

41st Annual Report 2020-2021

*"Happy employees lead to happy customers,
which leads to more profits."*



Estd. 24.11.1980

Raj Bank

The Co-Operative Bank of Rajkot Ltd.

Multi State Co-Operative Bank

Registered Office : 'Sahakar Sarita', Panchnath Road, Rajkot - 360 001 (Gujarat)

Ph. : 0281 - 2234454/2224120 ♦ Fax : 0281 - 2236682 Email : info@rajbank.in ♦ website : rajbank.net

Yearwise Analysis of Employee Productivity for 21 years

Financial Year		(Rs. in Crore)					Numbers		(Rs. in Crore)						
Sr. No.	Year	Deposit	Advances	Total Business	Gross Profit (before Tax)	Business Per Employee	Profit Per Employee	Salary Cost Per Employee	No. of Employee	No. of Branches	Document Charges	G-Sec Profit	Other Non Interest Income	Total Non Interest Income	Salary Expenses
ક્રમ	નાણાકીય વર્ષ	ડિપોઝીટ	ધારાણ	કુલ બિઝનેસ	ગ્રોસ નેટી (ટેક્સ પહેલાંનો)	બિઝનેસ પ્રતિ કર્મચારી	એક કર્મચારી દીઠ નફો	એક કર્મચારી દીઠ ખર્ચ	કર્મચારીની સંખ્યા	શાખાઓ	ડોક્યુમેન્ટ ચાર્જ	ગુ-સેક પ્રોફીટ	અન્ય વ્યાજ સિવાયની આવક	કુલ વ્યાજ સિવાયની આવક	કુલ પગાર ખર્ચ
1	2000-2001	152.72	81.31	234.03	6.04	2.34	6.04	1.23	100	8	00.16	00.02	00.53	00.71	1.23
2	2001-2002	185.53	83.34	268.88	7.05	2.51	6.58	1.72	107	10	00.13	02.44	00.57	03.14	1.84
3	2002-2003	211.36	91.50	302.85	7.79	2.78	7.15	1.68	109	10	00.16	02.94	00.67	03.77	1.83
4	2003-2004	261.75	112.04	373.79	8.05	3.25	7.00	1.67	115	11	00.20	03.10	00.86	04.16	1.92
5	2004-2005	286.41	142.12	428.53	8.10	3.46	6.54	1.83	124	11	00.50	01.74	02.22	04.46	2.26
6	2005-2006	331.39	166.76	498.15	8.15	4.06	6.58	2.12	124	11	00.81	00.09	01.52	02.42	2.63
7	2006-2007	389.20	218.19	607.39	10.66	4.82	8.46	2.62	126	16	00.69	00.04	01.44	02.17	3.30
8	2007-2008	477.41	229.11	706.52	16.56	4.44	10.41	3.01	159	16	00.92	00.06	01.44	02.42	4.78
9	2008-2009	600.32	296.35	896.68	17.90	5.57	10.90	3.18	161	17	01.67	00.54	01.13	03.34	5.12
10	2009-2010	723.60	419.95	1,143.55	21.04	6.97	12.83	3.52	164	17	02.78	01.32	01.44	05.54	5.70
11	2010-2011	871.72	514.20	1,385.92	25.29	7.45	13.59	4.67	186	20	03.08	---	01.47	04.55	8.69
12	2011-2012	1,026.50	548.24	1,574.74	28.07	7.64	13.63	4.28	206	22	03.05	00.09	01.18	04.32	8.83
13	2012-2013	1,181.70	688.16	1,869.87	35.56	8.99	17.10	4.75	208	22	04.21	---	01.09	05.30	9.88
14	2013-2014	1,420.75	816.25	2,237.00	38.76	11.64	20.32	6.20	209	22	04.96	---	04.22	09.18	12.96
15	2014-2015	1,656.06	1,012.07	2,668.12	45.38	11.03	18.75	5.88	242	27	05.44	00.17	02.08	07.69	14.24
16	2015-2016	1,968.29	1,028.96	2,997.24	54.01	11.02	19.33	6.67	272	27	05.46	00.23	02.52	08.21	18.14
17	2016-2017	2,324.53	1,111.25	3,435.77	60.21	12.27	21.50	6.88	280	27	04.73	10.53	02.11	17.37	19.27
18	2017-2018	2,298.92	1,118.71	3,417.63	65.92	12.29	23.71	6.91	278	27	04.46	08.19	02.48	15.13	19.20
19	2018-2019	2,235.26	1,387.99	3,623.25	70.11	13.47	26.06	7.15	269	27	06.63	03.06	02.72	12.41	19.23
20	2019-2020	2,301.35	1,553.92	3,855.27	81.00	15.06	31.64	9.14	256	27	06.81	14.59	03.87	25.27	23.41
21	2020-2021	2,637.01	1,593.39	4,230.40	93.13	17.48	38.48	9.57	242	27	05.79	25.06	03.28	34.13	23.15
	Total				708.78						62.64	74.21	38.84	175.69	207.91

Non-Interest Income Covers 84.65 % of Staff Salary Cost

બેંકના કાર્યદેશ કર્મચારીઓની ટીમ દ્વારા છેલ્લા ૨૧ વર્ષમાં રૂ. ૨૦૮ કરોડના પગાર ખર્ચ સામે વ્યાજ સિવાયની આવક રૂ. ૧.૭૬ કરોડની કરેલ છે.

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Know Your Bank

Date of Establishment	Bank Code
24.11.1980	213
RBI Licence No. & Date	
ACD. GJ. 219.P - Date : 12.08.1980	
M.S.C.S. Registration No. & Date	
MSCS/CR/450/2011 - Date : 31.10.2011	
Multistate Status	OSS Code
31.10.2011	08672901
PAN No.	TAN No.
AAAAT2423R	RKTT00213D
GST No. (Gujarat)	GST No. (Other than Gujarat)
24AAAAT2423R1ZB	27AAAAT2423R1Z5

Board of Directors

No.	Name	Present Designation	Associated with the bank w.e.f.
01.	Jagdishchandra Kotadia Director from 22.04.2012 to 14.07.2020 & Chairman w.e.f 15.07.2020	Chairman	22.04.2012
02.	Mansukhbhai Nasit	Director	30.08.1980
03.	Chandrakantbhai Patel Chairman from 23.04.2017 to 14.07.2020 & Director w.e.f. 15.07.2020	Director	13.10.1999
04.	Nilesh Dhruv	Director	01.04.2008
05.	Sachin Sachde	Director	22.04.2012
06.	Nimit Kamdar	Director	23.04.2017
07.	Harindra Donga	Director	23.04.2017
08.	Pragjibhai Patel	Director	23.04.2017
09.	Narendrasinh Jadeja	Director	23.04.2017
10.	Minakshiben Dhami	Woman Director	23.04.2017
11.	Kiranben Sejpal	Woman Director	23.04.2017
12.	Harshadbhai Malani	Director	08.03.2020
13.	Jayantilal Vasoya	Director	08.03.2020
14.	Anand Patel	Director	08.03.2020
15.	Pranay Virani	Director	08.03.2020
16.	Gopalbhai Rupapara	Director	08.03.2020

General Manager & CEO

17.	Satyaprakash Khokhara	GM & CEO	01.03.1999
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Registered Office

The Co-Operative Bank of Rajkot Ltd.

Multi State Co-Operative Bank

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Ph. : 0281 - 2234454/2224120 ♦ Fax : 0281 - 2236682
Email : info@rajbank.in ♦ website : rajbank.net

Area of Operation

Entire State of Gujarat &
Entire State of Maharashtra



Estd. 24.11.1980

Raj Bank Multi State Co-Operative Bank**27 Branches**

Branch Network

16 ATMs

Sr. No.	Branch Name & Address	Std Code + Phone	At Your Service From	RBI Licence No.	Premises		A	L	F
					Own	Rent			
1	Panchnath Road 'Sahakar Sarita', Panchnath Road, Rajkot-360 001.	0281 2234454 2224120	24-11-1980	ACD.GJ.219. P. Dt. 12-08-1980	✓		✓	✓	✓
2	Gandhigram 'Sahakar Dhara', Dharamnagar Main Road, 150 Ft. Ring Road, Rajkot-360 007.	0281 2575261	10-04-1989	UBD.BL 1937 Dt. 26-10-1987	✓		✓	✓	
3	Saurashtra University Road 'Sahakar Saurabh', Saurashtra Uni. Road, Rajkot-360 005.	0281 2573600 2573601	05-04-1993	UBD. AH-4 Dt. 12-08-1992	✓		✓	✓	
4	Jasdan Chitalia Kuva Road, Jasdan - 360 050.	02821 220830	16-01-1995	UBD. AH/95 Dt. 09-08-1994		✓		✓	
5	Morvi 'Sahakar Sadan', Ravapar Road, Morvi-363 641.	02822 230920	05-06-1995	UBD. AH/96 Dt. 09-08-1994	✓		✓	✓	✓
6	Jetpur 'Sahakar Deep', Kanakia Plot, Jetpur-360 370.	02823 223151	16-01-1996	UBD. AH/94 Dt. 09-08-1994	✓			✓	
7	Upleta Raj Marg, Upleta-360 490	02826 222955 225955	24-03-1998	UBD. AH/334 Dt. 19-06-1997		✓	✓	✓	
8	Gondal Opp. Circuit House, Gondal-360 311.	02825 223143 225143	15-01-1999	UBD. AH/348 Dt. 25-09-1997	✓		✓	✓	✓
9	Sahakar Society Area 'Sahakar Jyot', Hasanwadi Main Road, Nr. Trishul Chowk, Rajkot-360 002.	0281 2363536	26-01-2002	UBD. AH/610 Dt. 10-08-2001	✓		✓	✓	
10	Ranchhod Nagar (Shifted from Raiya Road) D. K. Complex, Near Balak Hanuman, Opp. Water Tank, Pedak Road, Rajkot-7.	0281 2457063	26-05-2014 Shifting Date	UBD. AH/608 Dt. 28-05-2001		✓	✓	✓	
11	Junagadh 'Sardar Bhavan, Maharshi Arvind Marg, Junagadh-362 001.	0285 2621313	31-10-2003	UBD. AH/642 Dt. 28-05-2003		✓	✓	✓	
12	Naranpura 2, Amarnath Society, Naranpura Char Rasta, Ahmedabad-380 013	079 27681234	02-04-2007	UBD. AH/661 Dt. 02-04-2007	✓		✓	✓	✓
13	Maninagar 2, Mihir Tower, Uttam Nagar, Opp. Bus Stop, Ahmedabad-380 008.	079 25462566	02-04-2007	UBD. AH/662 Dt. 02-04-2007	✓			✓	

Sr. No.	Branch Name & Address	Std Code + Phone	At Your Service From	RBI Licence No.	Premises		A	L	F
					Own	Rent			
14	K K Nagar 31, Vidhata Society, Opp. K K Nagar, Ghatlodiya Road, Ahmedabad-380 061	079 27601987	02-04-2007	UBD. AH/663 Dt. 02-04-2007		✓		✓	
15	Jamnagar Shwetketu, Summair Club Road, Near S.T.Depo, Jamnagar-361 005	0288 2661622 2661633	18-01-2010	UBD. AH/728 Dt. 10-9-2009		✓	✓	✓	
16	Mavdi Chowkdi Mavdi Chowkdi, Opp. Jithariya Hanuman Temple, 150 Ft.Ring Road, Rajkot-360 004.	0281 2364300	05-04-2008	UBD. AH/665 Dt. 02-04-2007		✓	✓	✓	
17	Surenranagar Mega Mall, Bus Stand Road, Surenranagar-363 002	02752 230401 238401	18-08-2008	UBD. AH/695 Dt. 13-08-2008		✓	✓	✓	✓
18	Vaso Main Bazar, Vaso (Kheda)-388 245	0268 2585427	04-10-2010	UBD.AH/753 Dt. 04-10-2010	✓		✓	✓	
19	Nadiad Santram Road, Near Glob Cinema, Nadiad-387 001	0268 2568294	04-10-2010	UBD.AH/754 Dt. 04-10-2010	✓			✓	
20	Anand Nagindas Chambers, M. G. Road, Near Gamdivad, Anand-388 001	02692 242770 244870	04-10-2010	UBD.AH/755 Dt. 04-10-2010	✓			✓	
21	Dakor Laxmiji Road, Near Temple, Dist. Kheda Dakor-388 225	02699 244234	10-10-2011	UBD.AH/774 Dt. 10-10-2011	✓			✓	
22	Yawal Yawal Main Road, Near Chawdi, Yawal-425 301 Dist. Jalgaon (Maharashtra)	02585 261692	09-01-2012	UBD.AH/783 Dt. 02-03-2012		✓	✓	✓	
23	Kothariya Road - Rajkot Govindnagar, Ahead Nanda Hall, Kothariya Main Road, Rajkot-360 003	0281 2366111 2365212	26-05-2014	UBD.AH/825 Dt. 12-08-2013	✓		✓	✓	
24	Keshod Chovatiya Wadi, Nr. Astha Hospital, Junagadh Veraval Highway Road, Keshod-362 220	02871 233155 233156	22-09-2014	UBD.AH/837 Dt. 27-09-2013		✓		✓	
25	Makarpura - Baroda Sun Plaza-2, Near Vadsar Overbridge, 40 Mt. Road, Makarpura, Baroda-390 010	0265 2641500 2642500	25-09-2014	UBD.AH/838 Dt. 27-09-2013		✓		✓	
26	Alkapuri - Baroda Offtel Towers, Alkapuri, R. C. Dutt Road, Baroda-390 007	0265 2341086 2331871	04-10-2014	UBD.AH/896 Dt. 26-11-2014	✓			✓	
27	Dandiya Bazar - Baroda G/F, Ajanta Appartment, Near Lakdi Pul, Dandiya Bazar, Baroda-390 001	0265 2439172	04-10-2014	UBD.AH/897 Dt. 26-11-2014	✓			✓	

A = ATM, L = Locker Facility, F = Franking Machine Facility

Board of Director's Report

Dear Members,

The Board of Directors of Your Bank have great pleasure to present the **41st Annual Report** on business and operations of The Bank along with the audited financial statements for the Financial Year ended **31st March 2021** as well as the report of activities done by your bank during the year under review.



Management Discussion and Analysis

1. Global Economic Outlook - 2020-2021

During past year's collapse, the global economy is experiencing an exceptionally strong but uneven recovery. The global economy witnessed an unprecedented economic downturn in FY 2020-21 due to Covid-19 pandemic. The ongoing pandemic continues to shape the path for global economic activity, with severe outbreaks continuing to weigh on growth in many countries. Against this backdrop, global output growth is projected to strengthen to 5.6 percent in 2021— its strongest post-recession pace in 80 years. The pickup in many emerging market and developing economies (EMDEs) remains constrained by high COVID-19 caseloads and the partial withdrawal of macroeconomic support, while activity in major economies— particularly the United States—is rebounding markedly. Global economic output estimated to fall by 3.5% in 2020 (IMF January 2021 estimates). The lockdowns and social distancing norms brought the already slowing Global Economy to more slow down growth momentum. Global economic growth is now expected to be 5.8% this year, a sharp upwards revision from the December 2020 Economic Outlook projection of 4.2% for 2021. World GDP growth is expected to be 4.4% next year.

2. Indian Economy

Indian economy also witnessed contraction in gross domestic product (GDP) for the first time since independence. The India's Real GDP growth during 2020-21 is estimated at -7.3 percent as compared to 4.0 percent in 2019-20 as per estimates by NSO. India adopted a four-pillar strategy of containment, fiscal, financial, and long-term structural reforms by which it Calibrated fiscal and monetary support was provided, cushioning the vulnerable during the lockdown and boosting consumption and investment while unlocking and A favourable monetary policy ensured abundant liquidity and immediate relief to debtors while unlogging monetary policy transmission. By end of December, multiple vaccine approvals and the launch of vaccination in some countries brought hope for less impact of the pandemic in upcoming years.

According to the National Statistical Office data, gross value added (GVA) growth in the manufacturing sector accelerated to 6.9 per cent in the fourth quarter of 2020-21 compared to a contraction 4.2 per cent a year ago. CPI inflation is expected to average 5 per cent during 2021-22 - 5.2 per cent in Q1:2021-22; 5.2 per cent in Q2; 4.4 per cent in Q3; and 5.1 per cent in Q4, with risks broadly balanced. During April 2021, inflation moderated on favourable base effects. (Source – Annual Report RBI-2020-2021, NSO, IMF etc.)

3. Performance highlights

The bank's key performance highlights for the financial year ended 31st March-2021 along with previous fiscal year's figures are:

[₹ in Crore]					
Sr. No.	Performance Parameters	2021	2020	Change in Amt.	Change in %
1.	Own Funds	533.69	473.75	59.94	12.65 %
2.	Deposits	2,637.01	2,301.35	335.66	14.58 %
3.	CASA Deposits	1,035.52	861.47	174.05	20.20 %
4.	Advances	1,593.39	1,553.92	39.47	02.54 %
5.	Total Business	4,230.40	3,855.27	375.13	09.73 %
6.	Investment in Government Securities	1,047.26	591.28	455.98	77.12 %
7.	Interest Income	233.01	224.68	08.33	03.71 %
8.	Non Interest Income	34.14	25.63	08.51	33.20 %
9.	Total Income	267.16	250.31	16.85	06.73 %
10.	Interest Expenses	135.44	130.12	05.32	04.09 %
11.	Operating Expenses	38.58	39.19	(-) 00.61	(-) 01.56 %
12.	Profit before Income Tax & Provisions	93.13	81.00	12.13	14.98 %
13.	Net Profit after Income Tax & Provisions	43.93	30.86	13.07	42.35 %
14.	Net Interest Income	97.57	94.56	03.01	03.18 %
15.	Total Assets	3,211.28	2,817.58	393.70	13.97 %

4. Appropriation of Net Profit

In accordance with RBI guidelines and the provision of Section 63 of the Multi State Co-Operative Societies Act, 2002, your Board of Directors has recommended and proposed the following appropriations of net distributable profit as under for approval of the General Body at **41st AGM** of the bank.

Sr. No.	Particulars	Amount (in Rs.)
1.	Statutory Reserve Fund [Under Section 63 (1) (a)]	11,03,04,734.82
2.	Co-Operative Education fund [Under Section 63 (1) (b)]	43,93,258.00
3.	Reserve for Unforeseen Losses [Under Section 63 (1) (c)]	4,39,32,577.00
4.	Investment Fluctuation reserve	7,50,00,000.00
5.	Proposed Dividend @ 15.00% [Subject to approval of 41 st AGM]	18,31,90,419.00
6.	Members Gift Expenses [Subject to approval of 41 st AGM]	2,25,00,000.00
7.	Charity Fund	4,781.00
Proposed Total Appropriation of Net Profit		43,93,25,769.82

5. Dividend

Bank has a consistent Dividend payment history. Your Board of Directors have pleased to recommend a dividend @ **15 % p.a.** for the fiscal year 2020-2021, total amounting to **₹ 18.32 crores**, which is by virtue of RBI circular issued on declaration of dividends by banks vide Ref. No. RBI / 2021-22 / 23 DOR.ACC.REC. No. 7 / 21.02.067 / 2021-22 dated April 22, 2021 issued to all commercial banks and all co-operative banks.

6. State of affairs of the bank

Affairs of our bank are managed in a fair and transparent manner. This is vital to gain and retain the trust of all of our stakeholders.

7. Provision for Income tax

Provision for income tax in F.Y. 2020-2021 has been computed, after considering allowable/inadmissible items as per applicable provision of The Income Tax Act, 1969. The estimated Tax outflow for the current year is **₹ 21.50 crores** which is fully provided for.

8. Reserve & Surplus

Bank's Total Reserves stood at **₹ 402.14 Crores**. After appropriations of net profit of 2019-2020 and provisions made during F.Y. 2020-2021 and transfer of the amount as statutory required, Reserves of the bank registering growth of **19.52 %**.

9. Membership

During the year under review, the numbers of regular members of the bank as on 31st March 2021 are stood at **80,093** and Nominal Members stood at **176**.

10. Share Capital

Bank's Authorized Share Capital is **₹ 200.00 crores**. Bank's paid-up share capital declined by **04.19 %** and reached at **₹ 131.55 crores** as on F.Y. 2020-2021 in comparison of previous year's share capital of **₹ 137.30 Crores**.

11. Capital to Risk Assets (CRAR)

Under the prudential regulatory regime, capital adequacy has assumed utmost importance. The CRAR of our bank stood at **22.61 %** as on 31st March 2021 for F.Y. 2020-2021 which was 21.79% in the corresponding previous F.Y. 2019-2020. This can be considered quite satisfactory as compared to 9% benchmark as prescribed by RBI.

12. Deposits

Bank's deposits stood at **₹ 2,637.01 crores** as on 31st March 2021 which is marginally increased from the growth registered during previous year 2019-2020 by **14.59%**.

During F.Y. 2020-2021, Bank's CASA deposits stood at **₹ 1,035.52 crores** which is **39.27%** of total deposits. Bank's **Cost of Deposit is 05.52%**, which is nearest to the ideal Cost of deposit in the banking sector.

13. DICGC

The Deposit of customers continue to be insured in terms of Deposit Insurance and Credit Guarantee Corporation (DICGC) Act, 1961 as amended from time to time. Our bank is regular and prompt in payment of DICGC insurance premium to DICGC. A total amount of ₹ 3.15 crores is paid by the bank towards Insurance premium to DICGC up to 31st March 2021 and there are no arrears payable to DICGC. Insurance Coverage for Depositors has been increase by DICGC from 1 lac to 5 lacs w.e.f. 04.02.2020.

14. Credit Expansion

Despite of the challenging and stressed market conditions from last few years, bank had retained advances with the help of hard work of the entire team of the Bank by consisting reviewing the business needs of our customers and prevailing economic situations, under the able and participative leadership of GM & CEO - Satyapraksh Khokhara.

Due to simple, fast and co-operative working culture in advances process, our Bank's gross advances portfolio reached at the high of ₹ 1,593.39 Crores as on March 31, 2021 from total Advances of ₹ 1,553.92 crores in the corresponding previous F.Y. ended on March 31, 2020 and thereby registering a marginal and safe growth of 02.54 % despite of COVID-19 situation. Bank's Credit – Deposit Ratio stood at 60.42%.

15. Priority sector Advances

Your Bank continues to pursue priority sector advances including those related to Micro, Small and Medium Enterprises (weaker sections). Your bank is planning to fulfill the criteria of Weaker Sector advances in Coming years as per latest RBI circular issued in March, 2020.

16. Management of stressed Asset (NPA)

From last few years, the entire banking sector is facing stressed situation due to growth in Non-performing Assets (NPAs), and due to COVID-19 impact from last two years. The rise in slippages attributed mainly due to Stress in major sectors of the country. As stated earlier, this year under review the economic condition of our country was not up to the mark as a result thereof, there was considerable increase in NPAs in banking industry as a whole. Your Bank endeavors to maintain a good asset quality ratio. As per the current banking scenario which is facing serious challenge to maintain the asset quality, your Bank has done reasonably well in controlling the slippages of accounts into NPAs as well as in the recovery of the old NPA accounts.

As the banking industry has witnessed a sharp increase in the NPAs in entire banking industry, our bank's Gross NPA is stood at ₹ 74.39 Crores which forms 04.67% of total advances of ₹ 1,593.39 Crores during the year under review. These amounts substantially secured by Prime as well as collateral securities. In this respect, as a preventive measures Bank has made strategy for curtailing the addition also. As a vision strategy, this F.Y. bank is succeeded in achieving ZERO NET NPA Level. Therefore, Net NPA of the bank is stood at ZERO as on 31st March 2021 which is declined from 00.78% as registered on 31st March 2020.

Bank has assessed its requirements for the BDDR and is of the opinion that bank should have excess amount in BDDR, to meet contingencies and to strengthen the Bad and Doubtful Debt Reserve Account of the bank. Therefore, Bank is Proposed to transfer an amount of ₹ 11.75 Crores to BDDR account from operating profit of the bank in F.Y. 2020-2021.

17. Bancassurance

In this competitive era in Banking Industry, Bank is focusing on maximization of profit and so, it is very necessary to earn income from sources other than banking also to increase profit of the bank. Our bank, also earns a good amount of income from various para banking services such as Life Insurance, General Insurance, Health Insurance, Stamp franking, etc. We request our customers to get benefit of such services.

Your Bank is a Corporate Agent of Exide Life Insurance Co. Ltd, Reliance Nippon Life Insurance Co. Ltd., Bajaj Alliance General Insurance Co. Ltd. and Future Generali India Life Insurance Co. Ltd. Bank offers various kinds of life as well as general insurance policies at various branches of the bank.

During F.Y. 2020-2021, Bank has earned commission income of **₹ 70.91 Lacs** from sale of third-party insurance products as under:

(₹ in Lacs)

Segment	Name of the Company	Product	Revenue Generated
Life	Exide Life Insurance Co. Ltd.	Individual Life Insurance	54.89
General	Future Generali India Life Insurance Co. Ltd.	General Insurance	03.74
General	Bajaj Alliance General Insurance Co. Ltd.	General Insurance	01.12
Other	Pradhan Mantri Bima Yojana	PMJJBY / PMSBY	00.96
Life	Reliance Life Insurance Ind.	Life Insurance	10.20
Total			70.91

18. Pradhan Mantri Bima Yojana (PMJJBY / PMSBY)

Your Bank has extended Pradhan Mantri Bima Yojana facility to its customers through tie-up with M/s. Life Insurance Corporation of India for Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY). We have also tied up with M/s. The Oriental Insurance Company Ltd. for providing services under Pradhan Mantri Suraksha Bima Yojana (PMSBY).

19. Branch Network

The Branch strength of the bank as on March 31, 2021 stood at **27 branches**.

20. ATMs

Our ATMs extend **24x7** hour service. Bank is now rendering services through total **16 On-site ATM** centers. ATMs Centers are provided with security guards and equipped with CCTV cameras. All our ATMs machines are upgraded with latest technology as per the requirement of Regulatory Authorities from time to time.

21. Core Banking Development

During the year, your Bank's key developments in CBS software are as under:

- 21.1 Changes for regulatory compliance like PAN verification etc.;
- 21.2 CKYC introduced to reduce efforts and paperless banking.

22. RuPay Debit Card

Our Bank provides RuPay Platinum Debit Card and RuPay Classic Debit Card in association with National Payments Corporation of India (NPCI). RuPay Debit Card is accepted at over **2.42 Lakhs ATMs, 27.46 Lakhs POS Machines** across India. Further, RuPay Platinum Debit Card which provides various other facilities such as Cash back offers etc. RuPay Debit Card can be used for availing various services. Cardholders can use this card at Shopping Malls or can swipe that at POS machines.

23. Locker Service

Our bank is the first bank in the Saurashtra Region to introduce **Digital Locker card** for locker holders of the bank. At present Our bank extends locker service at various branches of the bank on charging of very reasonable locker rent amount within the purview of applicable rules & regulations as amended from time to time.

24. Stamp Franking Service

Bank extends **Stamp franking service at 5 branches** of the bank to the members and public also. Branches provide franking facility for any amount.

25. Office365

Bank is using application Office365 for its employees of the bank. Office365 provides a productivity suite of applications for the employees of our Bank. This has enabled employees to access the Banks e-mail and other services like one Drive, Skype and others from anywhere, reducing the dependency on office desktop. The Office365 suite of application has replaced the old e-mail solution in our Bank.

26. IT Initiatives

In this digital era, to compete with various banks, our bank had successfully Implemented core banking solution so that customer can do banking from any of the branch of the bank. Our Bank extends SMS Alerts facility, POS machine facility, RTGS/NEFT facility free of cost, ECS, NACH as well as **Missed Call Alert Balance Inquiry (Inquiry No. – 70434 70435), WhatsApp Banking (view only), Mobile Banking (IMPS)** etc.

Bank is committed to provide its customers continued services without any interruptions. Meanwhile bank is also planning for making application to RBI to obtain direct membership of RBI for Centralized Payment System for RTGS/NEFT, UPI, BBPS, etc.

Moreover, Your Bank is also planning to cater to its customers by providing digital banking services like Internet Banking (View Only Facility) etc. in upcoming year.

27. Audit and Inspection

Bank has a sound and effective risk-focused audit mechanism in place for its operations which plays an important role in maintenance, assessment and effectiveness of bank's internal control system and procedures. All Audit activities are guided by well-defined Audit Policy of the bank. Bank's Audits are being carried out by the external as well as in-house Auditors also.



27.1 Concurrent Audit System

The Bank is having Concurrent Audit Department for all Branches for better control on the working of the Bank and has made an arrangement for auditors to check and verify branch Profit and Loss A/c & Balance Sheet and NPA position from one central location. During the year under review, all the branches of the bank were covered under the Concurrent Audit system of the bank.

27.2 Internal Audit

The Board has adopted policies and procedures for ensuring orderly and efficient conduct of its business including adherence to the bank's Policies, the safeguarding of its assets, the prevention and detection of Frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures. Our Banks' internal audit function evaluates effectiveness of controls and the adherence to internal processes and procedures. The internal audit function undertakes a comprehensive risk-based audit of all operations of the bank in line with regulatory guidelines. The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of the internal control system and suggests improvements to strengthen the same.

27.3 Statutory Audit

M/s. P. T. Makadia & Co., Chartered Accountant, which was appointed during the previous year, carried out Statutory Audit of the bank for the F.Y. 2020-2021. The Statutory Auditors have completed their audit assignment and submitted their report.

27.4 Information Technology, System Audit & Cyber Audit

The Systems Audit of all information Technology related activities at Data Centre and 27 Branches of the bank were conducted by ISO 24001 certified company having Qualified Chartered Accountants & ISA Auditors to assess the IT related risks, as a part of the periodic audit. IS Audit of centralized IT establishments is also carried out. In line with RBI guidelines on ensuring Cyber Security of IT System of the Bank, we have appointed a firm to conduct Cyber Security audit for F.Y. 2020-2021. Various IS audit and Cyber Security policies are in place & prepared according to RBI guidelines as amended from time to time and their proper implementation is ensured across all segments of our Bank.

27.5 RBI inspection

Reserve Bank of India conducted inspection of the Bank as per Section 35 of the Banking Regulation Act, 1949 (AACs) with reference to the financial position of the bank as on March 31, 2020.

28. Human Resource Management

Human capital is a back bone for any organization to achieve desired goals. Our Bank's staff related Policies are being constantly reviewed to align with business goals of the bank. The key to long-term success is talent management. **Your Bank considers its employees as its core strength** and is proud of its performance-oriented culture. The recruitment of employees, developing of existing employees, devising new HR



processes & procedures, devising differential pay packages, motivation and retention of skilled employees through job rotation, job enrichment, training and empowerment, open communication, are regularly undertaken by the Human Resource Department (HRD). **The summarized HR Profile as on 31st March 2021 is as under:**

Utilised Staff Setup as on 31.03.2021

No.	Particulars	CEO	DGM	AGM	CA	CS	M	DM	AM	CLK	Ty.	CLA	Assi	Trainee	Total
01.	Raj Bank	01	02	20	05	01	14	17	50	63	01	08	12	---	195
02.	Mahila Utkarsh Merger	---	---	---	---	---	01	02	12	---	---	---	04	---	19
03.	Amruta Mahila Merger	---	---	---	---	---	---	---	---	---	---	---	03	---	03
04.	Vaso Merger	---	---	---	---	---	---	---	---	01	---	---	07	---	08
05.	Dakor Merger	---	---	---	---	---	---	---	01	---	---	---	01	---	02
06.	Yawal Merger	---	---	---	---	---	---	---	01	02	---	---	01	---	04
07.	Baroda Merger	---	---	---	---	---	---	01	02	07	---	---	01	---	11
	Total Staff	01	02	20	05	01	15	20	66	73	01	08	30	---	242

No.	Particulars	CEO	DGM	AGM	CA	CS	M	DM	AM	CLK	Ty.	CLA	Assi	Tra.	Total
01.	Men	01	02	15	02	---	08	13	33	48	01	08	27	---	158
02.	Women	---	---	05	03	01	07	07	33	25	---	---	03	---	84
	Total Staff	01	02	20	05	01	15	20	66	73	01	08	30	---	242

Employee Strength

Overall, our Bank's employee strength reduced by 14 during F.Y. 2020-2021 due to reasons like retirement, death, resignation including VRS etc.:

1. Number of Employees as on 31.03.2020	256
2. Number of Employees recruited during the year 2020-2021	02
3. Sub Total	258
4. Less: Number of Employees who exited during the year 2020-2021 due to:	
4.1. Natural Death / Accidental Death	02
4.2. Retirement	10
4.3. Termination	---
4.4. Dismissals	---
4.5. Resignations including VRS	04
5. Total Employees Turnover during the year 2020-2021	16
6. Number of Employees as on 31.03.2021	242



29. Risk Management

The primary goal of risk management is to identify, assess and monitor risks associated with the banking business and take adequate measures to manage and control these risks on a timely basis. Our Bank's aim is to achieve an appropriate equilibrium between risk and return and to minimize potential adverse effects on Bank's financial performance. In order to minimize the various credit risks, The Board of Directors keeps an overview on our Bank risk management framework and formulate from time to time risk management strategies and mechanism for the Bank. Bank had evolved various risk minimization mechanism. Further, Board of Directors had taken adequate care in its implementation by identifying various elements of risks which may cause serious threat to the existence of the Bank. This will help in achieving sustainable business growth, financial and non-financial targets with better protection and soundness.

30. Material Changes and Commitments

There have been no material changes in the accounting policy during the year under review and Commitment affecting the financial position of the bank which have occurred between the end of the financial year of the bank to which the financial statements relate and date of the Report.

31. Advances to Directors

Bank had granted finance to the Directors relatives by bonafide man mad mistake. The same had been repaid by concerned directors' relative during the month of July 2020 and also informed to RBI. No new advances granted by the bank during the year under review.

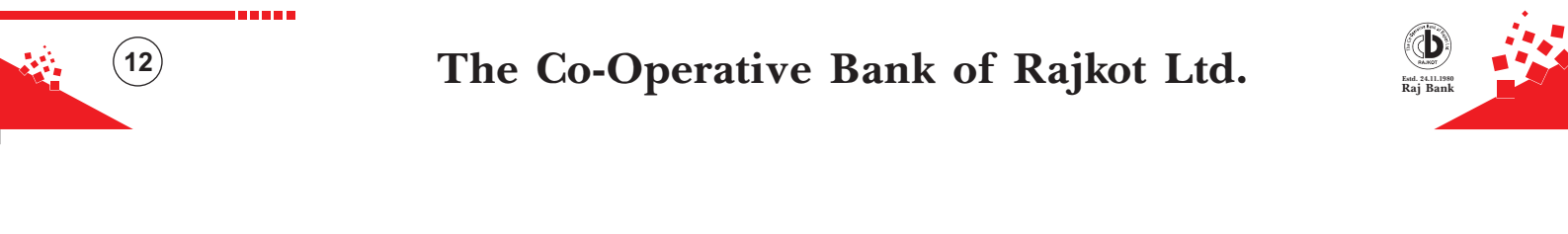
32. Corporate Social Responsibility (CSR)

Our Bank always places the interest of the common man, at its core. Bank believes in extending help to less fortunate and underprivileged members of the society. CSR is a continue part of commitment of our Bank for developing the quality of life of the community and society as a whole. So, Bank continuously contributes to the needy by extending help encouraging several activities for the benefit of society/people, which includes donations to organizations engaged in social activities, assistance to the kin of deceased members, etc. The members of Board of Directors support such activities by remaining present in various functions.

33. Whistle Blower/ Vigilance Mechanism Policy

Our Bank had adopted Whistle Blower Policy in year 2019 so as to provide a channel to various stakeholders, viz., employees, customers, suppliers, shareholders, etc., to undertaken. Bank's Vigilance Mechanism is taking initiatives for awareness of the concept of Whistleblower. Whistle Blower concept is another effective tool for Preventive Vigilance. Vigilance Mechanism in our Bank acts as a deterrent for the employees to keep themselves away from malicious activities.

At the bank, we keep the secrecy of the whistleblower and give protection to them so that they continue to be an effective tool against wrongdoings without fear. Branches, where certain lapses of grave nature are observed, identified and suo-motu investigations are conducted so that possible fraudulent activities could be checked, and remedial measures are undertaken. Implementation of the policies is ensured by the senior functionaries which are compliant with laws and regulations of the regime. Further, for streamlining / standardizing the day-to-day functioning of the Bank, standard procedures are laid down in line with regulatory guidelines. Adherence to the policies, guidelines, procedures is monitored by Board who help in ensuring the compliance culture and becoming the best-in-class customer service-oriented Bank.



34. e-lobby

During F.Y. 2020-2021, Bank has introduced experience of Self service banking 24 x 7. With an intent of immense help in customer convenience and to provide round of clock availability of services at various branches of the Bank, Bank has set up a concept of e-lobby. Details of the machine installed in TCBRL 24 x 7 e-lobby are as under:

- 1. Cash Recycler:** Customer can deposit as well as withdraws cash from this machine.
- 2. ATM Machine:** Customer can withdraws cash from machine 24x7.
- 3. Self Service Passbook Printer (SSPBP):** An automated kiosk where our bank's customers can print by themselves there passbooks.
- 4. Cheque Deposit Machine:** This machine provides Cheque Deposit facility to customers 24x7.

35. Awards and Accolades

During the year under review, bank has won and received the following awards and accolades:

1. Avies Publication had awarded our bank **prestigious BANCO BLUE RIBBON 2020** Award for the best performance in the All India Urban Banks Category.

36. Obituary

We deeply mourn the passing away of one of our director Shree Mulijibhai Chauhan & 2 (Two) Employee(s) of the Bank during F.Y. 2020-2021. We pray that the departed souls rest in peace and that the Almighty grants fortitude and strength to their family members to bear the irreparable loss.

37. Policy on Prevention, Prohibition and Redressal of Sexual Harassment at Workplace

The Bank has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at the Workplace, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The Policy aims to provide protection to women employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with an objective of providing a safe working environment.

38. Directors Responsibility Statement

The Board of Directors hereby submits its responsibility Statement and confirm that:

- 38.1 In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 38.2 The directors had selected such accounting policies and applied them consistently and made reasonable and prudent judgments and estimates so as to give true and fair view of the state of affairs of the bank at the end of the financial year and of the profit and loss of the bank for that period;
- 38.3 The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of applicable Act and Rules and ICAI guidelines for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;



- 38.4 The Directors had prepared the annual accounts on a going concern basis; and
- 38.5 The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

39. Acknowledgements

- 39.1 Your Board of Directors wishes to place on record a sincere thanks and gratitude to all the members, customers, well-wishers and all other stakeholders of the Bank for their support, trust and confidence that they have reposed in us and in the Bank. We also express thanks to print and electronic media for their co-operation from time to time.
- 39.2 Your Board of Directors also places on record our sincere thanks and gratitude to various authorities, RBI & all other regulatory authorities and our bankers for their valuable guidance, support and co-operation throughout the year.
- 39.3 Your Board of Directors also convey a sincere thanks to entire staff members, Concurrent auditors, Internal Auditors, Cyber Security Auditors, Statutory Auditors, ISA Auditors, valuers, Legal Advisors, Lawyers, CA-CS impanalled and Tax Consultants, other Consultants, Architects and Vendors for their Co-operation and guidance during the year.
- 39.4 A sincere thanks to all the members of Board of Directors for their continued support. Our particular thanks also due to **Shri Madhusudanbhai Donga, Chandrakantbhai Patel Former - Chairman, Former Vice-Chairman Shri Nareshbhai Patel, Shri Jagjivanbhai Sakhiya and Rameshbhai Tilara** for their guidance and support throught out the year.
- 39.5 A sincere thanks to **GM & CEO – Shri Satyaprakash Khokhara** for his valuable guidance, loyalty, dedication, hardwork, devotee services and wholehearted involvement in achieving banks' desired goals and achivement of vision and mission in true sense including providing excellent services to the customers of the Bank through out the year.
- 39.6 We earnestly desire to make rapid progress making our services more and more efficient and customer centric. We solicit your co-operation in our task ahead.

Thank you all, once again.

For **and on behalf of the Board**



Jagdishchandra Kotadia
Chairman

Date : 03.06.2021

Place : Rajkot



Corporate Governance

◆ Our Vision

To provide best services in the industry to cater various financial requirements of our customers and creating long lasting value for all stakeholders.

◆ Our Mission

To be the preferred bank for our customers through operational excellence and best service quality and of our employees with the highest level of ethical and moral values.

◆ Our Core Values

Core Values of the bank that defines the working style of the bank are:

- 1. One Team** : We display energy to work together as a **Team RAJBANK** and provide excellent banking services to our customers;
- 2. Customer Centric** : Customers' interest lies at the core of our bank at all the time;
- 3. Trustworthy** : We show enthusiasm and commitment and strive to resilient adversity and having faith and respect in our beliefs, reliability & transparency in services provided by the bank;
- 4. Integrity** : We behave with integrity and in an ethical manner in everything we do and say and thereby maintaining a trust of all our stakeholders.
- 5. Excellence** : We strive for continuous improvement in our policies, systems and processes. Our Commitment is to demonstrate excellence in all spheres of our work and committed to exercise professionalism self-discipline, perseverance and team spirit.

With these values, Bank strives to enrich its stakeholders.

1. Bank's Philosophy on Code of Governance

At **The Co-Operative Bank of Rajkot Limited** (hereinafter referred to as "The Bank"), Corporate Governance philosophy encompasses regulatory, legal requirements and adherence to guidelines of regulatory authorities, which aims at a level of business ethics, effective supervision & enhancement of value for all stakeholders of the Bank.

The Bank always endeavours to achieve the highest levels of governance as a part of its accountability and responsibility towards the shareholder, depositors and all other stakeholders. Transparency, Fairness, Responsibility and Integrity continue to be at the epicenter in achievement of good Corporate Governance and the Bank is strongly committed to adhering to the principles for enhancing the stakeholders' values.

We believes that a good Corporate Governance structure is the one which directs and controls the affairs of the Bank to sustain and improve value creation for all stakeholders. However, it is to be recognized that Corporate Governance is not just a destination but a consistent journey to consolidate and enhance sustainable value creation to the Bank by adhering to the core values.

The cardinal principles of the Corporate Governance philosophy of the Bank is scripted in the following words:



"To adopt and adhere to best and recognized Corporate Governance practices through fairness, transparency, professionalism and accountability with ultimate aim of building confidence and value creation in stakeholders thereby paving the way for long-term success for the Bank."

Corporate Governance is a process that aims to meet Stakeholder's need, aspirations and expectations. Corporate Governance is beyond the realm of Law. It is not just a discipline imposed by a Regulator. It is a culture that guides the Board, Management and Employees to function towards best interest of Stakeholders.

The Bank continues to believe strongly in adopting and adhering to the best governance practices. Corporate Governance code aims to enhance the long-term wealth creation of all its stakeholders, and comply with the required benchmark of capital adequacy, thereby safeguarding the interest of all its stakeholders such as shareholders, investors, depositors, creditors, borrowers and employees to maximize benefits to all.

The Bank continues to achieve Corporate Excellence by imbibing the following principles:- 1. Adhere to the Laws and Regulations both in true letter and spirit. 2. Total commitment to follow ethical practices in all facets of Banking to ensure efficiency in operations so as to maximise value and benefit to all stakeholders. 3. To make employees accountable and take responsibility for completion of work within specified timelines, 4. Strict adherence to prudent Banking norms and values in the conduct of day-to-day Banking operations.

2. Corporate Governance Guidelines

Corporate Governance Guidelines ensures that the Board meet regularly, provide effective leadership, provide free access to the board to all relevant resources, advices that are necessary to enable to carry out its role effectively, to ensure that management is responsible in respect of compliance with all applicable acts, rules and regulations, guidelines/circulars and instructions as may be issued from time to time to the bank by RBI/other regulatory authorities, to formulate procedures and policies and strictly adhere to such policies and procedures and that the board will have the necessary authority and processes in place to review and evaluate the bank's performance, their roles and responsibilities etc.

It is very imperative to follow principles of Corporate Governance therefore, our bank lays importance to corporate governance in its administration. Being a co-operative bank with large volume of business, it is very necessary to follow the principles of co-operative governance along with the principles of corporate governance. Our bank protects the interest of depositors and members of merged co-operative banks also.

Our Board of Directors, guided by the Corporate Governance framework and Our Corporate Governance framework is based on the following principles:

- 1. Trusteeship** : Board of directors of the bank are only trustees of the bank;
- 2. Structure** : Bank should have effective Corporate Governance Structure;
- 3. Compliance** : Board is accountable for Compliance;
- 4. Leadership** : Board are Responsible to provide effective Leadership;
- 5. Fairness** : Board should maintain Fairness and Excellence in its decisions;
- 6. Transparency** : Board should maintain transparency in its processes;
- 7. Accountability** : Board are responsible for their decision-making process at their level.

3. Board of Directors

3.1 Composition of Board

The Board comprised of appropriate mix of eminent persons with considerable professional experience and expertise in various fields like banking, business Development & Management, finance, law, economics, Accountancy and other fields as well. Composition of Board of Directors of our bank is broad based and is governed by the provisions of the Multi State Co-operative Societies Act, 2002 & Rules framed there under, the Byelaws of the bank as well as RBI guidelines, issued in this regard from time to time. A brief Details of the board of directors are furnished in this Annual Report also.

3.2 Role and Responsibilities of Board of Directors

The Directors are expected to attend and actively participate in Board Meetings and to spend the time needed and meet as frequently as necessary to properly discharge their responsibilities, to establish policy framework, to take significant and strategic decisions, to oversee the pursuit of objectives, profit maximization and to protect and maximize the interest of all stakeholders and oversee risks to the bank. In doing so, it must act with utmost honesty, in good faith and in the best interest of the Bank & all stakeholders to enhance the reputation and public image of the bank at large without any personal interest or agenda.

The Bank's Board carry out its functions in compliance with the provisions of the MSCS Act, 2002 and rules frame thereunder and Guidelines/ Circulars and instructions of RBI & CRCS, issued from time to time & as per approved bye-law of the bank. The Board is responsible to act in the best interest of the Bank and its members & stakeholders. In discharging their duties, The Directors shall comply with the Code of Conduct as adopted by the Bank, as amended from time to time and Do's and Don'ts of the Board of Directors as issued by RBI vide master circular on board of directors.

3.3 Board Procedure

The Agenda for the Board Meeting is circulated in advance to all the Board members through e-mail & WhatsApp. The items in the Agenda are supported by comprehensive background information at the board meeting to enable the members to take appropriate decisions. The Board is also kept informed of major events/ items and approvals are taken wherever necessary of top Management of the bank. The Minutes of each Board / Committee Meeting are recorded in separate Spiral binding form. The Minutes of Board Meetings of every meetings are tabled in next Board Meeting and approved after inviting suggestions from all the board of directors of the bank. Most of the decisions of the Board meeting are taken unanimously.

3.4 Board Meetings

The Board meets regularly at least once in a month and holds additional meetings as and when the board thinks appropriate. During the year 2020-2021, there were total **14 Board meetings** were held. Agenda of each board meeting is given to all the directors for all board meetings. Draft agenda of board meetings is prepared by the company secretary and submitted to the CEO for its finalization and after finalization are circulated to all the board members. Directors are given an opportunity to provide in the prescribed form of the bank and include any other matters in the agenda as a part of corporate governance guidelines as adopted by the bank. The agenda, together with board papers are put before the board for their consideration and notes of the decisions at the board meeting are taken.

A draft minutes are prepared by the company secretary with details of decisions reached and concerns raised and dissenting views expressed at board meeting and submitted to the CEO and to the chairman for their comments, perusal and approval & proceedings of meetings entered in to minutes book within thirty days & formally signed by the chairman of the meeting. Final minutes printed, spiral form placed and read out before the board in the next board meeting to get approved by all the board of directors of the bank before signed by the Chairman. Copies of final version of minutes of the board meetings are kept in safe custody of the GM & CEO of the bank.

3.5 Attendance record of Directors at 14 Board Meetings and 40th Annual General Meeting of the Bank are as under:

Sr. No.	Name of the Directors	Present Designation	In Directorship Since	Board Meetings		40 th AGM Attended
				Total Meetings	Attended	
1.	Jagdishchandra R. Kotadiya	Chairman*	22.04.2012	14	13	Yes
2.	Mansukhbhai P. Nasit	Director	30.08.1980	14	14	Yes
3.	Chandrakantbhai P. Patel	Director	13.10.1999	14	12	Yes
4.	Nileshbhai S. Dhruv	Director	01.04.2008	14	14	Yes
5.	Muljibhai V. Chauhan**	Director**	18.08.2000**	08**	03	No**
6.	Sachinbhai D. Sachade	Director	22.04.2012	14	10	No
7.	Nimit K. Kamdar	Director	23.04.2017	14	11	No
8.	Harindra M. Donga	Director	23.04.2017	14	08	No
9.	Pragajibhai M. Patel	Director	23.04.2017	14	14	Yes
10.	Narendrasinh P. Jadeja	Director	23.04.2017	14	09	Yes
11.	Harshadbhai P. Malani	Director	08.03.2020	14	13	Yes
12.	Jayantilal S. Vasoya	Director	08.03.2020	14	11	Yes
13.	Anandbhai M. Patel	Director	08.03.2020	14	03	Yes
14.	Pranay C. Virani	Director	08.03.2020	14	11	Yes
15.	Gopalbhai A. Rupapara	Director	08.03.2020	14	14	Yes
16.	Minakshi K. Dhami	Woman Director	23.04.2017	14	14	Yes
17.	Kiran J. Sejpal	Woman Director	23.04.2017	14	11	Yes
18.	Ketanbhai H. Marvadi	Advisor to Board	16.09.2019	14	01	No
19.	Rajendra R. Raval	Invitee	06.11.2019	14	11	Yes

* Chairman was appointed on 14.07.2020

** Muljibhai Chauhan was expired due to CORONA on 08.11.2020.

3.6 Change in the Board of Directors during the year 2020-2021

This year 2020-2021 saw the following change in the composition of the Board of Directors of the bank.

Sad Demise : Muljibhai Chauhan was expired on 08.11.2020 due to COVID-19 disease.

3.7 Disqualification/Conflicts of interest

The bank has a well-designed policy on '**Conflict of Interest and disclosure of certain interests**' in place. All the board members/top management and senior personnel of the bank are required to maintain highest level of professionalism and personal integrity to avoid situations where personal interest of individual may conflict or appear to be conflict with the interest(s) of the bank or its stakeholders in any manner.

The Bank had proper system in place where if any director involves or is likely to be involve actual or potential conflicts of interest shall promptly inform the bank in its prescribed form when such situation or question is first considered. Such directors or senior personnel shall be refrained from participating in a discussion on such situation or matter.

When, a director, whether directly or indirectly, interested in any matter or involve in a matter or proposed matter or arrangement with the bank which have conflicts of interest, shall declare the nature of his/her interest to the bank in the prescribed form at which the question of such situation is first considered. Furthermore, a director shall not vote at such matter at board meetings in respect of any such matter or proposal or situation in which he or she or any of his/her relative/ associate(s) is to his/her knowledge materially interested.

Matters, to be decided at Board meetings are decided unanimously from directors allowed to vote. These guidelines are strictly observed throughout the Financial Year.

4 Committees

Board has constituted various committees of Directors and/or Executives to look in to different areas of strategic importance. The important committees are as under :

4.1 Audit Committee of the Board

The Audit Committee of the Board (ACB) has been constituted by the bank as per the guidelines of Reserve Bank of India in this regard for extending support to the Board and provides direction to the audit function which comprises of concurrent audits, stock audits, internal Audits and statutory audits.

It monitors the quality of internal, statutory and concurrent audits, as well as the internal control system, and overall status of the advances portfolio of the Bank. The Committee now also overlooks and monitors stressed & NPA status of loans and advances. The Committee is headed by the senior director, and other members of the board. **There are total 4 ACB meetings were held during the Financial Year.**

4.2 Asset Liability Management Committee

Based on RBI circulars, Asset Liability Management Committee (ALCO) of the bank comprises of 8 Senior Executives headed by the GM & CEO of the Bank. ALCO committee is a taking review of asset management of the bank for optimal results from a risk-return perspective. The responsibility of the ALCO is to make balance between resources mobilization and deployment and



meet the core objectives of attaining profitability and ensuring appropriate management of the liquidity risk and interest rate risk in the banking business. Liquidity risk of the Bank is assessed through gap analysis for any maturity mismatch based on residual maturity in different time buckets and the management of the same is done within the prudential limits fixed for the purpose. Further, ALCO reviews Interest Rate Sensitivity statement on a monthly basis to assess interest rate risk.

5. Sitting Fees

Newly elected Board of directors vide Board Resolution No. 21.2 dated 10.05.2017 had taken an unanimous decision to discontinue sitting fees for attending meetings of board, committee(s) and general meeting(s). During the year under review all the board of directors has provided their services to the bank voluntarily and on honorary basis.

6. General Body Meetings

Special General meeting of the delegates of the bank is scheduled is case of need. During the year under review no special General body meeting was scheduled. Details of last three annual general body meeting of delegates of the bank are as follows:

No.	Date	Day	Time	Year	Venue
1.	Nov, 28, 2020	Saturday	6.00 p.m.	2019-2020	Hotel RPJ, Rajkot
2.	July, 07, 2019	Sunday	6.00 p.m.	2018-2019	Hotel RPJ, Rajkot
3.	May, 27, 2018	Sunday	6.00 p.m.	2017-2018	Hotel Imperial Palace, Rajkot

7. Code of Corporate Governance

Keeping in view the best practices, since 2013, the Board by passing a **Board resolution No. 15 dated 15.09.2013**, framed as per RBI circular Do's and Don'ts for the board of directors. Board had revised Do's & Don'ts of the Board of Directors of the bank by resolution No. 36 dated 14.07.2020 which are circulated to all directors vide **Ref. No. 41/GM/35 dated 15.07.2020**. As a part of good corporate governance practices as formulated, a list of Do's and Don'ts to be followed by the Board of Directors in practice, reproduced here in below in simplified manner.

Sr. No.	Do's by Director	Don'ts by Director
1	Attend the board meetings regularly and effectively. Work in the spirit of co-operation.	Should not interfere in the day-to-day functioning of the bank.
2	Study the board papers thoroughly and use the good offices of the chief executive officer for eliciting any information at the Board Meetings.	Should not involve themselves in the routine or every day business and in the management functions.
3	Ask the Chairman to furnish the board papers and follow up reports on a definite time schedule.	Should not send direct/indirect instructions /directions to any individual officer/ employee of the bank in any manner.



Sr. No.	Do's by Director	Don'ts by Director
4	Be familiar with the broad objectives of the bank and the policy laid down by the Government and the Reserve Bank of India.	Should not sponsor any loan proposal, buildings and sites for bank's premises, enlistment or empanelment of contractors, architects, doctors, lawyers, etc.
5	Involve themselves thoroughly in the matter of formulation of general policy and also ensure that performance of the bank is monitored adequately at board level.	Should not approach or influence for sanction of any kind of facility.
6	Welcome all constructive ideas for better management of the bank and for making valuable contributions.	Should not participate in the Board discussion, if a proposal in which they are directly or indirectly interested, comes up for discussion. They should disclose their interest, well in advance, to the Chief Executive Officer and the Board.
7	Try to give as much of their wisdom, guidance and knowledge as possible to the management.	Should not sponsor any candidate for recruitment or promotion or interfere in the process of selection/appointment or in transfers of staff.
8	Try to analyze the trends of economy, assist in the discharge of management's responsibility to public and formulation of measures to improve customer service and be generally of constructive assistance to the bank management.	Should not do anything which will interfere with and/or be subversive of maintenance of discipline, good conduct and integrity of the staff.
9	Work as a team and not sponsor or be prejudiced against individual proposals. Management on its part is supposed to furnish full facts and complete papers in advance.	Should not involve themselves in any matter relating to personnel administration –whether it is appointment, transfer, posting or promotion or Redressal of individual grievance of any employee.
10	Compliance with monetary and credit policies of RBI/Government	Should not encourage the individual officer/employee or unions approaching them in any matter.
11	Observance of cash reserve ratio and statutory liquidity ratio	Should not reveal any information relating to any constituent of the bank to anyone as, he is under oath of secrecy and fidelity.
12	Efficient management of funds and improving profitability.	The directors are expected to ensure confidentiality of the bank's agenda papers/ notes. The board papers may ordinarily be returned to the bank after the meeting.



Sr. No.	Do's by Director	Don'ts Director
13	Compliance with guidelines on income recognition, asset classification, provisioning towards non-performing assets.	Should not directly call for papers / files/ notes recorded by various departments for scrutiny etc. in respect of agenda items to be discussed in the meetings. All information/clarification that they may require for taking a decision should be made available by the executive.
14	Deployment of funds to priority / weaker sections.	A director may indicate his directorship of the bank on his visiting card or letter head, but the logos of distinctive design of the bank should not be displayed on the visiting card/letter head.
15	Overdue and recovery-ensure that recoveries are made promptly and overdue reduced to the minimum.	The directors should ensure that the bank's funds are utilized in a proper and judicious manner for the benefit of general members.

Other Items covered under Do's of RBI Circular Criteria

1. Review of action taken on RBI inspection / statutory audit reports.
2. Vigilance, frauds and misappropriation
3. Strengthening of internal control system and housekeeping viz. proper maintenance of books of accounts and periodical reconciliation.
4. Reviews on several items as prescribed by RBI/Government.
5. Customer Service
6. Development of a good management information system
7. Computerization
8. Should ensure that proper loan policies are adopted and followed.
9. Ensure that all circulars and other material relating to policies issued by RBI / Government are seen by every member of the Board and also placed before the Board for suitable action.

8. Code of Conduct

The bank has also its own code of conduct to be followed by all the board members/top management and senior personnel of the bank vide board resolution no. 11 dated 20.09.2014 which were revised during FY 2020-2021 by resolution no. 35 dated 14.07.2020 which are circulated to all the newly elected board of directors vide ref. no. 41/GM/34 dated 15.07.2020. Board members/ top management have affirmed compliance with the code of conduct w.e.f. 23.04.2017. The Code of Conduct is placed at each Annual General Meeting of the bank. The same had been reproduced as under:



41 / GM / 34

Copy of Letter submitted to Directors as a part of
Point No. 8 of this Corporate Governance Report

Date : 15.07.2020

To Implement Code of Conduct for Member of Board of Director u/s 39 of MSCS Act 2002.

CEO informed the board that You may be kindly aware of the fact that in compliance with the provisions of clause (n) of sub section (1) of section 39 of the Multi state co-operative Societies act, 2002 read with bye law 26 (o) of **The Co-operative bank of Rajkot Limited [Raj Bank]'s**, the general body of the bank in its meeting held on 11.05.2014 authorized the board of directors of the bank to adopt the **"Code of Conduct"** for the members of the board and its officers, and the same is to be implemented w.e.f. 01.10.2014.

"Code of Conduct" for Board of Directors**1. Obligation to the bank and to cooperative principles**

- 1.1 *As a Member of the board of the bank, he/she will have unquestionable loyalty to the bank in all matter Pertaining to bank's Business.*
- 1.2 *A member of Board must be knowledgeable and persons of high integrity. Member of Board must function in a **cohesive manner** and provide proper leadership for the smooth and efficient management of the affairs of the bank. This requires for a certain degree of professionalism in the BODs.*
- 1.3 *As a Member of the board, he/she will follow the doctrine of Cooperative, cooperative principles and cooperative values of self-help, self-responsibility, democracy, equality, equity and solidarity. He/she will handle the affairs of bank with honesty, transparency and with the social responsibility.*
- 1.4 *As a Member of the board, he/she will always be alive towards the "objects of the bank" and shall not do any such act directly or indirectly which may adversely affect the functioning of the bank.*
- 1.5 *Being the trustee and Custodian to the bank, He/she shall ensure avoiding misuse or damage to the bank's property or not allow it to be misused by the any one either director or employee of the bank.*
- 1.6 *As a Member of the board, he/she must follow the cardinal principle of democracy and should strive and contribute towards timely elections of the Board and the General Body of the bank as an when become due.*
- 1.7 *Towards the growth of the bank and enhancing human resource, he/she would not like to dominate the managements of the bank.*
- 1.8 *As a Member of the Board, he/she shall not make any statements or become privy to any act, practice or unfair competition which is likely to be harmful to the interests of the bank.*
- 1.9 *As a Member of the Board, he/she shall ensure that he/she claims only one traveling allowance for attending more than one meeting of different committee if convened on the same day.*
- 1.10 *It is the obligation of every Director of the bank to uphold the Bye-laws of the bank and act in accordance with its needs, in consonance with the Multi State Cooperative Societies Act. He / she should exercise and maintain the highest standards of probity and integrity.*



2. Conflict of Interest and Peer Pressure

2.1 Directors should maintain their independence, dignity and impartiality by not approaching politicians and outsiders in respect of service matters or for private benefit. They should also exercise peer pressure to dissuade those who do so within the bank. They should also resist peer pressure when such pressure is against the bank, or when it is desired to benefit a particular person or group at the expense of the bank or the interest of members in general. Where there is a conflict between public and private interest or between the interest of the bank and other interests, he/she shall bring the same to the notice of other Members of the board also.

3. Accountability and Responsiveness

3.1 He/She will not indulge in any unlawful activity and will follow the provisions of the Multi State Cooperative Societies Act, Rules framed there under and bank's Bye laws.

3.2 The Members of the Board shall be accountable to the Members of the bank in terms of desired services of quality and standard.

3.3 The members of the Board, in exercise of their duties, shall consider the interests of other stakeholders such as employees, creditors and bank at a large.

4. Dignity and Decorum

4.1 As a Member of the Board of bank, he/she must conduct him/her self in such a manner that he/she becomes the role model for others in other cooperatives as well.

4.2 Every Director shall behave in a manner that enhances the reputation and professional standing of the bank. He/she shall perform his/her duties with due care and diligence. He/she shall promote and exhibit public and private conduct in keeping with the appropriate behavior and standards of excellence and integrity. He/she shall also treat his/her colleagues and members of the Public with courtesy, and be sensitive to their rights, duties and aspirations. His/her conduct as a Director should be ethical and value based.

5. Non-abuse of official position

5.1 They shall not abuse their position to influence any person to enter into financial or other arrangements to gain personal benefit or to any particular individual or any party.

5.2 As a member of the Board, he/she will take due care to ensure that he/she does not unduly use his/her position to give undeserved benefits to his/her relatives and employees if they are in employment of bank or concerns promoted by the bank.

5.3 In case any of his/her relatives, as defined and accepted by bank's Board, applies for any position/job in bank, the Board member will inform to the CEO in advance, and will not associate him/her self or influence the selection process /proceedings for awarding job.

5.4 The members of the Board shall disclose their interest direct/indirect in any contract, If any, executed by the bank.



- 5.5 *The Member of the Board will ensure that he / she is not individually involved in the profits of any contract executed with by the bank, as envisaged under the provisions of Section 43(1)(b) of the Multi-State cooperative Societies Act, 2002.*
- 5.6 *The Member of the board shall not use the resources of the bank of any nature, Men/Material/Machinery/Money for contesting elections or defending election petitions in the law courts. This process of professionalism will be facilitated by the bank through information, education, orientation and studies.*
- 5.7 *Directors are in a position of trust and have a responsibility to make decisions on the basis of merits only. They must not use or abuse their official position to enter into financial or other arrangements to influence any person or accomplish other objectives by virtues of their position as Directors.*
- 5.8 *The Member of the Board shall not be associated with competitions of bank in any manner prejudicial to the interests of bank.*

6. Progress of the bank through Professionalism and Team Work

- 6.1 *While considering the matters in the board placed before him/her he/she will give his/her free and frank advice without any fears or favors and the decisions taken by the Members of the Board shall be objective, transparent and in the overall interest of the bank and shall not promote any personal gains or benefits to any particular individual or Party.*
- 6.2 *While considering the matter placed before him/her in the board, he/she will give due importance and weightage to 'merit' considering the professional advice/report available on the subject; and in no way allow any other interest to influence the decision.*
- 6.3 *The members of the Board shall exercise reasonable diligence on representations/information received by him/her before relying on them for their decision making.*
- 6.4 *Members of the Board shall ensure that all the decisions be taken in a professional and prudent manner based on the information provided and material placed before them which are beneficial to and in the interest of the bank.*
- 6.5 *It will be the duty of every Director, as a Member of the Board, to make him/her self fully familiar with the process and technologies used in the banking services so as to effectively contribute to the decision making process. He/she shall strive to acquire and maintain the required level of professional competence and participate in setting standards for appropriate levels of competence in the bank.*

7. Non-affiliation to Political Parties

- 7.1 *While deciding the matter in the meetings of the Board, he /she will have no consideration for the political party to which he/she belongs nor he/she will consider the matters under the pressure of any political computations. All decisions in the Board Meeting and also in public pertaining to bank will be above his/her political affiliations and alliances.*
- 7.2 *Director should also desist from making inappropriate public comments on matters relating to bank's policies or programme which may hurt the interests of the bank.*



8. Fairness in decision making

- 8.1 *The Members of the Board shall avoid any kind of interference / influence / intervention in day-to-day administration /management of the bank. However, any suggestion for improvement of administration or Management of the bank is welcome in written prescribed form.*
- 8.2 *As a Member of the Board, he/she will understand his/her role of policy making and monitoring various decisions of the Board.*
- 8.3 *Every Director shall take decisions with impartiality, transparency and that are in keeping with fairness and the principles of equal justice. He/She shall be sensitive to different religions and cultures, but at the same time his/her political affiliations/allegations shall not discriminate on the basis of race, caste or community, sex, religion, age, disability, statehood and other such factors, and they should not affect his / her decision making.*

9. Confidentiality of Information

- 9.1 *The Principle of honesty extends to issues of confidentiality of information. As a member of the Board, he/She shall maintain confidentiality of the information presented/decisions made in the board meetings and shall especially not interact with the press or media, unless authorized to do so. He/She shall not use the information of the bank for personal gain.*

10. Acceptance of Gifts and / or hospitality

- 10.1 *Directors, during the discharge of their duties, will come into contact with organizations and member of the public who may be party to the normal private sector practice of offering gifts and hospitality to business contacts. While it is important to maintain contacts with various groups, it is vital that bank's Directors are seen to be free from any form of bribery of corruption. The receiving of gifts and /or other benefits may be seen as an attempt to influence a decision and therefore must be avoided. However, inexpensive gifts / momentos / souvenirs may be accepted when given in the spirit of harmonious business relations or on special occasions.*

Date	15.07.2020
Place	Rajkot

SD/-
Satyaprakash Khokhara
General Manager & CEO
The Co-Operative Bank of Rajkot Ltd.



9. Declaration on compliance with the code of corporate governance

All the board of directors / Top Management and senior personnel hereby established and affirmed compliance with the bank's code of corporate governance and code of conduct through out the F.Y. 2020-2021. Moreover, Senior employee(s) and Top Management/board of directors, who are directly or indirectly deals with the sensitive matters, are bound by the policy on Conflict of Interest of the bank, inter alia, to keep confidential and refrain from dealing in the bank if they are in possession of such information.

10. Violation of the Code of Conduct as well as Do's and Don'ts

The Board of Directors have powers to take necessary actions against violation of Code of Conduct and Do's and Don'ts as adopted by the bank. The Board can delegate its powers to CEO of the bank, if so required.

11. General Standard of Conduct

All the board members/top management and senior personnel are engaged in and promote an ethical conduct of business operations in professional manner to promote bank's reputation and public image and they must discharge their duties in transparent and discipline manner. At the Bank, we are expecting an amount of care and prudence which an ordinary person is expected from its own business.

12. Details of non-compliance

During the year under review, the Board of Directors of the bank take all amount of care not to violate any guidelines, rules, regulations or statutes applicable to the bank. The Board of Directors strives to adhere to all guidelines, circulars, instructions, etc. of RBI/other regulatory authorities & all applicable acts, rules and regulations.

13. Disclosure of information

The bank's directors acknowledge their responsibilities to prepare accounts for each quarter, half and full financial year which give a true and fair view of the state of affairs of the bank. The directors consider that in preparing financial statements, the bank ensures statutory requirements are met and applies appropriate accounting policies that are consistently adopted and that are reasonable and prudent in accordance with the applicable accounting standards.

The directors are responsible for taking all reasonable and necessary steps to safeguard the assets of the bank and to prevent and detect fraud and other irregularities within the bank. They consider that the bank has adequate resources to continue operational existence for the foreseeable future and are not aware of material uncertainties in relation to events or conditions that may cast significant doubt upon the bank's ability to continue as a going concern. The bank's financial statements have accordingly been prepared on a going concern basis.

The Board is aware about the requirements of timely and proper disclosure of and announcements and financial disclosures and authorizes their publication as and when required.

14. Means of Communication

Bank strongly believes that all stakeholders should have access to full and complete information on its performance and product initiatives. Annual, Half-yearly and quarterly results of the bank for the Fiscal year 2020-2021 were published in the leading English newspapers as well as regional language

newspapers of Gujarat state as well as Maharashtra State. Annual Report is displayed on the bank's website (www.rajbank.net). The bank's website also displays, inter alia, official news, product description, various product offerings and services of the bank.

The annual financial results are promptly published in one English and more than one Gujarati (Regional Language) newspaper(s), within 48 hours of the conclusion of the Board Meeting. The Annual Report as well as Financial performance of the bank are simultaneously displayed on the Bank's website. Every year, after the annual results are declared, a Press-meet is held on the same day, in which the CEO makes a presentation and answers the queries of the media. Details of the Bank's performance are discussed with the Board of Directors in its meeting before declaring annual results and press notifications are issued. **But, due to pandemic of COVID-19, Press meet & Board Meeting on the last day of financial year was not arranged.**

15. Green Initiative

As a responsible corporate citizen, the bank welcomes and supports the 'Green Initiative' undertaken by the Government of India, enabling electronic delivery of documents including the Annual Report, etc. to stakeholders at their e-mail address registered with the bank on their request. Stakeholders who have not registered their e-mail addresses so far are requested to register their e-mail addresses with the bank.

16. Disclosures

16.1 The Bank has not entered into any materially significant related party transactions with its Director(s) or Management, their relatives, etc., that may have potential conflict with the interest of the Bank at large.

16.2 The Bank has taken care about compliance with various regulations, applicable law of various regulatory authorities from time to time relating to the bank during last 20 years. No penalties have been imposed on the Bank during FY 2020-2021.

Our bank is a co-operative bank, so we believe that corporate governance and co-operative governance should co-exist in our bank at all level. We, therefore, strive to manage our bank ensuring observance of co-operative and corporate values simultaneously. We are managing our bank to enhance values of our stakeholders in a transparent manner.

For, **and on behalf of Board of Directors**



Jagdishchandra Kotadia
Chairman

Date : 03.06.2021

Place : Rajkot



Statutory Auditor's Report
for the year ended on March 31st, 2021

To,
The Members

The Co-Operative Bank of Rajkot Ltd.

Report on the Financial Statements

1. We have audited the accompanying financial statements of **The Co-Operative Bank of Rajkot Ltd.** as at March 31st, 2021 which comprise the **Balance Sheet as at March 31st, 2021** and also the **Profit and Loss Account** for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. Management is responsible for 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 Banking Regulation Act 1949 & MSCS Act & Rules 2002 of India in accordance with the Accounting Standards/Principles issued by the Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We have conducted our audit in accordance with Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.



5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements together with the significant accounting policies and Notes on Accounts forming part of aforesaid accounts and our comments and observations contained in Audit Schedule enclosed herewith, give the information required by Banking Regulation act, 1949 as well as Multi-State Co-operative Societies Act, 2002 and Rules made there under in the manner so required for the Urban Co-operative Banks and give a true and fair view in conformity with the accounting principles generally accepted in India:
- (a) In the case of the **Balance Sheet** of the **state of affairs** of the Bank as at **March 31st, 2021** :
- (b) In the case of the **Profit and Loss Account** of the **profit** for the year ended on that date: and
- (c) The bank is awarded '**A**' Audit class for the year **2020-2021**.

Report on other Legal and Regulatory Requirements

7. The Balance Sheet and the Profit and Loss Account have been drawn up in Form "A" and "B" respectively of the Third Schedule of the provisions of section 29 of Banking Regulation Act, 1949 and Multi-State Co-operative Societies Act, 2002 and rules made there under as amended from time to time.
8. As required by section 73 (4) of Multi State Co-operative Societies Act, 2002 as amended from time to time and Subject to the limitations of the audit indicated in paragraph above and subject to the limitation of disclosure required therein,

We report that

- i. We have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and have found them to be satisfactory.
- ii. In our opinion, proper books of account as required by law have been kept by the Bank so far as appears from our examination of those books and proper returns adequate for the purpose of our audit have been received from the branches not visited by us.
- iii. The transactions of the Bank which came to our notice have been within the powers of the Bank.
- iv. The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account and returns.
- v. In our opinion, the Balance Sheet and Profit and Loss Account comply with the applicable accounting standards issued by the Institute of Chartered Accountants of India (ICAI) to the extent applicable.



- vi. To the best of our belief and according to information and explanation given to us, the transactions of the Bank, which have come to our notice, have been within the competence of the Bank and are in compliance with RBI guideline as applicable to the bank.
- vii. To the best of our knowledge and belief and according to information and explanation given to us, there has been no material impropriety or irregularity in the expenditure or in the realization of money due to the bank.
9. As per the information and explanations given to us and based on our examination of the books of account and other records, we have not come across material instances which need to be Rules 27(3) of Multi State Co-operative Societies Rules, 2002.

As per rule 27 (3) (a-f)

1. During the course of audit no such transactions which appear to be contrary to the provisions of the Act, the rules or the bye-laws of the bank have taken place.
2. During the course of audit no such transactions which appear to be contrary to the guidelines issued by the Reserve Bank of India have taken place.
3. During the course of audit money belonging to the bank which appears to the auditor to be bad or doubtful for recovery have been classified as per IRAC Norms as prescribed by the RBI from time to time subject to notes to the accounts.
4. During the course of audit Bank has granted loans to directors and their relatives in the form of FDOD/ FD Loan in tune with the RBI guidelines issued from time to time.
5. We have been informed by the bank that there are certain minor & major violation para in the XVIIIth RBI Inspection Report w.r.t. 31.03.2020. Bank had not produced the same before us for verification.
6. No specific matter has been specified by the Central Registrar in this regard during the year under audit.

For **M/s. P. T. Makadia & Co.**

Chartered Accountants

Place : Rajkot

Date : 01.06.2021

P. T. Makadia

Partner

Membership No. 10638

FRN : 105887W





Balance Sheet

as on

31.03.2021

[Amount in ₹]

Capital and Liabilities		As on 31.03.2021	As on 31.03.2020
1. Capital			
(i) Authorised Capital [8,00,00,000 Shares of Rs. 25.00 each]		200,00,00,000.00	200,00,00,000.00
(ii) Subscribed Capital*		131,55,21,775.00	137,30,22,000.00
(iii) Amount Called up*		131,55,21,775.00	137,30,22,000.00
1. Less : Calls unpaid		---	---
* Breakup of (ii) Subscribed Capital & (iii) Amount Called up			
31.03.2021		31.03.2020	
No. of Shares	Face Value Rs.	No. of Shares	Face Value Rs.
9,00,850	12.50	9,00,850	12.50
5,20,35,926	25.00	5,43,35,935	25.00
34,540	50.00	34,540	50.00
16,360	100.00	16,360	100.00
		1,12,60,625.00	1,12,60,625.00
		130,08,98,150.00	135,83,98,375.00
		17,27,000.00	17,27,000.00
		16,36,000.00	16,36,000.00
Total of [1 (iii)]		131,55,21,775.00	137,30,22,000.00
Of 1 (iii) above held by			
(a) Individuals		131,55,21,775.00	137,30,22,000.00
(b) Co-Operative Institutions		---	---
(c) State Government		---	---
2. Reserve Fund and Other Reserves			
(i) Statutory Reserve		137,12,90,556.73	125,80,26,408.91
(ii) Agricultural Credit Stabilisation Fund		---	---
(iii) Building Fund		20,10,20,042.77	20,10,20,042.77
(iv) Dividend Equalization Fund		---	---
(v) Special Bad Debts Reserve		---	---
(vi) Bad and Doubtful Debts Reserve		96,34,45,170.00	62,50,00,000.00
(vii) Investment Depreciation Reserve		9,59,15,000.00	1,59,15,000.00
(viii) Other Funds and Reserves			
1. Investment Fluctuation Reserve		16,12,60,000.00	16,12,60,000.00
2. Revaluation Reserve		33,35,75,725.33	35,46,90,680.33
3. Charity Fund		32,77,525.99	35,30,252.99
4. General Provision for BDR on standard assets		9,00,00,000.00	7,50,00,000.00
5. Special Reserve		7,00,04,000.00	7,00,04,000.00
6. Reserve for Unforeseen Losses		24,75,56,220.62	21,66,95,936.62
7. Reserve for Income Tax (Contingent Liability)		1,47,50,000.00	1,47,50,000.00
8. General Provision for BDR due to COVID-19		---	6,00,00,000.00
9. Reserve for Cyber Security		3,00,00,000.00	---
Total of [2]		358,20,94,241.44	305,58,92,321.62

Continue on next page...

**Balance Sheet**

as on

31.03.2021

[Amount in ₹]

Property and Assets		As on 31.03.2021	As on 31.03.2020
1	Cash		
1.1	Cash in Hand	27,52,53,342.00	32,01,99,458.00
1.2	Cash in ATM	2,57,14,000.00	2,38,09,600.00
	Total of 1.1 to 1.2	30,09,67,342.00	34,40,09,058.00
1.3	Current Account Balance With Reserve Bank of India	3,30,00,000.00	3,26,63,386.99
1.4	Current Deposits		
	(a) Balances with State Bank Of India		
	1. State Bank of India	2,40,73,051.32	2,51,14,604.09
	Total of 1.4 (a)	2,40,73,051.32	2,51,14,604.09
	(b) Balances with SCB & CCB of the District		
	1. Gujarat State Co-Operative Bank Ltd.	2,50,000.00	4,00,000.00
	2. Rajkot District Co-Operative Bank Ltd.	1,16,04,850.00	5,54,92,910.00
	3. Ahmedabad District Co-Operative Bank Ltd.	5,00,000.00	35,00,000.00
	4. Kaira District Central Co-Operative Bank Ltd.	14,45,437.59	9,57,521.59
	5. Jalgaon District Central Co-Operative Bank Ltd.	82,843.34	32,408.94
	Total of 1.4 (b)	1,38,83,130.93	6,03,82,840.53
	Total of 1 [1.1 to 1.4]	37,19,23,524.25	46,21,69,889.61
2.	Balance with Other Banks		
	(i) Current Deposits		
	1. AXIS Bank	3,39,28,581.74	88,52,081.49
	2. ICICI Bank	18,01,80,000.00	10,32,86,383.00
	3. UCO Bank	3,60,00,000.00	3,40,00,000.00
	4. Bank of Baroda	35,67,21,333.85	39,09,64,640.35
	5. Union Bank of India	11,03,865.43	59,03,967.92
	6. Central Bank of India	16,30,539.08	10,15,545.90
	7. HDFC Bank	6,38,77,987.10	5,64,87,202.22
	8. Yes Bank	24,14,37,819.01	5,45,48,029.22
	9. IDBI Bank	32,32,20,221.10	36,19,16,472.78
	10. Kotak Mahindra Bank	3,10,297.20	1,03,10,297.20
	11. IndusInd Bank Ltd.	5,08,05,134.00	3,95,15,132.45
	12. Bank of India	5,35,00,000.00	5,05,00,000.00
	13. DCB Bank	10,50,000.00	3,03,00,000.00
	14. Bandhan Bank	8,00,00,000.00	3,51,31,644.00
	15. AU Small Finance Bank Ltd.	5,50,000.00	5,00,000.00
	16. Suryoday Small Finance Bank Ltd.	1,50,000.00	1,00,000.00
	17. IDFC First Bank Ltd.	2,50,000.00	---
	Total of [2 (I)]	142,47,15,778.51	118,33,31,396.53

Continue on next page...



[Amount in ₹]

Capital and Liabilities	As on 31.03.2021	As on 31.03.2020
3. Principal / Subsidiary / State Partnership Fund Account		
For Share Capital of		
(i) Central Co-Operative Banks	---	---
(ii) Primary Agricultural Credit Societies	---	---
(iii) Other Societies	---	---
Total of 3 [i+ii+iii]	---	---
4. Deposits and Other Accounts		
(i) Fixed Deposits		
(a) Individuals	1197,56,07,063.50	1073,57,75,744.70
(b) Central Co-Operative Banks	---	---
(c) Other Societies	403,93,15,721.80	366,31,17,337.80
Total of 4 (I)	1601,49,22,785.30	1439,88,93,082.50
(ii) Savings Bank Deposits		
(a) Individuals	785,07,47,620.95	649,23,72,651.20
(b) Central Co-Operative Banks	---	---
(c) Other Societies	37,34,27,668.05	32,23,09,029.23
Total of 4 (ii)	822,41,75,289.00	681,46,81,680.43
(iii) Current Deposits		
(a) Individuals	24,67,33,851.14	20,10,40,715.35
(b) Central Co-Operative Banks	---	---
(c) Other Societies	188,42,82,381.50	159,89,23,262.35
Total of 4 (iii)	213,10,16,232.64	179,99,63,977.70
(iv) Money at call and short notice	---	---
Note : Detail Break-up of deposit (Annexure-1) Total of 4 [i+ii+iii+iv]	2637,01,14,306.94	2301,35,38,740.63
5. Borrowings		
(i) From the Reserve Bank of India / National Bank State / Central Co-Operative Bank		
(a) Short-term loans, cash credits & overdrafts	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(b) Medium-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		

Continue on next page...



[Amount in ₹]

Property and Assets	As on 31.03.2021	As on 31.03.2020
(ii) Savings Bank Deposits	—	—
(iii) Fixed Deposits		
(a) FDR with State Bank of India	—	—
Total of 2 (iii) (a)	—	—
(b) FDR with SCB & CCB of the District	—	—
Total of 2 (iii) (b)	—	—
(c) 1. Bank of Baroda	---	25,20,00,000.00
2. HDFC Bank	55,00,00,000.00	36,50,00,000.00
3. IndusInd Bank Ltd.	50,00,00,000.00	51,84,00,000.00
4. DCB Bank	20,25,00,000.00	20,00,00,000.00
5. YES Bank	50,00,000.00	50,00,000.00
6. AU Small Finance Bank Ltd.	20,00,00,000.00	50,00,00,000.00
7. Bandhan Bank	25,00,00,000.00	40,00,00,000.00
8. Suryoday Small Finance Bank Ltd.	20,00,00,000.00	20,00,00,000.00
9. IDFC First Bank Ltd.	50,00,00,000.00	---
Total of 2 (iii)	240,75,00,000.00	244,04,00,000.00
Total of [2 (iii)a+b+c]	240,75,00,000.00	244,04,00,000.00
Total of 2 [i+ii+iii]	383,22,15,778.51	362,37,31,396.53
3. Money at Call and Short Notice		
1. Term Money with STCI Primary Dealer Ltd.	---	30,00,00,000.00
2. With IDBI Bank Ltd.	10,00,00,000.00	---
3. STCI Primary Dealer Ltd.	---	10,00,00,000.00
4. With HDFC Bank Ltd.	10,00,00,000.00	---
Total of [3]	20,00,00,000.00	40,00,00,000.00
4. Investments		
(i) In Central and State Government Securities (at book value)		
1. Investments in Central Government Securities	355,26,22,014.00	216,86,23,402.00
2. Investments in State Government Securities	617,91,76,874.00	374,41,27,935.00
3. Treasury Bills	74,08,19,500.00	---
Face value Rs. 1046,68,10,000.00		
Market Value Rs. 1049,40,00,313.00		
Total of [4 (I)]	1047,26,18,388.00	591,27,51,337.00

Continue on next page...



[Amount in ₹]

Capital and Liabilities	As on 31.03.2021	As on 31.03.2020
(c) Long-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(ii) From the State Bank of India		
(a) Short-term loans, cash credits and overdrafts	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(b) Medium-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(c) Long-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(iii) From the State Government		
(a) Short-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(b) Medium-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(c) Long-term loans	---	---
Of which secured against,		
(A) Government & other approved securities		
(B) Other tangible securities		
(iv) Loans from other sources	---	---
(source and security to be specified)		
Total of 5 [i+ii+iii+iv]	---	---
6. Bills For Collection Being Bills Receivable (As per Contra)		
6.1 Inward Bills for Collection (IBC)	---	---
6.2 Outward Bills for Collection (OBC)	2,05,277.00	3,35,166.00
Total of [6]	2,05,277.00	3,35,166.00

Continue on next page...



[Amount in ₹]

Property and Assets	As on 31.03.2021	As on 31.03.2020
(ii) Other Trustee Securities Total of [4 (ii)]	---	---
(iii) Shares in Co-Operative institutions other than in item No. (5) below	---	---
Total of [4 (iii)]	---	---
(iv) Other Investments		
(i) Non SLR Security	1,51,377.00	---
(ii) Investment in Mutual Fund	20,20,18,093.91	100,00,00,000.00
Total of [4 (iv)]	20,21,69,470.91	100,00,00,000.00
Total of 4 [i+ii+iii+iv]	1067,47,87,858.91	691,27,51,337.00
5. Investments Out of The Principal / Subsidiary / State Partnership Fund		
In Shares of		
(i) Central Co-Operative Banks	---	---
(ii) Primary Agricultural Credit Societies	---	---
(iii) Other Societies	---	---
Total of 5 [i+ii+iii]	---	---
6. Advances		
(i) Short Term Loans, CC, OD & Bills Discounted		
Of which secured against,		
(a) Government and other approved securities	21,91,593.00	32,62,778.00
(b) Other tangible securities	825,92,57,961.17	819,81,94,580.62
(c) Unsecured advances	8,14,207.77	8,14,207.77
Total of [6 (I)]	826,22,63,761.94	820,22,71,566.39
Of the advances above		
Amount Due from individuals	826,22,63,761.94	820,22,71,566.39
Amount Overdue	3,38,64,993.00	3,13,81,989.00
Amount Considered bad & doubtful of recovery	48,44,25,012.54	53,70,08,471.48
(ii) Medium Term Loans		
Of which secured against,		
(a) Government and other approved securities	---	---
(b) Other tangible securities	742,81,48,303.46	710,59,88,929.69
(c) Unsecured advances	6,84,53,606.00	5,79,76,714.00
Total of [6 (ii)]	749,66,01,909.46	716,39,65,643.69
Of the advances above		
Amount Due from individuals	749,66,01,909.46	716,39,65,643.69
Amount Overdue	2,40,37,333.00	4,15,91,776.00
Amount Considered bad & doubtful of recovery	25,94,33,799.47	22,89,22,871.59

Continue on next page...



[Amount in ₹]

Capital and Liabilities	As on 31.03.2021	As on 31.03.2020
7. Branch Adjustments	---	---
Total of [7]	---	---
8. Overdue Interest Reserves		
8.1 On Performing Advances	3,19,88,746.61	2,40,48,091.00
8.2 On Non-Performing Advances	91,55,09,108.13	72,29,91,108.63
Total of [8]	94,74,97,854.74	74,70,39,199.63
9. Interest Payable		
9.1 On Savings Deposits	20,00,000.00	82,00,000.00
9.2 On Matured Deposits	1,37,87,481.86	85,50,219.00
Total of [9]	1,57,87,481.86	1,67,50,219.00
10. Other Liabilities		
(i) Bills Payable	---	---
(ii) Unclaimed Dividends	---	---
(iii) Suspense	---	---
(iv) Sundries		
1. Regular Member Share Application Money	1,28,34,525.00	3,000.00
2. Nominal Member Application Money	75.00	---
3. Pay Slips Payable	72,71,075.34	81,14,375.98
4. Personal Loanee Benefit Fund	9,92,929.90	10,42,929.90
5. Dividend Payable	1,00,92,196.00	1,06,16,472.00
6. Expense Payable [Provision]	17,24,122.00	10,85,680.00
7. Sundry Creditors	10,36,449.07	10,47,768.07
8. Provision for Income Tax	21,50,56,519.00	24,89,18,463.00
9. DICGC Claim Received (Vaso Co-Operative Bank Ltd.)	4,30,56,987.45	4,33,10,547.45
10. Advance Locker Rent	545.00	1,076.00
11. TDS Payable	2,10,640.00	4,72,007.00
12. Statutory Audit Fees Provision	5,50,000.00	6,00,000.00
13. Entrance Fees for New Share Application	1,775.00	---
14. Deferred Tax Liability	2,42,62,994.40	2,42,62,994.40
15. Incentive Payable	---	44,36,000.00
16. NFS ATM Payable	31,93,431.56	9,55,009.68
17. Provision for output GST Expense	8,42,908.22	13,54,296.92
18. Provision for IBT	26,07,251.08	26,07,251.08
19. Provision for Govt. of India (Agri. DWDR Scheme)	2,48,944.00	2,48,944.00
20. Provision for Clearing Adjustment	2,00,000.00	2,00,000.00
21. Provision for Contribution to GGCA Fund	1,87,00,000.00	2,18,00,000.00
22. Provision for Contribution to GLES Fund	1,51,00,000.00	1,00,00,000.00
23. NFS Charge back & Adjusted	18,906.00	677.70
24. Professional Tax Payable	7,200.00	1,600.00
25. Bank Output GST Payable	---	58,457.10

Continue on next page...



[Amount in ₹]

Property and Assets	As on 31.03.2021	As on 31.03.2020
(iii) Long Term Loans		
Of which secured against,		
(a) Government and other approved securities	---	---
(b) Other tangible securities	17,49,90,853.00	17,29,43,992.00
(c) Unsecured advances	---	---
Total of [6 (iii)]	17,49,90,853.00	17,29,43,992.00
Of the advances above		
Amount Due from individuals	17,49,90,853.00	17,29,43,992.00
Amount Overdue	---	---
Amount Considered bad & doubtful of recovery	---	---
Note : Detail Break-up of advances (Annexure-2)	1593,38,56,524.40	1553,91,81,202.08
7. Interest Receivable		
7.1 Overdue Interest on NPA (as per contra)	91,55,09,108.13	72,29,91,108.63
7.2 On other Assets - On Non SLR Investment	5,604.00	---
7.2.1 On Other Bank Deposits	16,20,04,553.00	32,88,39,718.00
7.2.2 On SGL accounts (Central)	4,69,31,090.34	1,46,54,264.00
7.2.3 On SGL accounts (State)	10,49,45,347.57	7,46,81,834.89
7.2.4 On Advances	42,05,231.61	42,67,249.00
7.2.5 On T Bills	19,01,663.00	---
Of the Interest Receivable above		
Amount Overdue	---	---
Amount Considered bad & doubtful of recovery	91,55,09,108.13	72,29,91,108.63
Total of [7]	123,55,02,597.65	114,54,34,174.52
8. Bills Receivable Being Bills For Collection (As per Contra)		
8.1 Inward Bills Receivable (IBR)	---	---
8.2 Outward Bills Receivable (OBR)	2,05,277.00	3,35,166.00
Total of [8]	2,05,277.00	3,35,166.00
9. Branch Adjustments	26,07,251.08	26,07,251.08
10. Premises Less Depreciation	42,14,81,574.00	40,72,43,179.00
11. Furniture and Fixture Less Depreciation	6,55,66,846.42	6,90,17,471.57
12. Other Assets		
a. Stocks		
1. Adhesive Stamp Stock	18,200.00	25,350.00
2. Adhesive Stamp (Franking Machine)	1,69,29,410.00	58,45,289.00
3. Stock of Silver Coins	2,31,081.94	2,31,081.94

Continue on next page...



[Amount in ₹]

Capital and Liabilities	As on 31.03.2021	As on 31.03.2020
26. Provident Fund Payable	---	27,88,280.00
27. Centralised TDS Payable	848.00	---
Total of [10]	35,80,10,322.02	38,39,25,830.28
11. Profit And Loss		
11.1 Profit as per last balance-sheet	30,86,02,838.82	30,35,91,350.60
Less : Appropriations	- 30,86,02,838.82	- 30,35,91,350.60
Add : Profit for the year brought from the Profit and Loss Account	+ 43,93,25,769.82	+ 30,86,02,838.82
Total of [11]	43,93,25,769.82	30,86,02,838.82
Balance Sheet Total	3302,85,57,028.82	2889,91,06,315.98
Contingent Liabilities		
(i) Outstanding liabilities for guarantees issued		
1. Guarantees given on behalf of constituents [In India]	7,54,88,462.00	6,00,83,590.00
2. Guarantees given through Other Bank	23,31,02,507.00	20,22,72,088.00
3. Letter of Credit Issued through Ohter Bank	12,93,47,222.00	91,60,000.00
Total of [I]	43,79,38,191.00	27,15,15,678.00
(ii) Others		
1. Claims against the bank not acknowledged as debts	1,39,00,579.22	1,47,17,638.22
Total of [ii]	1,39,00,579.22	1,47,17,638.22
Total of Contingent Liabilities	45,18,38,770.22	28,62,33,316.22

As per our report of even dated

For **M/s. P. T. Makadia & Co.**
Chartered Accountants

For, **The Co-Operative Bank of Rajkot Ltd.**

Bhumika Kamdar
Compliance Officer

Nilesh Dhruv
Director

Sanjiv Virparia
DGM

Chandrakantbhai Patel
Director

Satyaprakash Khokhara
General Manager & CEO

Jagdishchandra Kotadia
Chairman

P. T. Makadia

Partner

Membership No. 10638

FRN : 105887W

Place : Rajkot

Date : 01.06.2021



[Amount in ₹]

Property and Assets	As on 31.03.2021	As on 31.03.2020
b. Deposits		
1. Electricity Deposit	15,32,774.00	15,51,179.00
2. CBLO Cash Margin Deposit With CCIL	1,00,000.00	1,00,000.00
3. CERSAI Deposit (including Service Tax)	3,280.52	1,613.52
4. Clearing Adjustment A/c	1,95,237.50	2,33,227.50
c. Sundry Assets		
1. Tax Deducted at Source [TDS]	4,11,743.13	6,21,082.20
2. Advance Tax Paid A.Y. 2020-2021	---	26,00,00,000.00
3. Advance Tax Paid A.Y. 2021-2022	20,75,00,000.00	---
4. Income Tax Refund Receivable A.Y. 2020-2021	1,09,97,430.00	---
5. Income Tax Refund Receivable A.Y. 2019-2020	---	1,83,96,830.00
6. Income Tax Refund Receivable A.Y. 2018-2019	---	1,86,52,170.00
7. Income Tax Refund Receivable A.Y. 2017-2018	---	1,71,00,631.00
8. Government of India (Agri DWDR Scheme)	2,48,944.00	2,48,944.00
9. DEAF Fund Receivable	9,64,682.54	2,18,165.80
10. Income Receivable	---	13,84,000.00
11. Deferred Tax Asset	88,96,033.30	83,23,084.03
12. NFS ATM Receivable	3,86,06,049.90	29,93,056.40
13. Centralised CLearing	(2,55,833.00)	2,10,601.00
14. Cersai Service Tax	582.60	282.20
15. GST Receivable	10,16,002.04	4,28,661.00
16. EBS Project Advance	1,09,000.00	70,000.00
17. Advance Payment to Vendors	2,97,032.29	---
18. Receivable for Grant of Ex-Gratia Interest Payment	23,06,404.98	---
19. Commission Income Receivable	3,01,740.86	---
Total of [12]	29,04,09,796.60	33,66,35,248.59
13. Non Banking Assets Acquired In Satisfaction of Claims	---	---
Total of [13]	---	---
14. Profit And Loss	---	---
Balance Sheet Total	3302,85,57,028.82	2889,91,06,315.98

As per our report of even dated

For **M/s. P. T. Makadia & Co.**
Chartered AccountantsFor, **The Co-Operative Bank of Rajkot Ltd.****Bhumika Kamdar**
Compliance Officer**Nilesh Dhruv**
Director**P. T. Makadia**Partner
Membership No. 10638**Sanjiv Virparia**
DGM**Chandrakantbhai Patel**
Director

Place : Rajkot FRN : 105887W

Date : 01.06.2021

Satyaprakash Khokhara
General Manager & CEO**Jagdishchandra Kotadia**
Chairman



Profit and Loss Account for the year ended on 31.03.2021

[Amount in ₹]

Expenditure	Amount 31.03.2021	Amount 31.03.2020
1. Interest On Deposits, Borrowing, Etc.	135,44,40,634.09	130,11,80,919.91
2. Salaries and Allowances and Provident Fund		
2.1 Salary and Allowances	21,07,56,961.00	21,53,97,630.00
2.2 Contribution to Provident Fund	1,69,34,263.00	1,64,16,289.00
2.3 PF Administration Charges Expenses	7,63,683.00	6,25,922.00
2.4 Insurance Premium for Group Gratuity Scheme	2,61,634.00	2,26,851.00
2.5 Insurance Premium for Leave Encashment Scheme	6,187.00	6,580.00
2.6 Medical Reimbursement to employees	25,73,000.00	12,37,634.00
2.7 Insurance Premium for EDLI Scheme	2,41,778.00	1,93,838.00
2.8 Training Seminar Participation Fees	4,000.00	29,750.00
Total of [2]	23,15,41,506.00	23,41,34,494.00
3. Directors and Local Committee Members' Fees and Allowances	---	---
4. Rent, Taxes, Insurance, Lighting Etc.		
4.1 Rent Expenses	1,78,57,270.00	1,61,12,556.00
4.2 Clearing House Rent	---	5,051.50
4.3 Municipal Taxes	27,87,485.50	30,76,194.00
4.4 Professional Tax	44,197.00	44,824.00
4.5 Electricity Charges	63,32,112.07	69,15,194.05
4.6 DICGC Insurance Premium Expenses	3,14,61,052.00	2,47,55,143.00
4.7 Insurance Premium Expenses	39,50,644.92	45,12,079.00
4.8 GST Expenses	27,89,373.88	98,87,717.20
Total of [4]	6,52,22,135.37	6,53,08,758.75
5. Law Charges		
5.1 Legal & Professional Fees	11,39,755.00	11,27,334.00
5.2 Advocate Fees	---	52,500.00
Total of [5]	11,39,755.00	11,79,834.00
6. Postage, Telegrams and Telephone Charges		
6.1 Postage, Telegrams and Telephone Charges	17,27,691.44	34,68,140.53
6.2 Lease Line Rent Charges	29,47,699.93	70,37,741.12
Total of [6]	46,75,391.37	1,05,05,881.65

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Profit and Loss Account for the year ended on 31.03.2021

[Amount in ₹]

Income	Amount 31.03.2021	Amount 31.03.2020
1. Interest and Discount		
a. Interest Earned on Advances	150,60,95,313.13	150,00,09,309.24
Total of [a]	150,60,95,313.13	150,00,09,309.24
b. Interest Earned on Deposits		
1. On Deposits With Other Banks	21,75,27,090.41	21,17,42,329.00
2. On Call Money Deposits	1,54,28,261.00	2,08,61,860.00
Total of [b]	23,29,55,351.41	23,26,04,189.00
c. Interest Earned on Investments		
1. On State Government Sec. (SGL)	37,67,49,109.31	33,09,90,542.48
2. On Central Government Sec. (SGL)	21,24,21,289.81	17,17,31,091.55
3. On T-Bills (SGL)	19,01,663.00	1,14,97,733.00
4. on Non-SLR Security	8,150.50	---
Total of [c]	59,10,80,212.62	51,42,19,367.03
d. Interest Earned on Balance with RBI	---	---
Total of [1 (a+b+c+d)]	233,01,30,877.16	224,68,32,865.27
2. Commission, Exchange and Brokerage	39,33,502.16	1,42,49,562.25
3. Subsidies and Donations	---	---
4. Income From Non-banking Assets and Profit From Sale of or Dealing With Such Assets	---	---
5. Other Receipts		
5.1 Documents Charges	5,79,88,882.25	6,80,55,345.55
5.2 Locker Rent	1,20,90,972.82	1,38,53,805.92
5.3 Insurance Commission Income	61,55,236.79	35,78,861.58
5.4 Loan prepayment charges	13,95,914.00	17,00,662.80
5.5 Profit on Sale of Investments	25,05,77,965.08	14,58,67,438.06
5.6 Recovery of Bad Debts written off earlier year	---	2,26,450.00

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[Amount in ₹]		
Expenditure	Amount 31.03.2021	Amount 31.03.2020
7. Auditor's Fees	20,73,595.00	13,94,450.00
8. Depreciation on and Repairs to Property		
8.1 Maintenance Service Charges	3,04,33,147.55	2,58,72,755.40
8.2 Building, Furniture Repairing & Renovation	40,25,891.38	35,96,113.01
8.3 Depreciation on Fixed Assets	1,94,09,449.00	2,17,49,264.00
8.4 Vehicle Expenses	24,590.00	2,64,871.00
Total of [8]	5,38,93,077.93	5,14,83,003.41
9. Stationery, Printing and Advertisement Etc.		
9.1 Stationery, Printing etc.	41,01,489.29	48,47,702.70
9.2 Advertisement and Business Development Expenses	45,22,649.00	66,97,388.68
Total of [9]	86,24,138.29	1,15,45,091.38
10. Loss From Sale of or Dealing With Non-banking Assets	---	---
11. Other Expenditure (Annexure 3)	1,86,75,587.50	1,63,15,434.86
12. Provisions and Contingencies (Annexure 4)	49,25,28,844.20	50,21,62,258.80
13. Balance of Profit	43,93,25,769.82	30,86,02,838.82
Total of Profit & Loss Account	267,21,40,434.57	250,38,12,965.58

As per our report of even dated

For **M/s. P. T. Makadia & Co.**
Chartered Accountants

P. T. Makadia

Partner

Membership No. 10638

FRN : 105887W

Place : Rajkot

Date : 01.06.2021

For, **The Co-Operative Bank of Rajkot Ltd.**

Bhumika Kamdar
Compliance Officer

Nilesh Dhruv
Director

Sanjiv Virparia
DGM

Chandrakantbhai Patel
Director

Satyaprakash Khokhara
General Manager & CEO

Jagdishchandra Kotadia
Chairman



[Amount in ₹]

Income	Amount 31.03.2021	Amount 31.03.2020
Other Income		
5.7 Cheque Return Charges	31,51,750.00	31,63,797.00
5.8 Incidental Charges	8,669.75	26,565.75
5.9 Cash Handling Charges	10,63,912.67	13,11,118.58
5.10 Other Misc Income	81,184.62	62,126.60
5.11 Surplus on Sale of Fixed Assets	6,714.07	1,00,000.00
5.12 Stationery Charges	3,18,083.86	10,79,354.57
5.13 ATM Charges Income	32,810.00	43,790.00
5.14 Rent Income of P2F Center	(46,000.00)	13,20,400.00
5.15 Locker Card Charge Income	49,800.00	1,88,418.60
5.16 Share Transfer Fees / Duplicate Certificate Fees	800.00	3,830.00
5.17 Franking Income	11,90,000.00	12,95,000.00
5.18 Income Received from Electricity Deposit	47,737.50	35,989.00
5.19 Recover of legal expense related to NPA A/c	20,243.00	53,000.00
5.20 POS Machine charge recover	58,914.00	31,158.00
5.21 Deferred Tax Income	5,72,949.27	7,33,426.05
5.22 MNCB Deposit Written Back	10,00,000.00	---
5.23 Award and Incentives	2,50,700.00	---
5.24 NFS Charges Income	20,19,940.57	---
5.25 Income Received from Old Record Destroyed	38,875.00	---
Total of [5]	33,80,76,055.25	24,27,30,538.06
6. Loss (if any)	---	---
Total of Profit & Loss Account	267,21,40,434.57	250,38,12,965.58

As per our report of even dated

For **M/s. P. T. Makadia & Co.**
Chartered Accountants

For, **The Co-Operative Bank of Rajkot Ltd.**

Bhumika Kamdar
Compliance Officer

Nilesh Dhruv
Director

P. T. Makadia

Partner
Membership No. 10638
FRN : 105887W

Sanjiv Virparia
DGM

Chandrakantbhai Patel
Director

Place : Rajkot

Date : 01.06.2021

Satyaprakash Khokhara
General Manager & CEO

Jagdishchandra Kotadia
Chairman



Annexure 1 [Forming part of Balance Sheet]
Detail Breakup of Deposits

[Amount in ₹]

Deposits [In India]	As On 31.03.2021	As On 31.03.2020
Current Deposits		
Fixed Overdraft [Credit Balance]	5,49,87,577.11	4,05,27,440.21
Secured Overdraft [Credit Balance]	6,26,51,672.26	1,42,70,603.56
Current Deposits [Standard]	179,87,67,679.28	169,23,85,477.32
Current Deposits [Premium]	16,90,38,507.15	---
Cash Credit [Credit Balance]	3,90,67,093.44	4,85,22,521.01
Staff SOD [Credit Balance]	65,03,703.40	42,57,935.60
Sub Total	213,10,16,232.64	179,99,63,977.70
Savings Deposits		
Savings Bank Deposits	776,19,65,788.81	638,04,75,113.50
Member's Savings Deposits	2,99,27,345.01	2,89,98,715.54
Locker Savings Deposits	41,01,97,815.85	37,96,59,894.24
Special Savings Deposits	2,16,90,015.89	2,51,64,758.71
Trust Fund Deposits	3,94,323.44	3,83,198.44
Sub Total	822,41,75,289.00	681,46,81,680.43
Term Deposits		
Simple Term Deposits	22,84,48,121.00	15,82,59,728.00
Double Term Deposits	1,22,643.00	38,09,090.00
Reinvestment Deposits	1081,01,43,287.50	982,72,05,602.70
Recurring Deposits	6,40,22,028.00	6,11,58,378.00
Locker Deposits	2,93,704.00	3,69,200.00
Monthly Term Deposits	323,68,90,096.00	284,77,07,027.00
Quarterly Term Deposits	167,38,46,128.80	149,91,71,541.80
Fix Deposit (366 Days)	11,56,777.00	12,12,515.00
Sub Total	1601,49,22,785.30	1439,88,93,082.50
Total	2637,01,14,306.94	2301,35,38,740.63



Annexure 2 [Forming part of Balance Sheet] Details Breakup of Advances

[Amount in ₹]

Loans & Advances [In India]	As On 31.03.2021	As On 31.03.2020
Short Term Loans, CC, OD & Bills Discounted		
Cash Credits	415,02,62,311.61	411,13,94,982.61
Secured Overdraft	361,32,33,552.68	341,61,44,375.54
Fixed Overdraft	35,51,30,657.72	54,17,91,140.11
Temporary Overdraft	8,14,207.77	8,14,207.77
Loans Against Fixed Deposits	9,40,81,880.00	9,68,05,132.00
Loans Against NSC / KVP / LIC Policies	21,91,593.00	32,62,778.00
Staff Secured Overdraft	4,65,49,559.16	3,20,58,950.36
Sub-Total	826,22,63,761.94	820,22,71,566.39
Medium & Long Term Loans		
Personal Loan	4,57,25,035.00	5,72,64,529.00
Machinery Loan	327,23,72,163.89	315,05,48,095.07
Vehicle Loan	3,63,16,003.10	4,53,30,582.74
Staff Housing Loan	16,75,09,733.00	16,41,38,677.00
Home Loan	46,06,62,823.76	45,30,95,180.51
Mortgage Loan	5,73,58,964.88	5,58,29,470.50
Industrial Loan	116,33,80,609.34	91,60,93,093.98
Business Loan	238,93,32,304.85	241,02,25,846.89
Medical Equipment Loan	2,47,76,502.64	6,06,44,119.00
Staff Car Loan & Advances	74,81,120.00	88,05,315.00
Gold Loan	1,18,15,833.00	1,42,22,541.00
Agriculture Loan (Erstwhile Yawal Bank)	6,82,224.00	6,82,224.00
Awarded Loan (Erstwhile Yawal Bank)	29,961.00	29,961.00
Atmanirbhar Loan Part - A [up to 1 Lacs]	2,20,16,386.00	---
Atmanirbhar Loan Part - B [up to 2.50 Lacs]	1,21,33,098.00	---
Sub-Total	767,15,92,762.46	733,69,09,635.69
Total	1593,38,56,524.40	1553,91,81,202.08



Annexure 3 [Forming part of Expenditure]

[Amount in ₹]

Other Expenditure	Amount 31.03.2021	Amount 31.03.2020
1 Amortization of Premium of Government Securities	25,67,927.00	70,94,596.00
2 Function Expenses	11,95,127.00	13,54,501.00
3 Security Guard Expenses	55,09,608.00	50,53,413.00
4 Loss From Sale of other Fixed Assets	2,70,355.19	---
5 Miscellaneous Expenses	2,01,738.15	6,10,069.55
6 Hospitality Expenses	18,69,112.05	24,29,467.60
7 Conveyance, Tours & Travel Expenses	2,06,515.00	7,17,588.00
8 Remittance Expenses	1,05,843.00	1,53,617.00
9 Books, Periodicals and Newspaper	22,075.00	70,319.00
10 Membership Fees	5,96,500.00	69,060.00
11 SGL A/c Operating Charges	1,17,355.00	47,003.50
12 ATM Card Expenses	86,745.12	4,86,279.00
13 Commission Expenses	28,37,669.08	76,843.64
14 Digital Document Verification	---	10,900.00
15 Cash Handling Charges	1,311.75	870.13
16 NFS Charges	23,69,182.50	(35,58,086.11)
17 PAN Bulk Verification Expense	13,080.00	13,080.00
18 Credit Information Report Charge	---	19,752.40
19 Petrol & Diesel Expense	2,33,455.00	2,03,441.00
20 Switching Service Expense	2,00,691.00	5,47,080.00
21 Cersai - CKYC Charge	---	1,09,000.00
22 Legal Expenses related to NPA Accounts	1,07,900.00	7,60,824.00
23 Rounding off	0.66	00.15
24 POS machine Charges	1,63,397.00	45,816.00
Total	1,86,75,587.50	1,63,15,434.86

Annexure 4 [Forming part of Expenditure]

[Amount in ₹]

Provisions and Contingencies	Amount 31.03.2021	Amount 31.03.2020
1 Provision for Income Tax - For Current Year	21,50,56,519.00	24,89,18,463.00
2 Short Income Tax Provision for Previous Financial Year	11,72,325.20	1,11,93,795.80
3 Provision against Bad & Doubtful Debts	11,75,00,000.00	12,50,00,000.00
4 General Provision for BDR on standard assets	1,50,00,000.00	1,00,00,000.00
5 General Provision for BDR due to COVID-19	---	6,00,00,000.00
6 Provosion for GGCA (Group Gratuity Scheme)	1,87,00,000.00	2,18,00,000.00
7 Provision for GLES (Group Leave Encashment Scheme)	1,51,00,000.00	1,00,00,000.00
8 Reserve for Contigent Liability Income Tax	---	2,50,000.00
9 Provision for Investment Depreciation Fund	8,00,00,000.00	1,50,00,000.00
10 Provision for Cyber Security	3,00,00,000.00	---
Total	49,25,28,844.20	50,21,62,258.80



Significant accounting policies and notes forming part of the accounts for the year ended 31st March, 2021.

I. 1. Background

The Co-Operative Bank of Rajkot Ltd. was established on **24th November, 1980**. The bank is a Multi-State Non-Scheduled Co-Operative Bank having **27 branches** in 2 states as on 31st March, 2021.

2. Basis of Preparation

The financial statements have been prepared and presented under the historical cost convention (as modified by revaluation of premises), on going concern and accrual basis of accounting, unless otherwise stated and are in accordance with Generally Accepted Accounting Principles in India ("GAAP"), statutory requirements prescribed under the Banking Regulation Act 1949 and the Multi State Co-operative Societies Act & Rules 2002, circulars and guidelines issued by the Reserve Bank of India ('RBI') from time to time, the Accounting Standards ('AS') issued and the guidelines issued by the Institute of Chartered Accountants of India ('ICAI') and current practices prevailing within the banking industry in India.

3. Use of Estimates

The preparation of the financial statements, in conformity with generally accepted accounting principles ('GAAP'), requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision in the accounting estimates is recognized prospectively in the current and future periods.

II. Significant Accounting Policies

1. Investments

i. Categorization of Investment

In accordance with guidelines issued by the RBI, the Bank classifies its investment portfolio into the following three categories:

- a. **'Held to Maturity'** - Securities acquired by the Bank with the intention to hold till maturity.
- b. **'Held for Trading'** - Securities acquired by the Bank with the intention to trade.
- c. **'Available for Sale'** - Securities which do not fall within the above two categories are classified as 'Available for sale'.



ii. Classification of Investments

For the purpose of disclosure in the Balance Sheet, investments have been classified under four groups as required under the RBI guidelines- Government Securities, Other trustee Securities, Shares in Co-operative institutions and Other investments.

iii. Valuation of Investments

- a. **'Held to Maturity'** - These investments are carried at their acquisition cost. Any premium on acquisition is amortized over the balance period to maturity, with a debit to Profit & Loss Account. The book value of security is reduced to the extent of amount amortized during the relevant accounting period.
- b. **'Held for Trading'** - The individual script in the HFT category is marked to market at the year end. The net resultant depreciation in each classification is recognized in the Profit and Loss Account. Net Appreciation, if any, is ignored.
- c. **'Available for Sale'** - The individual script in the AFS category is marked to market at the year end. The net resultant depreciation in each classification is recognized in the Profit and Loss Account. Net Appreciation, if any, is ignored.

In case of shares, bonds & other investments, the script wise appreciation is ignored. Market value of government securities (excluding treasury bills) is determined on the basis of the price list published by the RBI or the prices periodically declared by PDAI jointly with FBIL for valuation at year-end. In case of unquoted government securities, market price or fair value is determined as per the rates published by FBIL.

Market value of other approved securities is determined based on the yield curve and spreads provided by FBIL.

Treasury bills are valued at carrying cost, which includes discount amortized over the period to maturity.

- d. Broken period interest on debt instruments is treated as a revenue item. Brokerage commission etc. pertaining to investments paid at the time of acquisition is to be capitalized.
- e. Profit in respect of investments sold/redeemed from 'AFS' category is included in Profit on Sale of Investments.

2. Advances

The classification of advances into Standard, Sub-standard, Doubtful and Loss assets as well as provision on non-performing advances has been arrived at in accordance with the guidelines issued by the RBI from time to time. In addition to this, a general provision on standard assets has been made as per the RBI guidelines from time to time.



The overdue interest in respect of non-performing advances are provided separately under 'Overdue Interest Reserve' as per the directives issued by the RBI.

3. *Fixed Assets and Depreciation*

Fixed assets are stated at cost (except in the case of premises which were re-valued based on values determined by approved valuer) less accumulated depreciation and impairment, if any. Cost includes incidental expenditure incurred on the assets before they are ready for intended use.

The depreciation on assets acquired till September 30th, is provided for the whole year otherwise the same are depreciated at 50% of the normal rates.

No depreciation is provided on the fixed assets sold or discarded during the year.

Depreciation is charged over the estimated useful life of the fixed asset on written down value (wdv) except on Computer & Peripherals including software on which depreciation is charged according to straight line method (slm) @ 33.33% as per RBI guidelines.

The depreciation on fixed assets is calculated on the basis of methods and rates as mentioned below:

Fixed Asset	Depreciation Method used	Rate of Depreciation
Land	-	-
Building	WDV	10.00 %
Computer & Peripherals	SLM	33.33 %
Other Equipments	WDV	25.00 %
Electric Equipments	WDV	15.00 %
Furniture & Fixtures	WDV	10.00 %
Vehicles	WDV	15.00 %

4. *Revenue Recognition (AS 9)*

- i. Interest and discount income on performing assets is recognized on accrual basis. Interest and discount income on non-performing assets is recognized on realization.
- ii. Interest on Government securities, debentures and other fixed income securities is recognized on a period proportional basis. Income on discounted instruments is recognized over the tenor of the instrument on a straight line basis.
- iii. Commission, Fees, Exchange, Guarantee Commission, Commission on Letter of Credit and Annual Locker Rent Fees are accounted on receipt basis.



- iv. Loan processing fee is accounted for upfront when it becomes due.
- v. Income from distribution of various insurance products is recognized on accrual basis.

5. Deposit For Services

The Deposit for Services like Telephone, Telex etc. except Electricity Deposit paid to the concerned authorities are written off as expenditure in the year in which relevant service connection is installed.

6. Accounting For Amalgamation (AS 14)

Accounting for Amalgamation is not applicable for the current year as no such amalgamation was done during the year.

7. Employee Benefits (AS 15)

i. Provident Fund

Retirement benefit in the form of provident fund is a defined benefit plan wherein the contributions are charged to the Profit and Loss Account of the year when the contributions to the fund are due and when services are rendered by the employees. The Bank's contribution to provident fund is accounted for on the basis of contribution to the scheme. Provident Fund contributions are made to the separately established for the purpose and the scheme administered by Regional Provident Fund Commissioner (RPFC), as applicable. The rate which the annual interest is payable to the beneficiaries by the trusts is being administered by the government.

ii. Gratuity

The bank operates defined benefit plan for its employees, viz. gratuity liability. The cost of providing benefits under these plans is determined on the basis of actuarial valuation at each year-end. The bank has obtained a Unit Linked Insurance policy and maintaining fund under trust deed with Life Insurance Corporation of India (LIC) for gratuity payments to employees. The shortfall, if any, between the present value of the benefit obligation and the fair value of plan assets as on 31st March is paid /provided for and recognized as expenses in the profit and loss account.

iii. Leave Encashment on Retirement

The bank operates defined benefit plan for its employees, viz. leave encashment liability. The cost of providing benefits under these plans is determined on the basis of actuarial valuation at each year-end. The bank has obtained a Unit Linked Insurance policy and maintaining fund under trust deed with Life Insurance



Corporation of India (LIC) for gratuity payments to employees. The bank has also obtained a policy with India First Life Insurance Co. The shortfall, if any, between the present value of the benefit obligation and the fair value of plan assets as on 31st March is paid /provided for and recognized as expenses in the profit and loss account.

iv. Superannuation

Retirement benefit in the form of LIC Superannuation plus Plan is a unit linked defined contribution plan for management of Superannuation Fund. Superannuation plus Plan is suitable for bank with employees desiring to have flexibility of choice of investment. The value of units in respect of the member shall be the number of units held under the chosen fund type multiplied by the corresponding NAV. The annual contribution is treated as a deductible business expenses in term of Section 36 (1) (iv) of the Income Tax Act, 1961. Employees have option to join the scheme.

v. National Pension Scheme (NPS)

Retirement benefit in the form of National Pension Scheme (NPS) has been introduced by the Central Government to appoint the regulatory body, Pension Fund Regulatory and Development Authority (PFRDA) for NPS. The bank contributing to the NPS on behalf of an employee will get deduction from his income (i.e. employer's income) an amount equivalent to the amount contributed or 10% of BASIC SALARY + DA of the employee, whichever is less (Section 36 (1) (iv a) of the Income Tax Act, 1961). Employees have option to join the scheme.

8. Operating Leases (AS 19)

Lease rental obligations in respect of assets taken on operating lease are charged to Profit and Loss Account on straight-line basis over the lease term. Initial direct costs are charged to profit and loss account.

9. Income Tax (AS 22)

- i. Provision for current tax is made on the basis of estimated taxable income for the year.
- ii. Deferred tax is recognized, subject to consideration of prudence, on timing difference, representing the difference between taxable incomes and accounting income that originated in one period and is capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date.



10. Impairment of Assets (AS 28)

The bank assesses at each balance sheet date whether there is any indication that an asset may be impaired. Impairment loss, if any, is provided in the Statement of Profit and Loss to the extent the carrying amount of assets exceeds their estimated recoverable amount.

11. Provisions, Contingent Liabilities and Contingent Asset (AS 29)

- i. A provision is recognized when there is an obligation as a result of past event, and it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
- ii. A disclosure of contingent liability is made when there is:
 - a. A possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non-occurrence of one or more uncertain future events not within the control of the bank; or
 - b. A present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- iii. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.
- iv. Contingent assets are not recognized in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the assets and related income are recognized in the period in which the change occurs.

III. Notes to Accounts

1. Restructured Accounts

The bank has made restructuring of seven accounts during the year.

2. Revaluation Reserve

The bank has not revalued its land and premises during the year.

3. Impairment of Assets

Since the bank has ascertained that there is no material impairment of any of its assets, no provision on account of impairment of assets is required to be made.

4. **DICGC**

DICGC claims have been received of **Rs. 722.19 Lacs** vide letter Ref. No. DICGC/CSD/5855/05.02.369/2011-12 dated 05.02.2013 for Vaso Co-operative Bank Ltd merged with The Co-Operative Bank of Rajkot Ltd. Status of DICGC Account as on 31.03.2021

Date	Particulars	Debit (Rs.)	Credit (Rs.)	Balance (Rs.)
27.03.2014	Received from DICGC	---	7,22,19,380.45	7,22,19,380.45
Up to 31.03.2021	Paid to DICGC through RTGS	2,02,43,259.00	---	5,19,76,121.45
	Write off from the date of Merger to 31.03.2021 (33.33% of DICGC part)	89,19,134.00	---	4,30,56,987.45
Balance outstanding as on 31.03.2021				4,30,56,987.45

5. **Amortization**

The bank has charged to its Profit and Loss Account, a sum of **Rs. 25.68 Lacs** out of Deferred Amortization of Investments.

6. **Accounting For Amalgamation**

The bank had not merged any bank during the year under audit.

7. **Provision on Advances and Bad Debts Written off**

i. The details of provisions held and required against NPA are given in the followings:

Particulars	[₹ in Lacs]			
	Bad & Doubtful Debt Reserve	General Provision on Std. Assets	General Provision For COVID-19	Total
Balance as on 31.03.2021	9,634.45	900.00	00.00	10,534.45
Less: Provision required	3,520.46	728.09	00.00	4,248.55
Excess Provision held	6,113.99	171.91	00.00	6,285.90
Unrealized Interest on NPA accounts as on 31.03.2021	9,155.09	00.00	00.00	9,155.09

ii. The bank had **written off Rs. 1.33 Lacs** towards Bad Debts this year.

8. **Employee Benefits**

i. Bank's Contribution to Provident Fund - **Rs. 169.34 Lacs** (Previous Year - **Rs. 164.16 Lacs**)



ii. Details for Gratuity and Leave Encashment :

Sr. No.	Particulars	Gratuity		Leave Encashment	
		31.03.2021	31.03.2020	31.03.2021	31.03.2020
I	Discount Rate	5.00 %	7.00 %	5.00 %	7.00 %
II	Expected return on plan asset	5.50 %	7.50 %	5.50 %	7.50 %
III	Salary Escalation rate	5.00 %	7.00 %	5.00 %	7.00 %
IV	Change in Benefit Obligation				
	Opening Present value of obligation	8,50,91,687	5,82,06,779	4,74,27,745	4,56,38,532
	Interest Cost	42,54,584	40,74,475	23,71,387	30,79,045
	Current service cost (net off opening diff by Actuaries)	5,93,954	6,11,868	1,85,004	2,47,097
	Benefit paid	(83,93,882)	(62,32,991)	(48,59,548)	(28,34,249)
	Actuarial gain (loss) on obligations	2,11,09,630	2,84,31,556	97,21,368	12,97,320
	Closing Present value of obligation	10,26,55,973	8,50,91,687	5,48,45,956	4,74,27,745
V	Fair Value of Plan Assets				
	Opening Fair value of plan assets	8,50,91,687	5,82,06,779	4,74,27,745	4,56,38,532
	Expected return on plan assets	38,96,534	48,91,048	58,71,572	31,16,882
	Contributions	2,20,61,634	2,82,26,851	1,00,06,187	15,06,580
	Benefit paid	(83,93,882)	(62,32,991)	(48,59,548)	(28,34,249)
	Actuarial gain /(loss) on plan assets	---	---	---	---
	Closing Fair value of plan assets	10,26,55,973	8,50,91,687	5,84,45,956	4,74,27,745
VI	Amount recognized in Balance Sheet				
	Present value of obligation as at	10,26,55,937	8,50,91,687	5,84,45,956	4,74,27,745
	Fair value of plan assets as at	10,26,55,937	8,50,91,687	5,84,45,956	4,74,27,745
	(Assets)/liability as at	---	---	---	---
VII	Expenses recognized in profit and loss account				
	Current Service cost	5,93,954	6,11,868	1,85,004	2,47,097
	Interest cost	42,54,584	40,74,475	23,71,387	30,79,045
	Expected Return of Plan Assets (net off expected cost)	38,96,534	(48,91,048)	58,71,572	31,16,882
	Net actuarial (gain)/loss	2,11,09,630	2,84,31,556	97,21,368	12,97,320
	Expenses recognized in P & L account	2,20,61,634	2,82,26,851	1,00,06,187	15,06,580

Details of Gratuity and Leave Encashment on 31.03.2020 has been prepared on estimate and assumption basis.

Details of Gratuity and Leave Encashment on 31.03.2021 has been taken as per statement of LIC, India First Life Ins. Co. Ltd. & Aditya Birla Sun Life Ins. Co. Ltd. except interest cost and Net Actuaries (gain) loss on estimate and assumption basis.



9. Income as a commission received for Bank Assurance Business, for the period from April 2020 to March 2021 are as under.

[₹ in Lacs]		
No.	Particular	Amount
1	Exide Life Insurance	54.89
2	Pradhan Mantri Jivan Jyot Bima Yojna (PMJJBY)	00.96
3	Future Generali India Insurance	03.74
4	Bajaj Alliance General Insurance Co. Ltd.	01.12
5.	Reliance Life Insurance	10.20
Total		70.91

10. Related Party Disclosure (as 18)

Since **Satyaprakash Khokhara, General Manager & CEO** of the Bank is single party under the category of Key Management Personnel, no further details need to be disclosed in terms of RBI circular dated March 29th, 2003.

11. Deferred Tax

Major components of Deferred Tax

[₹ in Lacs]		
No.	Deferred Tax Asset	31.03.2021
1	Nominal & Entrance Fees	---
2	VRS Expenses for the year 2015-2016	---
3	Goodwill of Co-Operative Bank of Baroda	(-) 03.07
4	Difference in W.D.V.	08.80
Sub - Total (A)		05.73
Deferred Tax Liability		
1	Bad debts written off	---
2	Special Reserve till date	---
Sub - Total (B)		---
Total (A-B)		05.73

Deferred tax asset has been recognized to the extent management is reasonably certain of its realization. Necessary effect has been given in the book of accounts.

**12. Contingent Liabilities****i. Contingent liabilities in respect of Bank guarantees, Letter of credit, Forward contracts etc.**

[₹ in Lacs]

No.	Particulars	31.03.2021	31.03.2020
1	Bank Guarantees	3,085.91	2,623.56
2	Letter of Credit	1,293.47	91.60
3	Forward Exchange contracts Purchase/Sales	N.A.	N.A.
	Total	4,379.38	2,715.16

ii. Claims not acknowledged as debts :

Claims against Bank not acknowledged as debts amount to **Rs. 139.01 Lacs** that comprise of Income Tax claims disputed cases. Though the bank has made sufficient contingency reserve as the department has moved to higher authority for the disputed issues. The status of disputed issues and amount involved is given below:

[Amount in ₹]

A.Y.	Disputed Issues	Dispute Laying Before	Appellant	Disputed Amount Involved	Original Tax Demand Raised	Tax Demand to be reduced with effect of ITAT Order	Tax Demand payable after Tax effect of ITAT Order	Tax Demand Already paid/ Refund Adjusted from beginning	Contingency Reserve Required
2008-09	Allowability of Interest on NPA	High Court	Department	17,34,322.00	14,80,747.00	---	14,80,747.00	---	14,80,747.00
2009-10	Allowability of Interest on NPA	High Court	Department	58,31,100.00	39,07,530.00	27,45,890.00	11,61,640.00	---	11,61,640.00
2010-11	Allowability of Interest on NPA	High Court	Department	50,70,382.00	60,79,300.00	36,25,035.00	24,54,265.00	---	24,54,265.00
2011-12	Allowability of Interest on NPA	High Court	Department	1,91,35,903.00	1,20,83,670.00	52,18,312.00	68,65,358.00	---	68,65,358.00
2012-13	Allowability of Loss of Merged Bank incurred during applicability of Section 80P	Remit back to C.I.T. Appeals	Department	40,69,123.00	3,74,58,280.00	3,55,19,711.00	19,38,569.00	---	19,38,569.00
	TOTAL			3,58,40,830.00	6,10,09,527.00	4,71,08,948.00	1,39,00,579.00	---	1,39,00,579.00

As on 31.03.2021 Reserve for Income Tax (Contigent Liability) stood Rs. 147.50 Lacs.



Notes for Claims not acknowledged as debts :

The difference between **Amount of Tax Demand Raised and Contingency Reserve** is due to amount of Tax paid / Refund adjusted as under:

1. For **A.Y. 2008-09**, original Demand calculated and raised was Rs. 14,80,747.00 (Rs. 12,15,870.00 + Rs. 2,64,877.00) out of which Rs. 2,64,877.00 has been set off against Refund of another Assessment Year and order has been passed with net demand of Rs. 12,15,870.00 but we have kept total Rs. 14,80,747.00 amount as Contingency Reserve.
2. For **A.Y. 2009-10**, As per the recent Income Tax Appellate Tribunal order, the issue of Allowability of Amortised Premium on HTM securities has been decided in the favor of the bank and the consequent Tax effect thereon has been derived as Rs. 27,45,890.00. Therefore, the Tax demand payable has been reduced to Rs. 11,61,640.00 after reducing the tax effect of the same. Now, the bank has already paid the Tax Demand of Rs. 38,07,663.00 (25,00,000.00 + 13,07,663.00). The bank is not required to make any further reserve for this year. But giving respect to the Department as well as practice of sufficient reserve against unexpected losses, bank has made the reserve at Tax Rate applicable to bank, on the disputed amount involved.
3. For **A.Y. 2010-11**, original Demand calculated and raised (Assessment U/s. 143(3)) was Rs. 60,79,300.00 (for all the issues combinedly). Now, As per the recent Income Tax Appellate Tribunal order, the issue of Allowability of Amortised Premium on HTM securities has been decided in the favor of the bank and the consequent Tax effect thereon has been derived as Rs. 36,25,035.00. Therefore, the Tax demand payable has been reduced to Rs. 24,54,265.00 after reducing the tax effect of the same. The bank has made the reserve at Tax Rate applicable to bank, on the disputed amount involved.
4. For **A.Y. 2011-12**, original Demand calculated and raised (Assessment U/s. 143(3)) was Rs. 1,20,83,670.00 (for all the issues combinedly) the same demand was revised to Rs. 53,34,300.00, against which the refund of A.Y. 2013-14 was adjusted. Now, As per the recent Income Tax Appellate Tribunal order, the issue of Allowability of Amortised Premium on HTM securities has been decided in the favor of the bank and the consequent Tax effect thereon has been derived as Rs. 52,18,318.00. Therefore, the Tax demand payable has been reduced to Rs. 68,65,358.00 after reducing the tax effect of the same. The bank has made the reserve at Tax Rate applicable to bank, on the disputed amount involved.
5. For **A.Y. 2012-13**, original Demand calculated and raised (Assessment U/s. 143(3)) was Rs. 3,74,58,280.00 (for all the issues combinedly), against which Rs. 1,24,07,140.00 refund of A.Y. 2011-12 and Rs. 20,99,640.00 refund of A.Y. 2013-14 had been adjusted. Now, As per the recent Income Tax Appellate Tribunal order, the issue of Allowability of Amortised Premium on HTM securities and Allowability of NPA Interest have been decided in the favor of the bank and the consequent Tax effect thereon has been derived as Rs. 3,55,19,711.00. The issue of Allowability of expenditure for earning Exempted Income was decided in favor of Income Tax Department and the Bank agreed on the same respectfully. Therefore, the Tax demand payable has been reduced to Rs. 19,38,569.00 after reducing the tax effect of the same. The bank has made the reserve at Tax Rate applicable to bank, on the disputed amount involved.

**IV. Disclosure of Information**

Disclosure of Information as per circular dated March 25th, 2014 has been issued by the RBI.

[₹ in Lacs]

Sr. No.	Particulars	31.03.2021	31.03.2020
1	Capital to Risk Weighted Assets Ratio (CRAR)	22.61 %	21.79 %
2	Movement of CRAR		
a	Capital Tier 1	33,408.06	32,440.07
b	Capital Tier 2	4,356.39	5,377.66
c	Total of Tier 1 and Tier 2 Capital	37,764.45	37,817.73
d	Total Risk Weighted Assets	1,66,993.24	1,73,515.75
3	Investments		
a	(i) Book Value	1,06,747.88	69,127.51
	(ii) Face Value	1,06,669.60	68,854.60
b	Market Value	1,07,080.56	71,981.01
c	Issuer Composition of Non SLR Investments and Non-performing Non SLR Investment	As per para 3 (a) to (c)	
4	Advance against (as per report)		
a	Real Estate, Construction Business etc.	19,439.45	19,757.12
b	Housing	1,712.45	889.03
5	Advances against shares & debentures	ZERO	ZERO
6	Advances to directors, their relatives, companies (firms in which they are interested)		
a	Fund based	707.16	259.11
b	Non Fund based (Guarantees, L/C etc.)	---	---
7	Average cost of deposits	05.52 %	05.75 %
8	NPAs		
a	Gross NPAs (in Amount)	7,438.59	7,659.31
b	Gross NPA (in %)	04.67 %	04.93 %
c	Net NPAs (in Amount)	(-) 2,515.75	1,168.83
d	Net NPA (in %)	ZERO	00.78 %



[₹ in Lacs]			
Sr. No.	Particulars	31.03.2021	31.03.2020
9	Movement in NPAs		
	a Gross NPAs		
	At the beginning of the year	7,659.31	7,750.75
	Add: Addition during the year	943.33	6,421.42
	Less: Reduction during the year	(1,164.05)	(6,512.86)
	At the end of the year	7,438.59	7,659.31
	b Net NPAs		
	At the beginning of the year	1,168.83	2,540.85
	Add: Addition during the year	---	---
	Less: Reduction during the year	(3,684.58)	(1,372.02)
	At the end of the year	(-) 2,515.75	1,168.83
10	Profitability		
	a Interest income as a percentage of working funds	07.67 %	08.01 %
	b Non-interest income as a percentage of working funds	01.12 %	00.92 %
	c Operating profit as a percentage of Average working funds	02.90 %	02.87 %
	d Return on Average Total Assets	03.07 %	02.89 %
	e Business (Deposits + Advances) per employee	1,748.10	1,505.97
	f Profit per employee	38.48	31.64
11	Provision made towards		
	a NPA	9,634.45	6,250.00
	b Standard Assets	900.00	750.00
	c COVID-19	---	600.00
	d Depreciation on Investments	2,571.75	1,771.75
12	Movement in Provisions		
	a Towards NPAs		
	Opening Balance	6,250.00	5,000.00
	Add: Addition during the year	(+ 3,385.78)	(+ 1,250.00)
	Less: Reduction during the year	(-) 01.33	---
	Closing Balance	9,634.45	6,250.00
	b Towards Depreciation on Investments		
	Opening Balance	1,771.75	1,658.85
	Add: Addition during the year	800.00	(+ 380.15)
	Less: Reduction during the year	---	(-) 267.25
	Closing Balance	2,571.75	1,771.75



[₹ in Lacs]

Sr. No.	Particulars	31.03.2021	31.03.2020
c	Towards Standard Assets		
	Opening Balance	750.00	650.00
	Add: Addition during the year	150.00	100.00
	Less: Reduction during the year	---	---
	Closing Balance	900.00	750.00
d	Towards General Provision for COVID-19		
	Opening Balance	600.00	---
	Add: Addition during the year	---	600.00
	Less: Reduction during the year	600.00	---
	Closing Balance	---	600.00
13	Foreign Currency Asset and Liabilities (if applicable)		
a	Foreign Currency Assets	N.A.	N.A.
b	Foreign Liabilities	N.A.	N.A.
14	a Payment of DICGC Insurance premium	314.61	247.55
	b Arrears in payment of DICGC premium if any	---	---
15	Penalty imposed by RBI	---	---
16	Restructured Accounts	7	---
17	Fixed Assets Revaluation	---	---
18	The amounts transferred to DEAF	As per para 18 (a)	

3 (a) Issuer Composition of Non SLR Investments Forming Pat of IV 3 (c)

[₹ in Lacs]

No.	Issuer	Amount	Extent of Below Investment Grade Securities	Extent of Unrated Securities	Extent of Unlisted Securities
1.	PSUs	---	01.51	---	---
2.	FIs	---	---	---	---
3.	Public Sector Banks	---	---	---	---
4.	Mutual Funds	2,020.18	---	---	---
5.	Others	---	---	---	---
6.	Provision Held Towards Depreciation	---	---	---	---

**3 (b) Non-performing Non SLR Investment Forming part of IV 3 (c)**

[₹ in Lacs]

No.	Particulars	Amount
1.	Opening Balance	---
2.	Additional During the Year Since 1st April	---
3.	Reduction During the Above Period (written off)	---
4.	Closing Balance	---
5.	Total Provisions Held	---

3 (c) Additional Information of Investments Forming part of IV 3 (c)

[₹ in Lacs]

Sr. No.	Particular	31.03.2021	31.03.2020
1	Classification of Investments		
	i Held to Maturity (HTM)	61,060.89	55,090.36
	ii Held for Trading (HFT)	---	---
	iii Available for Sale (AFS)	45,686.99	14,037.15
	iv Total Investment	1,06,747.88	69,127.51
2	Composition of Investments		
	i SLR Investments		
	a. Central Govt. Securities	35,526.22	21,686.23
	b. State Govt. Securities	61,791.77	37,441.28
	c. Treasury Bills	7,408.20	---
	ii NON - SLR Investments	2,021.69	10,000.00
3	Provisions for Depreciation in Value of Investments		
	i Held in Books (IFR+IDR)	2,571.75	1,771.75
	ii Erosion in Value of Investments (HTM+AFS)	---	---
	iii Excess/[Short] Provision	2,571.75	1,771.75
4	Net Value of Investments [Book Value - Provision for depreciation held in books]	1,04,176.13	67,355.76
5	Arrears in Reconciliation of Inter Branch Transactions (100%) Provision for the same provided by the bank)	26.07 (Dr.)	26.07 (Dr.)

18 (a) Amount Transferred to DEAF

[₹ in Lacs]

Particulars	31.03.2021	31.03.2020
Opening Balance of Amount Transferred to DEAF	559.74	508.42
Add : Amount Transferred to DEAF during the year	152.73	60.89
Less : Amount Reimbursed by DEAF towards claims	05.72	09.57
Closing Balance of amount transferred to DEAF	706.75	559.74

**V. Additional Information**

1. During the year under audit bank has not made any inter transfer of reserve funds.

2. Break up of Reserves & Surplus

Following is the breakup of various accounts shown under the head "Reserves & Surplus" in the Financial Statements:

[Amount in ₹]

Sr.	Reserves & Surplus	Opening Balance	Debit	Credit	Closing Balance
1	Statutory Reserve	125,80,26,408.91	---	11,32,64,147.82	137,12,90,556.73
2	Building Fund	20,10,20,042.77	---	---	20,10,20,042.77
3	Bad & Doubtful Debt Reserve	62,50,00,000.00	1,33,336.00	33,85,78,506.00	96,34,45,170.00
4	Investment Depreciation Reserve	1,59,15,000.00	---	8,00,00,000.00	9,59,15,000.00
5	Investment fluctuation Reserve	16,12,60,000.00	---	---	16,12,60,000.00
6	Revaluation Reserve	35,46,90,680.33	2,11,14,955.00	---	33,35,75,725.33
7	Charity Fund	35,30,252.99	6,17,000.00	3,64,273.00	32,77,525.99
8	General Provision against Std. Assets	7,50,00,000.00	---	1,50,00,000.00	9,00,00,000.00
9	Special Reserve	7,00,04,000.00	---	---	7,00,04,000.00
10	Reserve for Unforeseen Losses	21,66,95,936.62	---	3,08,60,284.00	24,75,56,220.62
11	Co-Operative Education Fund	---	30,86,028.00	30,86,028.00	---
12	Reserve for IT Liability (Cont. Liab.)	1,47,50,000.00	---	---	1,47,50,000.00
13	Gen. Pro. for BDR due to COVID-19	6,00,00,000.00	6,00,00,000.00	---	---
14	Cyber Security Reserve	---	---	3,00,00,000.00	3,00,00,000.00
	Total Reserves & Surplus	305,58,92,321.62	8,49,51,319.00	61,11,53,238.82	358,20,94,241.44

3. Exposure to Sensitive Sector

[₹ in Lacs]

Category	31.03.2021	31.03.2020
Advances against Housing		
Housing Loans to individuals	1,712.45	889.03
Total Advances against Housing	1,712.45	889.03
Loans to Builders & Contractors [Commercial Real Estate]	19,439.45	19,757.12
Total Exposure to Real Estate including Housing Loan	21,151.90	20,646.15
Commercial Real Estate Advances to Total Advances in %	12.20	12.71
Advances against Housing to Total Advances in %	01.07	00.57
Advances against Shares & Debentures in %	00.00	00.00



4. Reserves and Other Funds

As per the requirements of the Multi State Co-Operative Societies Act, 2002, Net Profit after tax is appropriated towards:

- 4.1 Statutory Reserve Fund (Minimum 25%) **Sec. 63 (1) (a)**
- 4.2 Co-Operative Education Fund maintained by NCUI (1% of net profit) **Sec. 63 (1) (b)**
- 4.3 Reserve for unforeseen losses (10% of net profit) **Sec. 63 (1) (C)**
- 4.4 Dividend remaining unclaimed over 3 years, entrance fees & nominal membership fees outstanding at the year end are transferred to Statutory Reserve Fund.

5. Previous period's figures have been regrouped where necessary to confirm to current year classification.

For **M/s. P. T. Makadia & Co.**
Chartered Accountants

For, **The Co-Operative Bank of Rajkot Ltd.**

Bhumika Kamdar
Compliance Officer

Nilesh Dhruv
Director

Sanjiv Virparia
DGM

Chandrakantbhai Patel
Director

P. T. Makadia
Partner
Membership No. 10638
FRN : 105887W
Place : Rajkot
Date : 01.06.2021

Satyaprakash Khokhara
General Manager & CEO

Jagdishchandra Kotadia
Chairman

Branch Wise NPA Movement Statement for the year 2020-2021

[₹ in Lacs]

No.	Branch	Opening NPA		Addition During the Year		NPA Recovery During the Year*		Closing NPA	
		Amount	No. of A/c.	Amount	No. of A/c.	Amount	No. of A/c.	Amount	No. of A/c.
01	Panchnath	2270.68	19	12.98	03	25.72	03	2257.94	19
02	Gandhigram	11.73	11	01.18	03	00.15	02	12.76	12
03	University Road	103.96	12	142.91	10	97.62	07	149.25	15
04	Jasdan	28.60	02	---	---	00.14	---	28.46	02
05	Morbi	978.12	05	693.11	03	978.12	05	693.11	03
06	Upleta	13.34	01	---	---	---	---	13.34	01
07	Gondal	2237.29	16	---	---	22.15	02	2215.14	14
08	Sahakar	24.41	03	00.39	01	11.60	01	13.20	03
09	Ranchhodnagar	00.30	01	00.16	01	---	---	00.46	02
10	Junagadh	164.16	01	02.81	01	---	---	166.97	02
11	Naranpura	589.44	10	04.70	01	28.31	---	565.83	11
12	Jamnagar	48.27	02	20.50	02	00.18	---	68.59	04
13	Mavdi Chowkdi	00.72	01	57.90	03	---	---	58.62	04
14	Surendranagar	599.73	02	---	---	---	---	599.73	02
15	Vaso	02.54	02	06.69	01	---	---	09.23	03
16	Nadiad	120.70	15	---	---	---	---	120.70	15
17	Anand	373.52	32	---	---	---	---	373.52	32
18	Dakor	79.47	04	---	---	---	---	79.47	04
19	Yawal	11.60	17	---	---	---	---	11.60	17
20	Kothariya Road	00.73	03	---	---	00.06	---	00.67	03
21	Alkapuri	00.00	03	---	---	---	---	---	03
GRAND Total		7659.31	162	943.33	29	1164.65	20	7438.59	171

* NPA recovery includes recovery towards Principal & PA Interest and also regularised accounts during the year.

Gross NPA 04.67%

Classification of Performing & Non Performing Advances

[₹ in Lacs]

Sr. No.	CLASSIFICATION OF ADVANCES	As On 31.03.2021			As On 31.03.2020		
		No. of A/cs.	Outstanding Advance	% of Total Advance	No. of A/cs.	Outstanding Advance	% of Total Advance
1.	TOTAL LOANS & ADVANCES	5,693	1,59,338.57	100 %	6369	1,55,391.81	100 %
	1. PERFORMING / STANDARD ADVANCES	5,522	1,51,899.98	95.33 %	6207	1,47,732.50	95.07 %
	2. NON PERFORMING ASSETS						
	1. Sub Standard Assets	20	940.36	00.59 %	28	2,587.11	01.66 %
	2. Doubtful Assets						
	Upto 1 Year						
	[a] Secured	11	1,462.47	00.92 %	17	1,404.17	00.91 %
	[b] Unsecured	---	---	---	---	---	---
	Above 1 & Upto 3 Years						
	[a] Secured	20	2,503.89	01.57 %	27	1,905.48	01.23 %
	[b] Unsecured	---	---	---	---	---	---
	Above 3 Years						
	[a] Secured	27	2,085.98	01.31 %	16	1,322.52	00.85 %
	[b] Unsecured	---	---	---	---	---	---
	Total Doubtful Assets						
	[a] Secured	58	6,052.34	03.80 %	60	4,632.17	02.99 %
	[b] Unsecured	---	---	---	---	---	---
	3. Loss Assets	93	445.89	00.28 %	74	440.03	00.28 %
	Total GROSS NPA	171	7,438.59	04.67 %	162	7,659.31	04.93 %

Details of 20 Years NPA & Overdue Accounts

[₹ in Lacs]

YEAR	GROSS LOAN		GROSS NPA		% of Gross NPA to Gross Loan	NET NPA		PROVISIONS		OVERDUE		% of Recovery Ratio
	No. of A/c	Amount ₹	No. of A/c	Amount ₹		₹	%	Required	Actually Held	No. of A/c	Amount ₹	
2001	5477	8,131.43	06	11.26	00.14 %	ZERO	ZERO	02.69	200.00	57	12.66	99.84 %
2002	5874	8,334.25	09	14.69	00.18 %	ZERO	ZERO	04.68	300.00	128	24.48	99.71 %
2003	6149	9,149.74	15	22.89	00.25 %	ZERO	ZERO	06.20	500.00	100	22.46	99.75 %
2004	6465	11,203.90	23	29.19	00.26 %	ZERO	ZERO	04.47	1,200.00	63	04.58	99.96 %
2005	6785	14,211.77	29	48.35	00.34 %	ZERO	ZERO	07.26	1,200.00	44	21.25	99.85 %
2006	7278	16,675.92	14	21.51	00.13 %	ZERO	ZERO	15.55	1,400.00	37	02.09	99.99 %
2007	7210	21,819.47	13	23.63	00.11 %	ZERO	ZERO	07.63	850.00	14	01.89	99.99 %
2008	7321	22,911.15	61	172.50	00.75 %	ZERO	ZERO	101.44	955.00	36	02.11	99.99 %
2009	7105	29,635.38	59	209.09	00.70 %	ZERO	ZERO	90.37	767.00	80	34.69	99.88 %
2010	7121	41,995.31	54	205.69	00.49 %	ZERO	ZERO	144.21	633.22	11	00.96	99.99 %
2011	7685	51,420.42	185	1,219.48	02.37 %	ZERO	ZERO	1,184.66	1,616.71	NIL	NIL	100.00 %
2012	8681	54,824.36	368	1,260.95	02.30 %	ZERO	ZERO	1,257.38	1,973.70	02	14.64	99.97 %
2013	9402	68,816.20	300	1,118.00	01.62 %	ZERO	ZERO	1,118.00	1,800.00	07	00.21	99.99 %
2014	10033	81,625.07	193	883.54	01.08 %	ZERO	ZERO	883.54	1,900.00	03	00.62	99.99 %
2015	10498	1,01,206.89	161	668.52	00.66 %	ZERO	ZERO	668.52	2,203.10	25	38.18	99.97 %
2016	9411	1,02,895.60	116	2,655.58	02.58 %	ZERO	ZERO	1,283.37	3,100.00	34	65.36	99.94 %
2017	8232	1,11,124.57	135	4,412.11	03.97 %	1,706.61	01.57 %	1,717.29	3,100.00	52	206.22	99.81 %
2018	7752	1,11,870.52	136	6,922.73	06.19 %	3,075.88	02.85 %	1,702.20	3,650.00	82	94.32	99.92 %
2019	6845	1,38,798.54	155	7,750.75	05.58 %	2,540.85	01.90 %	2,018.41	5,000.00	318	131.50	99.91 %
2020	6369	1,55,391.81	162	7,659.31	04.93 %	1,168.83	00.78 %	2,767.98	6,250.00	377	729.74	99.53 %
2021	5693	1,59,338.57	171	7,438.59	04.67 %	(-)2,515.75	ZERO	3,520.46	9,634.45	346	579.02	99.64 %

After Merger of 6 Co-Operative Banks Details of Bank's NPA Accounts [₹ in Lacs]

Name of Bank	No. of A/cs.	Gross NPA Amount	Gross NPA In %
The Co-Operative Bank of Rajkot Ltd. - Raj Bank	108	7,002.36	04.39 %
Mahila Utkarsh Bank - Ahmedabad (Merger-1)	04	19.14	00.01 %
Amruta Mahila Bank - Surendranagar (Merger-2)	---	---	---
Vaso Co-Operative Bank Ltd. - Vaso (Merger-3)	36	332.23	00.21 %
Dakor Nagarik Bank Ltd. - Dakor (Merger-4)	03	73.26	00.05 %
Yawal Peoples Co-Op. Bank Ltd. - Yawal (Merger-5)	17	11.60	00.01 %
Co-Operative Bank of Baroda Ltd. - Baroda (Merger-6)	03	NIL	NIL
Total Gross NPA (Including Merged Banks)	171	7,438.59	04.67 %

21 Year's Analysis of Total Income and Total Expenses [Yearwise]

છેલ્લા ૨૧ વર્ષના નફા-નુકસાન ખાતાની વિગતો

(રકમ રૂપિયા કરોડમાં)
(₹ in Crores)

Sr. No.	Year	વ્યાજ આવક Interest Income on				વ્યાજ સિવાયની આવક Non-Interest Income on					કુલ આવક Total Income
		Advance	Deposits	G-Sec	Total Int. Income	Document Charges	G-Sec Profit	Insurance Commission	Non Cash Income	Other Income	
1	2000-2001	10.53	07.00	03.10	20.63	00.16	00.02	---	---	00.53	21.34
2	2001-2002	12.48	06.92	04.03	23.43	00.13	02.44	---	---	00.57	26.57
3	2002-2003	13.49	07.36	05.33	26.18	00.16	02.94	---	---	00.67	29.95
4	2003-2004	14.23	06.91	05.99	27.13	00.20	03.10	---	---	00.86	31.29
5	2004-2005	15.90	03.52	08.78	28.20	00.50	01.74	---	---	02.22	32.66
6	2005-2006	17.82	03.36	09.14	30.32	00.81	00.09	---	---	01.52	32.74
7	2006-2007	23.16	04.15	10.32	37.63	00.69	00.04	00.09	---	01.44	39.89
8	2007-2008	28.58	05.66	14.68	48.92	00.92	00.06	00.14	00.70	01.44	52.18
9	2008-2009	32.68	16.27	10.78	59.73	01.67	00.54	00.15	00.06	01.13	63.28
10	2009-2010	42.97	12.28	14.33	69.58	02.78	01.32	00.50	02.65	01.44	78.27
11	2010-2011	55.45	12.14	15.90	83.49	03.08	---	00.41	04.42	01.47	92.87
12	2011-2012	62.71	22.06	20.25	105.02	03.05	00.09	00.40	08.31	01.18	118.05
13	2012-2013	77.29	24.99	23.01	125.29	04.21	---	00.49	15.25	01.09	146.33
14	2013-2014	87.18	24.39	35.44	147.01	04.96	---	00.38	09.89	04.22	166.46
15	2014-2015	120.27	20.02	36.15	176.44	05.44	00.17	00.36	06.70	02.08	191.19
16	2015-2016	126.36	20.79	57.38	204.53	05.46	00.23	00.49	06.12	02.52	219.35
17	2016-2017	128.22	15.65	78.19	222.06	04.73	10.53	00.52	04.58	02.11	244.53
18	2017-2018	123.95	20.65	80.50	225.10	04.46	08.19	00.50	01.85	02.48	242.58
19	2018-2019	128.03	20.63	71.69	220.35	06.63	03.06	00.60	01.50	02.72	234.86
20	2019-2020	150.00	23.26	51.42	224.68	06.81	14.59	00.36	00.07	03.87	250.38
21	2020-2021	150.61	23.29	59.11	233.01	05.80	25.06	00.62	00.06	02.66	267.21
	Till Date	1,421.91	301.30	615.52	2,338.73	62.65	74.21	06.01	62.16	38.22	2,581.98

Sr. No.	Year	Interest Expense	Salary Expense	DICGC Premium Expense	Amortisation of prem. of Govt. Sec.	Other Expense	Income Tax Provision	Other Provision	Total	Dividend Amount
1	2000-2001	13.12	01.23	00.08	---	00.87	---	04.00	19.30	00.41
2	2001-2002	15.81	01.84	00.09	00.61	01.17	---	04.83	24.35	00.51
3	2002-2003	18.25	01.83	00.10	00.72	01.25	---	05.34	27.49	00.58
4	2003-2004	18.99	01.92	00.09	00.39	01.85	---	05.34	28.58	00.65
5	2004-2005	19.71	02.26	00.23	00.68	01.68	---	05.33	29.89	00.71
6	2005-2006	19.49	02.63	00.25	00.68	01.54	---	05.35	29.94	00.62
7	2006-2007	22.08	03.30	00.35	00.68	02.82	03.01	04.40	36.64	00.56
8	2007-2008	25.89	04.78	00.40	00.69	04.56	02.76	00.52	39.60	01.31
9	2008-2009	34.34	05.12	00.50	00.81	04.61	05.37	04.05	54.80	02.26
10	2009-2010	41.82	05.70	00.55	01.05	08.12	04.44	06.56	68.24	03.27
11	2010-2011	46.28	08.69	00.75	01.11	10.75	03.96	08.10	79.64	04.24
12	2011-2012	63.29	08.83	01.38	01.10	09.38	07.03	11.64	102.65	05.49
13	2012-2013	76.77	09.88	01.03	01.10	07.10	10.01	21.98	127.87	06.64
14	2013-2014	95.10	12.96	01.42	01.15	13.35	09.58	07.49	141.05	09.12
15	2014-2015	105.93	14.24	01.66	01.16	22.82	14.28	03.63	163.72	12.84
16	2015-2016	131.43	18.14	01.98	01.08	12.71	17.71	04.67	187.72	16.00
17	2016-2017	143.69	19.27	02.24	01.99	17.13	21.50	01.99	207.81	22.05
18	2017-2018	139.75	19.20	02.42	01.22	13.92	21.25	13.56	211.32	19.74
19	2018-2019	129.40	19.23	02.48	00.76	11.41	22.30	18.92	204.50	15.02
20	2019-2020	130.12	23.41	02.48	00.71	12.59	26.01	24.20	219.52	13.86
21	2020-2021	135.44	23.15	03.15	00.26	12.03	21.62	27.63	223.28	18.32*
	Till Date	1,426.70	207.61	23.63	17.95	171.66	190.83	189.53	2,223.15	154.20

* Subject to approval of RBI + AGM

21 Year's Balance Sheet [Yearwise]

છેલ્લા ૨૧ વર્ષના સરવૈયાની વિગત

(રકમ રૂપિયા કરોડમાં)
(₹ in Crores)

Sr. No.	Year	Share Capital	Reserve & Surplus	Deposits	Overdue Int. Res. PA	Interest Payable	Other Liabilities	Total	Gross Profit
1	2000-2001	03.22	22.28	152.72	00.00	00.21	01.18	179.61	06.04
2	2001-2002	03.61	28.52	185.53	00.00	00.28	01.24	219.18	07.05
3	2002-2003	03.94	34.71	211.36	00.01	00.34	01.90	252.26	07.79
4	2003-2004	04.75	40.76	261.75	00.02	00.39	01.68	309.35	08.05
5	2004-2005	04.60	45.42	286.41	00.01	00.43	02.27	339.14	08.10
6	2005-2006	05.19	56.03	331.39	00.00	00.41	02.46	395.48	08.15
7	2006-2007	09.77	64.66	389.20	00.01	01.28	06.47	471.39	10.66
8	2007-2008	13.35	76.83	477.41	00.13	01.16	07.91	576.79	16.56
9	2008-2009	18.45	88.15	600.32	00.15	01.23	10.93	719.23	17.90
10	2009-2010	26.35	105.72	723.60	00.13	01.54	10.35	867.69	21.04
11	2010-2011	35.64	132.89	871.72	01.71	01.67	06.13	1,049.76	25.29
12	2011-2012	41.40	144.37	1,026.50	01.88	01.69	10.33	1,226.17	28.07
13	2012-2013	50.12	169.69	1,181.70	01.60	01.61	20.97	1,425.69	35.56
14	2013-2014	62.70	182.53	1,420.75	01.46	01.70	17.32	1,686.46	38.76
15	2014-2015	74.99	211.20	1,656.06	01.10	01.46	22.58	1,967.39	45.38
16	2015-2016	103.00	229.02	1,968.29	01.49	01.45	26.40	2,329.65	54.01
17	2016-2017	138.25	248.15	2,324.53	01.56	00.73	34.34	2,747.56	60.21
18	2017-2018	168.28	287.98	2,298.92	01.97	01.13	31.35	2,789.63	65.92
19	2018-2019	144.45	306.64	2,235.26	02.10	01.34	34.71	2,724.50	70.11
20	2019-2020	137.30	336.45	2,301.35	02.40	01.68	38.39	2,817.57	81.00
21	2020-2021	131.55	402.14	2,637.01	03.20	01.58	35.80	3,211.28	93.13
								Total Profit	708.78

No borrowing since inception of the bank.

Sr. No.	Year	Cash	Bal. with banks	Investments	Advances	Int. Receivable	Fixed Assets	Other Assets	Total	Business
1	2000-2001	01.05	70.57	23.71	81.31	01.05	01.64	00.28	179.61	234.03
2	2001-2002	01.14	70.77	58.37	83.34	01.86	02.87	00.83	219.18	268.88
3	2002-2003	01.85	100.08	53.21	91.50	02.14	02.93	00.55	252.26	302.85
4	2003-2004	03.70	114.30	71.88	112.04	02.73	04.05	00.65	309.35	373.79
5	2004-2005	03.99	76.22	108.65	142.12	02.71	04.86	00.59	339.14	428.53
6	2005-2006	04.49	81.60	133.78	166.76	03.20	04.93	00.72	395.48	503.02
7	2006-2007	09.13	106.25	120.02	218.19	03.35	11.59	02.86	471.39	607.39
8	2007-2008	15.56	184.83	120.57	229.11	08.38	13.38	04.96	576.79	706.52
9	2008-2009	09.17	196.84	180.86	296.35	10.28	16.97	08.76	719.23	896.68
10	2009-2010	11.64	186.67	206.71	419.95	09.74	24.78	08.20	867.69	1,143.55
11	2010-2011	15.08	223.65	233.47	514.20	14.00	26.21	23.15	1,049.76	1,385.92
12	2011-2012	09.33	309.13	292.88	548.24	18.81	26.07	21.71	1,226.17	1,574.74
13	2012-2013	10.57	326.15	326.02	688.16	17.64	44.87	12.28	1,425.69	1,869.66
14	2013-2014	09.83	308.13	468.70	816.25	23.32	43.67	16.56	1,686.46	2,237.00
15	2014-2015	13.31	274.28	581.50	1,012.07	22.88	46.09	17.26	1,967.39	2,668.13
16	2015-2016	15.72	347.93	839.77	1,028.96	36.05	41.82	19.40	2,329.65	2,997.24
17	2016-2017	45.13	313.51	1,174.84	1,111.25	38.97	38.57	25.29	2,747.56	3,435.78
18	2017-2018	31.54	444.71	1,071.13	1,118.71	41.44	55.39	26.71	2,789.63	3,417.63
19	2018-2019	26.85	392.16	794.27	1,387.99	40.06	51.67	31.50	2,724.50	3,623.24
20	2019-2020	37.67	410.92	691.27	1,553.92	42.24	47.63	33.92	2,817.57	3,855.27
21	2020-2021	33.40	407.02	1,067.48	1,593.39	31.99	48.70	29.30	3,211.28	4,230.40

Historical Financial Position for 41 Years

૪૧ વર્ષની નાણાકીય પરિસ્થિતિનું પત્રક

(રકમ રૂ. કરોડમાં) (Rs. in Crores)

Sr. No.	Particulars - વિગત	જુદા જુદા સમયગાળામાં વધારો (+)/ઘટાડો (-) દર્શાવતું પત્રક Position for Increase (+) / Decrease (-) during Past			Cumulative Position for 41 Years = Cumulative Position as on 31.03.2021
		શરુઆતના 20 Years	પડકારજનક બેંકીંગ સમયના 13 Years	8 Years	
		From 24.11.1980 To 31.03.2000	From 01.04.2000 To 31.03.2013	From 01.04.2013 To 31.03.2021	
①	②	③	④	⑤	⑥
01	Share Capital - શેર મુડી	+ 02.23	+ 47.89	+ 81.43	= 131.55
02	Reserve Funds - રીઝર્વ	+ 14.93	+ 136.30	+ 250.91	= 402.14
03	Own Fund - માલિકીના ભંડોળો	+ 17.16	+ 184.19	+ 332.34	= 533.69
04	CASA Deposits - ચાલુ + બચત ખાતાની થાપણ	+ 43.34	+ 387.36	+ 604.82	= 1,035.52
05	Fixed Deposits - મુદતી થાપણો	+ 78.84	+ 672.16	+ 850.49	= 1,601.49
06	Total Deposits - કુલ થાપણ	+ 122.18	+ 1,059.52	+ 1,455.31	= 2,637.01
07	Investment - રોકડ+બેંક બેલે.+રોકાણો	+ 87.30	+ 575.45	+ 845.14	= 1,507.89
08	Loans & Advances - લોન અને ધિરાણ	+ 52.19	+ 635.97	+ 905.23	= 1,593.39
09	Total Business - કુલ બિઝનેસ	+ 174.37	+ 1,695.49	+ 2,360.54	= 4,230.40
10	Interest Earned - વ્યાજ આવક	+ 51.73	+ 685.55	+ 1,653.16	= 2,390.44
11	Documents Charges - લોન ડોક્યુમેન્ટ ચાર્જ	+ 00.09	+ 18.36	+ 44.29	= 62.74
12	Int. Paid on Deposits - વ્યાજનો ખર્ચ	+ 27.70	+ 415.84	+ 1,010.86	= 1,454.40
13	Staff Cost - સ્ટાફ પગાર ખર્ચ	+ 04.09	+ 58.01	+ 149.60	= 211.70
14	Profit Before Tax & Pro.- ઇન્કમેટેક્સ પહેલાનો નફો	+ 12.76	+ 200.26	+ 508.51	= 721.53
15	Dividend Amount Paid - ચુકવેલ ડીવીડન્ડની રકમ	+ 01.17	+ 27.25	+ 108.63	= 137.05
16	Gross NPA Amount - ગ્રોસ એન.પી.એ.ની રકમ	+ 00.09	+ 11.09	+ 63.21	= 74.39
17	Net NPA in % - નેટ એન.પી.એ.ની ટકાવારી	ZERO	ZERO	ZERO	= ZERO
18	No. of Employees - કર્મચારીઓની સંખ્યા	+ 95	+ 113	+ 34	= 242

The best teamwork comes from men who are working independently toward one goal in unison.

On behalf of
Team Rajbank

Unity is strength... when there is teamwork and collaboration, wonderful things can be achieved.