realization as per the prudential norms prescribed.
- (iv) Recovery in Non-performing advances is appropriated first towards overdue interest and thereafter towards overdue principal amount.
- (v) Commission on Banks Guarantee, Locker Rent, Rent on Bank premises, Penal Interest are accounted for on realization.
- (vi) Interest on income-tax refund is accounted on receipt of refund from Department.

### **4. ADVANCES**

The classification of advances into Standards, Sub standards, Doubtful and Loss Assets as well as provisioning on Standard Advances and Non Performing Advances is arrived at in accordance with the Income Recognition, Assets Classification and Provisioning Norms prescribed by the RBI from time to time. Amount recovered against debts written off in earlier years are recognized as revenue.

### **5. INVESTMENTS**

- (i) Investments are purchased from Primary Market and the entire portfolio of investments is held till maturity. No market value is determined at the year end and the investments are shown in the balance sheet at cost. The premium paid on the purchase of investment has been amortised over the period of investment.



Investments are accounted for in accordance with regulatory guidelines. The Bank follows trade date method for accounting of its investments.

- (i) **Valuation** - The book value/face value has been considered for arriving at the value of investments. The investments in securities are of Central/State institutions and thus market value has been considered not less than the book value.

## 6. FIXED ASSETS & DEPRECIATION

- (i) Fixed assets are carried at written down value. Depreciation is charged as per the rates specified as per Income Tax Act, 1961.
- (ii) Cost includes cost of purchase and all expenditure such as site preparation, installation costs and professional fees incurred on the assets, if any, before it is put to use. Subsequent expenditure incurred on assets put to use is capitalized only when it increases the future benefit from such assets or their functioning capability.

## 7. TAXES ON INCOME

Income tax is determined on the basis of taxable income for the year and accordingly provision is made. Deferred tax charge or credit as required under AS 22 is not determined or recognized.

## 8. OPERATING LEASES

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased asset are classified as Operating Leases. Operating Lease payments are recognized as an expense in the Profit and Loss Account during the year as lease agreement.

## 9. EMPLOYMENT BENEFITS


The Bank contributes 12% of salary (Basic Pay, Dearness Pay & Interim Relief & DA) to employees toward Provident Fund Contribution. The Provident Fund Contribution together with employee share is deposited with Provident Fund Trust of the Bank, which is charged to Profit & Loss Account of the Bank. Part of the amount is deposited by the Trust towards pension contribution to Regional Provident Fund Commissioner. Contribution of 11% of salary is also made towards Leave Salary. This amount is also charged to the Profit & Loss account. Contribution towards Gratuity is also made for payment of gratuity to employees based on length of service of employees.

## 10. OTHERS

Allocation of profit is made as per directions of the Registrar of Co-operative Societies, Punjab.

  
AGM

  
GM

  
AMD(B)

  
Managing Director

Place: Chandigarh  
Dated: 29.05.2023





**Name of the Bank: The Punjab State Cooperative Bank Ltd Chandigarh**  
**Capital Funds, Risk Assets/ Exposures and Risk-Asset Ratio**  
**Part - A : Capital Funds and Risk Assets Ratio (Provisional)**

| <b>Part A - Capital Funds and Risk Assets Ratio</b> |   | <b>31.3.2023</b> |
|---|---|------------------|
| I   | <b>Capital Funds</b>  |                  |
| A   | <b>Tier I Capital elements</b>  |                  |
| 1   | <b>Paid up capital</b>  |                  |
|   | Less1   | <b>16981.34</b>  |
| 1.1   | Accumulated losses  | 0.00             |
| 1.2   | Shortfall in provisions   | 0.00             |
| 2   | <b>Net paid-up Capital</b>  | <b>16981.34</b>  |
| 3   | <b>Innovative Perpetual Debt Instruments (IPDI)</b>                     | <b>0.00</b>      |
| 4   | <b>Reserves and Surplus</b>   |                  |
| 4.1   | Statutory reserves  | <b>48794.37</b>  |
| 4.2   | Capital reserves (Note 2)   | 20458.98         |
| 4.3   | Other reserves* (Specify)   | 0.00             |
| 4.4   | Surplus in Profit and Loss Account (Note 3)                             | 25657.31         |
| 5   | <b>Total Tier I Capital</b>   | <b>2678.08</b>   |
| B   | <b>Tier II Capital elements</b>   |                  |
| 1   | Revaluation reserves (Note 4)   | <b>14669.15</b>  |
| 2   | General provisions and loss reserves (Note 5)                           | 6815.73          |
| 3   | Investment fluctuation reserves/ funds                                  | 7132.14          |
| 4   | Innovative Perpetual Debt Instruments (IPDI)                            | 721.28           |
| 5   | Long Term (Subordinated) Deposits (LTDs)                                | 0.00             |
|   | Less:   | 0.00             |
| 5.1   | Investments in LTDs of DCCBs  | 0.00             |
| 6   | HEAD ROOM DEDUCTION   |                  |
| 7   | <b>Net Tier II Capital</b>  | <b>14669.15</b>  |
| C   | <b>Total Capital (Tier I + Tier II)</b>                                 | <b>80444.86</b>  |
| II  | <b>Risk Assets</b>  |                  |
| 1   | Adjusted value of funded risk assets i.e. on Balance Sheet items        | 570570.90        |
| 2   | Adjusted value of non-funded and off-Balance Sheet items                | 580.23           |
| 3   | <b>Total Risk Weighted Assets</b>                                       | <b>571151.13</b> |
| III   | <b>Percentage of Capital Funds to Risk Weighted Assets (I/II * 100)</b> | <b>14.08</b>     |

Place : Chandigarh  
Dated : 29.05.2023

for Charanjit Singh & Associates  
FRN/015328N



Avneet Singh  
Partner  
M.No 526217

23526217BGVXRH4522

Other reserves

| Sr. No | Particulars                         | Amount   |
|--------|-------------------------------------|----------|
| 1      | Agricultural Credit Stab Fund       | 18608.78 |
| 2      | Building Fund                       | 1523.74  |
| 3      | Building and Insfra Fund            | 3411.93  |
| 4      | Dividend Equalization Fund          | 7.00     |
| 5      | Share Transfer Fund                 | 652.74   |
| 6      | Common Good Fund                    | 461.24   |
| 7      | PRIMARY COOPERATIVE SOC. VIKAS FUND | 273.09   |
| 8      | PACS AND CCBs DEVELOPMENT FUND      | 218.67   |
| 9      | COOPERATIVE DEVELOPMENT FUND        | 23.04    |
| 10     | Employee Welfare Fund               | 477.08   |
|        |                                     | 25657.31 |

|                                     |          |
|-------------------------------------|----------|
| BAD AND DOUBTFUL DEBTS RESV         | 11376.11 |
| PROV -BAD AND DOUBTFUL DEBT(IT ACT) | 4418.98  |
| CONT. PROV. AGST STANDARD ASSETS    | 5467.00  |
| Total                               | 21262.09 |
| Less NPA Provision                  | 7235.30  |
|                                     | 14026.79 |

|                            |           |
|----------------------------|-----------|
| Total Risk Weighted Assets | 570570.90 |
| 1.25% of which is          | 7132.14   |



**B - Risk Weight Assets and Exposures**

|   | Book Value  | Margins and Provisions | Book Value (net) | Risk Weight (%) | Risk Adjusted Value |
|---|-------------|------------------------|------------------|-----------------|---------------------|
| <b>Asset Items</b>  |             |                        |                  |                 |                     |
| <b>I Cash and Bank Balances</b>   | 15,548.80   | 0.00                   | 15,548.80        |                 | 27.28               |
| 1 Cash, balances with RBI   | 15,412.42   | 0.00                   | 15,412.42        | 0.00            | 0.00                |
| 2 Balances in current account with other Banks  | 136.38      | 0.00                   | 136.38           | 20.00           | 27.28               |
| <b>II Investments</b>   | 2,76,270.60 | 0.00                   | 2,76,270.60      |                 | 43,409.77           |
| 1 Investments in Govt. Securities   | 90,296.40   | 0.00                   | 90,296.40        | 2.50            | 2,257.41            |
| 2 Investments in other approved securities guaranteed by central/ state govt.   | 3,500.00    | 0.00                   | 3,500.00         | 2.50            | 87.50               |
| 3 Investments in other securities where payment of interest and repayment of principal are guaranteed by central govt. (It will include Indra/ Kisan Vikas Patra and investment in bonds and debentures where payment of interest and principal is guaranteed by Central Government/ State Governments)   | 0.00        | 0.00                   | 0.00             | 2.50            | 0.00                |
| 4 Investments in other securities where payment of interest and repayment of principal are guaranteed by state govt. (If, the same has become NPA, it will attract 102.5% risk weight and therefore include under all other investments at x below.)  | 0.00        | 0.00                   | 0.00             | 2.50            | 0.00                |
| 5 Investments in other approved securities where payment of interest and repayment of principal are not guaranteed by central/state govts.  | 0.00        | 0.00                   | 0.00             | 22.50           | 0.00                |
| 6 Investments in govt. guaranteed securities of govt. undertakings which do not form part of the approved market borrowing programme.   | 0.00        | 0.00                   | 0.00             | 22.50           | 0.00                |
| 7 Claims on commercial banks, DCCBs and StCBs such as FDs, CDs, money at call and short notices etc.  | 1,82,464.00 | 0.00                   | 1,82,464.00      | 22.50           | 41,054.40           |
| 8 Investments in bonds issued by All India Public Financial Institutions  | 0.00        | 0.00                   | 0.00             | 102.50          | 0.00                |
| 9 Investments in bonds issued by Public Financial Institutions for their Tier II Capital  | 0.00        | 0.00                   | 0.00             | 102.50          | 0.00                |
| 10 All other investments  | 10.20       | 0.00                   | 10.20            | 102.50          | 10.46               |
| <b>III Loans and Advances including bills purchased and discounted</b>  | 5,68,554.39 | 5,050.49               | 5,63,503.90      |                 | 5,07,836.57         |
| 1 Loans guaranteed by GOI   | 50,142.00   | 0.00                   | 50,142.00        | 0.00            | 0.00                |
| 2 Loans guaranteed by State Govt.   | 0.00        | 0.00                   | 0.00             | 0.00            | 0.00                |
| 3 State Government guaranteed advance which has become a non performing asset   | 0.00        | 0.00                   | 0.00             | 100.00          | 0.00                |
| 4 Loans granted to PSUs of GOI  | 0.00        | 0.00                   | 0.00             | 100.00          | 0.00                |
| 5 Loans granted to PSUs of State Govt.  | 3,557.00    | 0.00                   | 3,557.00         | 100.00          | 3,557.00            |
| 6 Housing Loans   |             |                        |                  |                 |                     |
| 6.1 Loans to individuals (fully secured by mortgage of residential properties) up to Rs. 30 lakh [LTV ratio should be computed as a percentage of total outstanding in the account (viz. principal + accrued interest + other charges pertaining to the loan without any netting) in the numerator and the realizable value of the residential property mortgaged to the bank in the denominator] |             |                        |                  |                 |                     |
| a LTV ratio is equal to or less than 75 per cent  | 378.88      | 2.29                   | 376.37           | 50.00           | 188.19              |
| b LTV ratio is more than 75 per cent  | 0.00        | 0.00                   | 0.00             | 100.00          | 0.00                |
| 6.2 Housing-others  | 0.00        | 0.00                   | 0.00             | 100.00          | 0.00                |
| 7 Consumer credit including Personal Loan   | 11,441.74   | 500.86                 | 10,940.88        | 125.00          | 13,676.10           |
| 8 Loans up to Rs. 1 lakh against gold and silver ornaments (Where the loan amount exceeds Rs. 1 lakh, the entire loan amount has to be assigned the risk weight applicable for the purpose for which the loan has been sanctioned)  | 0.00        | 0.00                   | 0.00             | 50.00           | 0.00                |
| 9 All other loans and advances including Education loan   | 4,94,634.73 | 4,547.34               | 4,90,087.39      | 100.00          | 4,90,087.39         |
| 10 Loans extended against primary / collateral security of shares/ debentures   | 0.00        | 0.00                   | 0.00             | 125.00          | 0.00                |
| 11 Leased Assets  | 0.00        | 0.00                   | 0.00             | 100.00          | 0.00                |
| 12 Advance guaranteed by DICGC/ ECGC (The risk weight of 50% should be limited to the amount guaranteed and not the entire outstanding balance in the accounts. In other words, the outstanding in excess of the amount guaranteed, will carry 100% risk weight.)   | 0.00        | 0.00                   | 0.00             | 50.00           | 0.00                |
| 13 Advance against term deposits, life policies, NSC, IVPs, and KVPs where adequate margin is available.  | 6,760.78    | 0.00                   | 6,760.78         | 0.00            | 0.00                |



|   |   |                    |                  |                    |             |                    |
|---|---|--------------------|------------------|--------------------|-------------|--------------------|
|   | ns and advances granted by State/Central cooperative banks to their own staff , which are fully covered by superannuation benefits and mortgage of flat/house                             | 1,639.48           | 0.00             | 1,639.48           | 20.00       | 327.90             |
| V | <b>Other Assets</b>   | <b>35,015.03</b>   | <b>10,343.93</b> | <b>24,671.10</b>   |             | <b>19,297.29</b>   |
| 1 | Premises, furniture and fixtures  | 15,797.16          | 0.00             | 15,797.16          | 100.00      | 15,797.16          |
| 2 | Interest due on GOI securities  | 1,528.33           | 0.00             | 1,528.33           | 0.00        | 0.00               |
| 3 | Accrued interest on CRR balances maintained with RBI and claims on RBI on account of Government transactions (net of claims of government / RBI on banks on account of such transactions) | 0.00               | 0.00             | 0.00               | 0.00        | 0.00               |
| 4 | Interest receivable on staff loans  | 334.84             | 0.00             | 334.84             | 20.00       | 66.97              |
| 5 | Interest receivable from banks  | 4,472.01           | 0.00             | 4,472.01           | 20.00       | 894.40             |
| 6 | All other Assets  | 12,882.69          | 10,343.93        | 2,538.76           | 100.00      | 2,538.76           |
| V | <b>Total</b>  | <b>8,95,388.82</b> | <b>15,394.42</b> | <b>8,79,994.40</b> | <b>0.00</b> | <b>5,70,570.90</b> |
|   |   |                    |                  |                    | @ 1.25%     | 7,132.14           |



**THE PUNJAB STATE CO-OPERATIVE BANK LTD.**

**Part C-Off Balance Sheet items:**

|   | Client/<br>Obligant/Guarantor | Gross Book<br>Exposure | Margins and<br>provisions | Net Exposure | CCF for<br>Contingent % | RW for Obligant % | Risk Adjusted<br>Value of Exposure |
|---|-------------------------------|------------------------|---------------------------|--------------|-------------------------|-------------------|------------------------------------|
| <b>Credit Contingent/ OBS items</b>                     |                               |                        |                           |              |                         |                   |                                    |
| 1. Letter of Credit (Doc)                               | Govt.                         | 0.00                   | 0.00                      | 0.00         | 20.00                   | 0.00              | 0.00                               |
| 2. Letter of Credit (Doc)                               | Banks                         | 0.00                   | 0.00                      | 0.00         | 20.00                   | 20.00             | 0.00                               |
| 3. Letter of Credit (Doc)                               | Others                        | 0.00                   | 0.00                      | 0.00         | 20.00                   | 100.00            | 0.00                               |
| <b>4. Total letter of Credit</b>                        |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>0.00</b>                        |
| 5. Guarantees - Financial                               | Govt.                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 0.00              | 0.00                               |
| 6. Guarantees - Financial                               | Banks                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 20.00             | 0.00                               |
| 7. Guarantees - Financial                               | Others                        | 0.55                   | 0.00                      | 41.22        | 100.00                  | 100.00            | 18.35                              |
| <b>8. Total Guarantees-Financial</b>                    |                               | <b>0.55</b>            | <b>0.00</b>               | <b>41.22</b> |                         |                   | <b>18.35</b>                       |
| 9. Guarantees - Others                                  | Govt.                         | 0.00                   | 0.00                      | 0.00         | 50.00                   | 0.00              | 0.00                               |
| 10. Guarantees - Others                                 | Banks                         | 0.00                   | 0.00                      | 0.00         | 50.00                   | 20.00             | 0.00                               |
| 11. Guarantees - Others                                 | Others                        | 0.00                   | 0.00                      | 0.00         | 50.00                   | 100.00            | 0.00                               |
| <b>12. Total Guarantees-Others</b>                      |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>0.00</b>                        |
| 13. Acceptance and Endorsements                         | Govt.                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 0.00              | 0.00                               |
| 14. Acceptance and Endorsements                         | Banks                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 20.00             | 0.00                               |
| 15. Acceptance and Endorsements                         | Others                        | 0.00                   | 0.00                      | 0.00         | 100.00                  | 100.00            | 0.00                               |
| <b>16. Total Acceptance and Endorsements</b>            |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>0.00</b>                        |
| 17. Undrawn Committed credit lines                      | Govt.                         | 0.00                   | 0.00                      | 0.00         | 20.00                   | 0.00              | 0.00                               |
| 18. Undrawn Committed credit lines                      | Banks                         | 0.00                   | 0.00                      | 0.00         | 20.00                   | 20.00             | 0.00                               |
| 19. Undrawn Committed credit lines                      | Others                        | 0.00                   | 0.00                      | 0.00         | 20.00                   | 100.00            | 0.00                               |
| <b>20. Total Undrawn Committed credit lines</b>         |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>0.00</b>                        |
| 21. Transactions/ Asset sale with Recourse              | Govt.                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 0.00              | 0.00                               |
| 22. Transactions/ Asset sale with Recourse              | Banks                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 20.00             | 0.00                               |
| 23. Transactions/ Asset sale with Recourse              | Others                        | 0.00                   | 0.00                      | 0.00         | 100.00                  | 100.00            | 0.00                               |
| <b>24. Total Transactions/ Asset sale with Recourse</b> |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>0.00</b>                        |
| 25. Liability on account of partly paid shares          |                               | 0.00                   | 0.00                      | 0.00         | 100.00                  | 100.00            | 0.00                               |
| 26. Others  | Govt.                         | 245.71                 | 0.00                      | 0.00         | 100.00                  | 0.00              | 0.00                               |
| 27. Others  | Banks                         | 0.00                   | 0.00                      | 0.00         | 100.00                  | 20.00             | 0.00                               |
| 28. Others  | Others                        | 333.97                 | 0.00                      | 10.04        | 100.00                  | 100.00            | 25.66                              |
| <b>29. Total Others</b>                                 |                               | <b>579.68</b>          | <b>0.00</b>               | <b>10.04</b> |                         |                   | <b>25.66</b>                       |
| <b>30. Total Contingent Credit Exposure</b>             |                               | <b>0.00</b>            | <b>0.00</b>               | <b>0.00</b>  |                         |                   | <b>44.21</b>                       |
| 31. Claims against bank not acknowledged as debt        |                               | 580.23                 | 0.00                      | 51.26        | 100.00                  | 100.00            | 97.39                              |

**Part C.1-Contracts and Derivatives [Foreign Exchange]**

|                                | Notional Principal<br>Amount | Risk Weight (%) | Risk Adjusted<br>Value |
|--------------------------------|------------------------------|-----------------|------------------------|
| 1 Forward Forex. Contract      | 0.00                         | 0.00            | 0.00                   |
| 2 Interest rate contract       | 0.00                         | 0.00            | 0.00                   |
| 3 Others                       | 0.00                         | 0.00            | 0.00                   |
| <b>4 Total</b>                 | <b>0.00</b>                  |                 | <b>0.00</b>            |
| 5 Less provisions              | 0.00                         |                 | 0.00                   |
| <b>6 Total for derivatives</b> | <b>0.00</b>                  |                 | <b>0.00</b>            |



**THE PUNJAB STATE COOPERATIVE BANK LIMITED, CHANDIGARH**  
**AUDIT CLASSIFICATION FOR THE YEAR ENDED 31.3.2023**

| Sr. No | Particulars   | Total Marks | Remarks   | Marks obtained |
|--------|---|-------------|---|----------------|
| 1      | <b><u>Capital Adequacy</u></b>  | 15          |   |                |
| i)     | Net Worth as percentage to total Assets   | 5           | Net Worth to Total Assets of the Bank is 8.76% (784.18/8953.89) as on 31.3.2023, hence 5 marks awarded.   | 5              |
|        | ➤ 5%  | 5           |   |                |
|        | 4% to 5%  | 4           |   |                |
|        | 2% to 4%  | 2.50        |   |                |
|        | 0.25% to 2%   | 1.25        |   |                |
|        | Less than 0.25%   | Nil         |   |                |
| ii)    | Capital to Risk Weighted Assets   | 10          | The Capital Adequacy of the Bank is 14.08% (804.45/5711.51) as on 31.3.2023, hence 10 marks awarded.  | 10             |
|        | ➤ 9%  | 10          |   |                |
|        | 7% to 9%  | 8           |   |                |
|        | 4% to 7%  | 5           |   |                |
|        | Less than 4%  | Nil         |   |                |
| 2      | <b><u>Asset Quality</u></b>   |             |   |                |
| 1      | Level of NPA (Gross NPA as percentage to total loans & Advances Outstanding)                    | 15          | NPA of the PSCB is less than 5% i.e. approx. 1% as on 31.3.2023, thus the bank is entitled for 10 marks.  | 10             |
|        | Upto 5%   | 10          |   |                |
|        | ➤ 5% to 8%  | 8           |   |                |
|        | ➤ 8% to 12%   | 5           |   |                |
|        | ➤ 12% to 15%  | 2.50        |   |                |
|        | ➤ 15%   | Nil         |   |                |
| 2      | Percentage of Provisioning made to provisioning required to be made                             | 5           | Bank has made 100% provisioning, required to be made for NPA as follows:- (In Lakhs)<br>Provision required to be made Rs 5086.12<br>Provision made Rs 15795.09<br>Provision required for St. Assets Rs 2149.18<br>Provision made for St. Assets Rs 5467.00<br>Provision has been made in full, thus the bank is entitled for 5 marks. | 5              |
|        | 100%  | 5           |   |                |
|        | 90% to 100%   | 4           |   |                |
|        | 85% to 90%  | 2.50        |   |                |
|        | 80% to 85%  | 1.25        |   |                |
|        | Less than 80%   | Nil         |   |                |
| 3      | <b><u>Management</u></b> (Marks to be awarded depending on the degree of efficiency under each) | 10          |   |                |
| i)     | <b><u>Leadership</u></b>  |             |   |                |



|  |                             |   |      |
|--|-----------------------------|---|------|
| <p>Elected Board, Committees including Audit Committee, in position and work like professionals for development of the bank. Regular holding of meetings and reviews of issues like deposit mobilization, recovery performance, investments, audit report, NABARD Inspection Report and review of compliance, etc by the Board if the elected Board does not exist the auditor will have to assess the performance of the administrator.</p> | 2                           | Regular quarterly agendas are placed before the Management to review the performance of the bank and no Compliance/report is pending  | 1    |
| <p>ii) <u>Top Management</u><br/>CEO/GM in place and well versed with the working of the bank. Efficient and effective to implement the policies of the bank, which are in conformity with the guidance of GOI/RBI/NABARD.</p>   | 2                           | AMD(B), GMs and other higher officials are well versed with the working of the bank. Effective and efficient implementation of policies are done; hence full mark is given.                   | 2    |
| <p>iii) <u>2<sup>nd</sup> Line of Management</u><br/>a Well groomed officers with succession planning.<br/>b One or two groomed without succession planning.<br/>c Potential officers with some grooming.<br/>d Potential officers without grooming.</p>   | 2<br>2<br>1.60<br>1<br>0.50 | Well groomed officers with succession planning, hence 2 mark are given.   | 2    |
| <p>iv) <u>Organization and Job Description</u><br/>Full marks if the objective of the organization and job description well defined.</p>   | 1                           | Objective of the organization and job description is not well defined.  | 0.50 |
| <p>v) <u>Recruitment Policy</u><br/>Well defined policy with no violation in implementation</p>  | 1                           | Recruitment policy of the bank is well defined. Bank has recruited Sr. Managers, Managers, System analysts and Clerk cum data entry operators during last years. Thus full 1 mark is awarded. | 1    |
| <p>vi) <u>Training</u><br/>Full marks it training policy/plan with definite scientific training requirement and long term strategies.</p>  | 1                           | Training has been provided to the staff at ACSTI, Jalandhar, PICT, Chandigarh and other National Level Institutes.  | 1    |
| <p>vii) <u>Rotation of Staff</u><br/>a. Periodical rotation of job for all staff as per policy<br/>b. Periodical rotation of job is done for a few staff members<br/>c. but without any policy.<br/>Adhoc/No rotation</p>  | 1                           | Periodic rotation is done occasionally, hence 0.50 marks is given.  | 0.50 |
| <p>4 <u>Earnings</u></p>   | 10                          |   |      |
| <p>1 <u>Operating Profit</u><br/>(Interest Income on Loan &amp; Advances and investments +</p>   | 5                           |   |      |



|   |   |   |          |
|---|---|---|----------|
| <p>Other Operating Income – interest expenses on Deposits and borrowings + staff cost + other operating cost like rent, postage &amp; stationery etc.)</p> <ul style="list-style-type: none"> <li>- If operating Profit is more than the provisions required to be made</li> <li>- If operating profit earned can cover only 75% of the provision required to be made</li> <li>- If operating profit earned can cover only 50% of the provision required to be made.</li> <li>- If Operating Profit earned can cover only 40% of the provisions required to be made</li> <li>- If operating Profit earned can cover only less than 40% of the provision required to be made.</li> </ul> | <p>5<br/>4<br/>2.50<br/>1.25<br/>0</p>                | <p>Operating Profit of the Bank is much more than the provisions required to be made. Hence full 5 mark to be given to the bank.</p>  | <p>5</p> |
| <p>2 Net Profit<br/>(Operating Profit + Other Income like sale of assets transfer from reserves etc. minus other cost, provisions, taxes etc.)</p> <ul style="list-style-type: none"> <li>- if Net Profit is earned after making full provision required to be made and contributed to various reserves as per bye-laws and surplus available for dividend.</li> <li>- Net Profit adequate to make provisions, but not adequate to declare dividend.</li> <li>- Net Profit adequate to make provisions, but not adequate to contribute to reserve.</li> <li>- Net profit but not adequate to make provisions and contribute to reserves.</li> <li>- Net loss</li> </ul>                 | <p>5<br/>5<br/>4<br/>2.50<br/>1.25<br/>0.00</p>       | <p>Net Profit of the Bank as on 31.3.2023 is Rs. 26.78 Crores.</p>  | <p>5</p> |
| <p>5 <b><u>Liquidity and Funds Management</u></b></p> <p>1 <b><u>Maintenance of CRR/SLR</u></b></p> <ul style="list-style-type: none"> <li>i) No CRR/SLR violation</li> <li>ii) If no CRR violation, but violated SLR requirement on not more 2 occasions.</li> <li>iii) If no CRR violation but violated SLR on more than 3 occasions.</li> <li>iv) occasions.</li> <li>v) CRR violation on more than 2 occasions but no SLR violation<br/>Both SLR/CRR Violated.</li> </ul>   | <p>15<br/>5<br/>5<br/>4<br/>2.50<br/>1.25<br/>Nil</p> | <p>Bank has maintained average CRR as per RBI Act and maintained 18.00% SLR as per Banking Regulation Act, 1949. It has never defaulted in maintenance of SLR. Bank has not defaulted in maintenance of daily minimum CRR level during the year 2022-23, thus the bank is entitled for 5 marks.</p> | <p>5</p> |





|      |  |      |   |   |
|------|--|------|---|---|
| 2    | <b><u>Timely repayment of Borrowings</u></b>   | 2    |   |   |
| i)   | No Default   | 2    |   |   |
| ii)  | Defaulted but late paid  | 0.80 |   |   |
| iii) | Single Default   | 0.50 |   |   |
| iv)  | Defaulted more than Twice  | Nil  |   |   |
| 3    | <b><u>Cash Management</u></b>  |      |   |   |
|      | Auditors may use their discretion duly examining the review and revision of cash retention limit by the bank extent of excess retention, period of excess cash retention etc.  | 1    | Cash management of the bank is satisfactory; thus the bank is entitled for 1 mark.  | 1 |
| 4    | <b><u>ALM/ALCO in position</u></b>   |      |   |   |
| i    | ALM introducer, ALCO formed, meetings held and data on structural liquidity & interest rate sensitivity generated.   | 2    |   |   |
| ii   | ALM introduced, ALCO formed, but required data not generated regularly.  | 1.60 | ALM has been introduced, ALCO has been constituted and meetings of ALCO are being held regularly. Required data on structural liquidity & interest rate sensitivity are generated but not considered in ALCO for rate of interest revision. Thus bank is entitled for 1 mark.   | 1 |
| iii  | ALM introduced, ALCO formed, but no meetings were held and reports generated.  | 1    |   |   |
| iv   | ALM not introduced.  | 0    |   |   |
| 5    | <b><u>Investment Management</u></b>  |      |   |   |
|      | Auditors may use their discretion of the basis of the banks framing of the Investment Policy, quality of Investment, Extent of Non-SLR Investment, obtaining of permission from RCS & RBI for Non-SLR Investment, Quantum of Investment within prescribed sealing/limits, opening of CSGL account etc. | 2    | Bank has framed and adhered to its Investment policy. There is no violation of SLR and bank has deposited all government securities in CSGL account maintained with SBI and all other securities are in the custody of the bank. Bank has also opened SGL account with RBI now, Thus the bank is entitled for full marks. | 2 |
| 6    | <b><u>Deposit Mobilization</u></b>   | 2    |   |   |
|      | Marks are to be allotted taking into account extent of increase in deposits, over the previous year.   |      |   |   |
|      | Extent of increase   |      |   |   |
| i)   | > 15%  | 2    |   |   |
| ii)  | Between 10-15%   | 1.60 |   |   |
| iii) | Between 5-10%  | 1.00 |   |   |
| iv)  | Between 2-5%   | 0.50 |   |   |
|      | Less than 2%   | Nil  |   |   |
| 7    | <b><u>Deposit Insurance</u></b>  |      |   |   |
|      | All assessable deposits properly assessed and all insurance  | 1    | All assessable deposits are properly assessed. Bank   | 1 |

|      |   |              |  |      |
|------|---|--------------|--|------|
|      | premium paid in time.   |              | is regularly paying the insurance premium on all the assessable deposits to the DICGC well in time. Thus the bank is entitled for full marks.  |      |
| 6    | <b><u>Systems and Control</u></b>   | 20           |  |      |
| 1    | <b><u>Internal Inspection and Audit</u></b>   |              |  |      |
| i)   | If internal inspection and internal audit system and concurrent audit is in place and implemented effectively.  | 2            | <b>Internal Audit &amp; Inspection System is in place in the bank but no concurrent audit is there, Internal Audit report branches is pending for year, thus 1 marks are awarded.</b>  | 1    |
| ii)  | If internal inspection and internal audit system is in place but no concurrent audit.   | 1.60         |  |      |
| iii) | If any one of the system is in place but delay noticed (delay less than one year) and 75% of branches are covered.  | 1.00         |  |      |
| iv)  | If any one of the system is in place but delay more than one year was noticed and 75% of branches are covered.  | 0.50         |  |      |
| v)   | If any one of the system is in place but delay more than one year was noticed and less than 75% of branches are covered.  | 0            |  |      |
| 2    |   | 2            | <b>Audit Committee of the bank has been formed during FY 2017-18 and was revised by BOD in Feb-20 but now after BOD expiry, Administrator has been appointed and no Audit Committee is working in bank during 2022-23. Therefore No mark is awarded.</b> | 0    |
| i)   | Audit Committee of Board(ACB)   | 2            |  |      |
| ii)  | ACB formed and functioning effectively.   | 1            |  |      |
| iii) | ACB formed, but meetings are not held periodically and not effective.<br>ACB not formed.  | 0            |  |      |
| 3    | <b><u>Loans and Advances Polices</u></b>  |              |  |      |
| i)   | Well defined policy, Followed all guidelines, pre-sanction approval, post-sanction follow-up done and sanction letter issued indicating terms and conditions.             | 3            | <b>The bank is following the guidelines of pre-sanction approvals but post sanction follow-up is not up-to the mark. Thus 2.40 marks are awarded.</b>  | 2.40 |
| ii)  | Sanction is in order no post-sanction follow-up   | 3            |  |      |
| iii) | Sanction is in order no post-sanction follow-up and sanction letter also not noticed.<br>Sanction letter issued but no pre-sanction appraisal and post-sanction follow-up | 2.40<br>1.50 |  |      |
| iv)  | If none and merely allowed draws  | 0.75         |  |      |
| 4    | <b><u>Credit Monitoring Arrangement(CMA)</u></b>  | 1            | <b>There is no violation of exposure norms cited. Therefore bank is entitled for full marks.</b>   | 1    |
| i)   | No violation of exposure norms.   | 1            |  |      |
| ii)  | Exposure norms violated.  | 0            |  |      |



|      |  |      |   |      |
|------|--|------|---|------|
| 5    | <u>Accounting Procedure</u>  | 2    |   |      |
| i)   | Accounts finalized and financial statements prepared without waiting for audit and within three months from date of balance sheet.                                 | 2    | Accounts finalized and financial statements prepared within three months from date of balance sheet. Thus bank is entitled for full marks.  | 2    |
| ii)  | Accounts finalized and financial statements prepared without waiting for audit and within four months from date of balance sheet.                                  | 1.50 |   |      |
| iii) | Accounts finalized and financial statements prepared without waiting for audit and within six months from date of balance sheet.                                   | 1    |   |      |
| iv)  | Accounts finalized with the help of auditors within six months from date of balance sheet.   | 0.50 |   |      |
| v)   | Accounts finalized with the help of auditors and delay was more than six months from date of balance sheet.  | 0    |   |      |
| 6    | <u>House Keeping</u>   | 2    |   |      |
| i)   | All books balanced with the general ledger including bank reconciliation and Debit/Credit summation done, etc, without any delay (or delay of less than one month) | 2    | Reconciliation of Some of the accounts of the bank is still not completed & needs immediate attention; hence bank is entitled for 1 mark.   | 1    |
| ii)  | All books balanced with the general ledger including bank reconciliation and Debit/Credit summation done, etc, delay of two month.                                 | 1    |   |      |
| iii) | Some of the books not balanced and bank reconciliation not done though accounts were closed.   | 0.5  |   |      |
| iv)  | Books not balanced and waited for auditors to do the job.  | 0    |   |      |
|      | <u>Risk Assessment System</u>  |      |   |      |
| 7    | <u>Risk Management Committee(RMC) and Fraud Risk Group</u>   |      |   |      |
| i)   | formed and functioning satisfactorily.   | 3    | RMC has been formed. However Bank has fixed Exposure limit with various Commercial Banks for investment of surplus funds, ALM system has also been implemented in the bank and ALCO has also been constituted. Since RMC has been formed in tenure of Board, but now in 2022-23, Administrator has been appointed, hence bank is entitled for 1.50 marks. | 1.50 |
| ii)  | RMC formed but meetings not held regularly. But bank has taken adequate steps to identify various risks.   | 2.40 |   |      |
| iii) | RMC not formed But bank has taken adequate steps to identify various risks.  | 1.50 |   |      |
| iv)  | No RMC and no risk management system in the bank.  | 0    |   |      |
|      | <u>Computerization &amp; Core Banking Solution</u>   |      |   |      |
| 8    | <u>CBS system fully operational with bank providing</u>  | 5    |   |      |
| i)   | RTGS/NEFT services.  | 5    | The Core Banking Solution has been implemented in the Bank successfully and all the branches as   |      |



| ii)<br>iii)                     | Fully implemented CBS, but yet to offer 'plus' services (RTGS/NEFT)<br>Not introduced CBS and no action intimated in this regard.  | 2<br>0                           | well as HO have been CBS enabled. Bank is direct member for RTGS/NEFT and services are being provided to the customers. Hence the bank is entitled for 5 marks.   |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |
|---------------------------------|--|----------------------------------|---|-------------|---------|--------------|---------------|---------------|--------|--------|--------|-----------|--------|--------|---------|----------------|---------|---------|--------|------------------|---------|---------|--------|----------------------------|
| 7<br>1<br>2<br>3<br>4<br>5<br>6 | <p><b><u>Compliance</u></b></p> <p>1 Compliance to KYC/AML instructions issued by RBI and NABARD.</p> <p>2 <u>Compliance of Audit Report</u></p> <p>3 <u>Compliance of NABARD Inspection Report</u></p> <p>4 <u>Submission of External Returns</u></p> <p>5 Submission of OSS returns to NABARD.</p> <p>6 Progress in implementation of Monitorable Action Plan (MAP)/ Plan for improvement of CRAR.</p> | 15<br>3<br>3<br>3<br>2<br>2<br>3 | <p>Bank is complying with the KYC/AML instructions issued by RBI and NABARD with few gaps. Thus 2 marks are awarded.</p> <p>Bank has made the compliance of audit report within the stipulated period of three months from the date of issue. The same was also reviewed and approved by the BOD of the Bank. Thus full marks are awarded.</p> <p>Compliance of the NABARD inspection report was sent well within stipulated time i.e. within 60 days, hence the bank is entitled for full marks.</p> <p>External returns, which are required at the level of NABARD/RBI are being sent well within stipulated time, hence the bank is entitled for full marks.</p> <p>OSS returns are being submitted to NABARD in time. Thus 2 marks are awarded.</p> <p>Bank has partially achieved the targets allotted in DAP/MOU as per detail given below.<br/>(Amt. in crores)</p> <table border="1" data-bbox="1211 1114 1872 1376"> <thead> <tr> <th>Particulars</th> <th>Targets</th> <th>Achievements</th> <th>% Achievement</th> </tr> </thead> <tbody> <tr> <td>Share Capital</td> <td>177.00</td> <td>169.81</td> <td>95.94%</td> </tr> <tr> <td>Own Funds</td> <td>947.00</td> <td>974.40</td> <td>102.89%</td> </tr> <tr> <td>Total Deposits</td> <td>4235.00</td> <td>3833.99</td> <td>90.53%</td> </tr> <tr> <td>Total Borrowings</td> <td>4800.14</td> <td>3883.65</td> <td>80.91%</td> </tr> </tbody> </table> | Particulars | Targets | Achievements | % Achievement | Share Capital | 177.00 | 169.81 | 95.94% | Own Funds | 947.00 | 974.40 | 102.89% | Total Deposits | 4235.00 | 3833.99 | 90.53% | Total Borrowings | 4800.14 | 3883.65 | 80.91% | 2<br>3<br>3<br>2<br>2<br>2 |
| Particulars                     | Targets  | Achievements                     | % Achievement   |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |
| Share Capital                   | 177.00   | 169.81                           | 95.94%  |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |
| Own Funds                       | 947.00   | 974.40                           | 102.89%   |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |
| Total Deposits                  | 4235.00  | 3833.99                          | 90.53%  |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |
| Total Borrowings                | 4800.14  | 3883.65                          | 80.91%  |             |         |              |               |               |        |        |        |           |        |        |         |                |         |         |        |                  |         |         |        |                            |



|  |  |     |  |         |         |         |       |  |
|--|--|-----|--|---------|---------|---------|-------|--|
|  |  |     | Loans and Advances   | 6820.00 | 5685.54 | 83.37%  |       |  |
|  |  |     | Investments  | 3200.00 | 2764.07 | 86.38%  |       |  |
|  |  |     | Net Profit   | 33.50   | 26.78   | 79.94%  |       |  |
|  |  |     | CRAR   | 14.50%  | 14.08%  | 97.10%  |       |  |
|  |  |     | Gross NPA  | 5430.00 | 5246.81 | 103.49% |       |  |
|  |  |     | Targets have been achieved for around 90% and above, CRAR is maintained at more than stipulated level of 9%, Thus 2 marks are awarded. |         |         |         |       |  |
|  |  | 100 |  |         |         |         | 88.40 |  |

The bank has obtained 88.40 marks out of 100, hence audit classification recommended in 'A' class.

**For Charanjit Singh & Associates**  
Chartered Accountants

FRN: 015328N



**CA Avneet Singh**  
Partner

Mem. No. – 526217  
23526217BGVXRH4522

**Dated: 29.05.2023**  
**Place: Chandigarh**