



Chairman's Message



Dear Shareholders,

I am pleased to present the Annual report of your bank for the Financial Year 2019-20.

The year under reporting was a highly challenging year for the entire banking industry in general and for Co-operative banks in particular.

Your bank started the Financial Year 2019-20 with reasonable growth in conformity with the envisioned strategy. However, the restrictions, imposed by the regulator on a Mumbai based Co-operative Bank, created anxiety in the minds of customers and affected the overall growth of deposits of your Bank. After the situation stabilised to some extent, your bank could mobilize a good amount of deposits in the last quarter of the financial year, with the support of loyal customers of the Bank.

The credit demand was very low owing to overall slowdown in economy. Furthermore, considering the downtrend in many sectors, the bank was extra cautious while making appraisal of credit proposals to minimize the credit risk. During the financial year most of the borrowers continued to pay their instalments and with sustained & vigorous recovery measures bank could contain the stressed assets. Your bank will continue to take measures to ensure healthy growth and further improve the asset quality.

However, the sluggish economy further decelerated due to the worldwide outbreak of COVID-19 pandemic towards end of the financial year with unabated increase in cases all over the world. The measures taken by governments to contain the spread had cascading effect on many industries & other segments of the economy. All these factors affected profitability of the bank.

With the impact of COVID-19, the global economy is likely to be moving towards a situation of uncertainty in coming days. However, the bank will take necessary measures to emerge strong from this adversity & will post a good performance for the year ending March 2021.

I am thankful to the depositors who have been a pillar of strength for the bank in these difficult times.

I sincerely thank shareholders, customers, employees and well-wishers for their sustained support and look forward to their continued patronage in the coming days also.

With warm wishes,

JAYA C SUVARNA



Board of



Jaya C. Suvarna (Chairman)



Rohini J. Salian (Vice-Chairperson)



Vasudeva R. Kotian



Jyoti K. Suvarna



Bhaskar M. Salian



U. S. Poojary



S. B. Amin



Gangadhar J. Poojary



Mohandas A. Poojary



Premnath P. Kotian



Sharada S. Karkera



Anbalagan C. Harijan

Directors



J. A. Kotian



K. N. Suvarna



Damodar C. Kunder

(upto 16/11/2019)



K. B. Poojary



Suryakant J. Suvarna



Narayan T. Poojari



L. V. Amin



Purushotham S. Kotian



Raja V. Salian



M. N. Karkera

(upto 02/11/2019)



C. R. Mulky (MD & CEO)

(Attained superannuation on 29/02/2020)



Vidyanand S. Karkera (MD & CEO)

(w.e.f. 01/03/2020)



CORE MANAGEMENT TEAM



Sitting Left to Right : Vasudeva M. Salian, Nityanand S. Kirodian, Vidyanand S. Karkera, Dinesh B. Salian, Mahesh B. Kotian, Vishwanath G. Suvarna, Janardhan M. Poojary, Satish M. Bangera, Prabhakar G. Poojary, Balakrishna S. Karkera, Ramesh H. Poojary, Jagdish Narayan, Standing Second Row : Pravinkumar S. Suvarna, Manjula N. Suvarna, Harish K., Mohan N. Salian.

Notice to Members	1
Important Notes to Members	2
Reflection of Sustained Growth	8
Directors' Report	9
Profile	25
Independent Auditor's Report	26
Balance Sheet	29
Profit & Loss Account	37
Notes to the Accounts	39
Statement of Cash Flow	59
Proposed Amendments to Bye-laws	60
Branch Details	68
Membership Data Updation Form	70



Notice is hereby given that the 44th Annual General Meeting of the Members (Shareholders) of BHARAT CO-OPERATIVE BANK (MUMBAI) LIMITED will be held on Tuesday 22nd December, 2020 at 11:00 a.m. at "Marutagiri", 3rd Floor, Plot No.13/9A, Samant Estate, Sonawala Road, Goregaon (East), Mumbai 400 063 through Other Audio Visual Means (OAVM); which is in compliance with the circular Ref.No.R-11017/101/2015-L&M dated 25th August, 2020 regarding guidelines on conduct of AGM by Multi State Co-operative Banks issued by Director (Co-operation) with the approval of Central Registrar of Co-operative Societies, New Delhi; to transact the following business :

1. To receive and adopt the Report of the Board of Directors, Audited Statement of Accounts and the Audit Report thereon for the year ended 31st March, 2020.
2. To consider and adopt the appropriation of the Net Profit for the year ended 31st March, 2020.
3. To appoint M/s. U.G.Devi & Company, Chartered Accountants, as Statutory Auditors for the F.Y. 2020-2021 and to authorize the Board of Directors to fix their remuneration.
4. To consider and approve the proposed amendments to the Bye-laws of the Bank, with or without modifications.
5. To consider and approve transfer of ₹24.00 crore from Investment Fluctuation Reserve (IFR) to Special Reserve towards Security Receipts.
6. To consider and approve transfer of ₹20.00 crore from Building Fund to Bad and Doubtful Debts Reserve.
7. To approve the resolution passed by the Board of Directors at the meeting held on 13/09/2019 appointing Mr. Vidyanand S. Karkera as Managing Director and Chief Executive Officer of the Bank.
8. To transact any other business with the permission of the Chair.

By order of the Board of Directors

Mumbai

Dated : 31st October, 2020

Sd/-
VIDYANAND S. KARKERA
Managing Director & C.E.O.

Note : In the absence of a quorum within half an hour after the appointed time, the meeting shall stand adjourned and the adjourned meeting will be conducted immediately thereafter at the same venue irrespective of the rule of quorum in terms of Bye-law No.30.

IMPORTANT NOTES TO MEMBERS

1. In view of the continuing Covid-19 pandemic, the Central Registrar of Co-operative Societies, New Delhi, vide its circular having reference number R-11017/101/2015-L&M dated 25th August, 2020 has permitted the holding of the Annual General Meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM), without the physical presence of the Members. In compliance with the terms and conditions mentioned in the said circular, the AGM of the Bank is proposed to be held through OAVM.
2. This AGM will be conducted via OAVM only and Members need not visit the venue of the AGM mentioned above.
3. The detailed notice of AGM through OAVM is also available on the website of the Bank. i.e. www.bharatbank.com
4. Mr. Sanjay Dholakia, Practising Company Secretary (FCS 2655 CP 1798) has been appointed by the Bank as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
5. Institutional / Corporate members (i.e. other than individuals / partnership firm, HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG format) of its Board or governing body resolution / authorization, etc., authorizing its representative to attend the AGM through OAVM on its behalf and to vote through remote e-voting. The said resolution / authorization shall be sent to the shares@bharatbank.co.in and to the Scrutinizer by e-mail to sanjayrd65@gmail.com with a copy marked to evoting@nsdl.co.in by e-mail through its registered e-mail address with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote at least 8 days before the date of the meeting.
6. The Bank has fixed 31st March, 2020 as the “cut-off date” to record the entitlement of the Members to cast their vote through remote e-voting / e-voting during the AGM through OAVM.
7. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as name of the bank and branch details, bank account number, MICR code, IFSC code, etc. by writing a letter to Shares Department at the Bank's Registered Office and/or by sending an email to shares@bharatbank.co.in
8. In case of joint holders, the person whose name stands first in the share certificate, if present, shall have the right to vote. But in his absence, the person whose name stands second in the share certificate, who is present for AGM through OAVM and who is not a minor and is eligible to vote as per the provisions of the Bye-law of the Bank, shall have a right to vote. No member shall be permitted to vote by proxy.
9. Annual Report referred to in the accompanying notice is available on the website of the Bank for inspection by the Members.
10. The members can join the AGM through OAVM, 30 minutes before the scheduled time of the commencement of the meeting by following the procedure mentioned in the notice.



11. Steps and process to join and vote at the AGM through OAVM:-

The remote e-voting period begins on Friday, the 25th December, 2020 from 09.00 a.m. to 05.00 p.m. and on Saturday, the 26th December, 2020 from 09.00 a.m. to 05.00 p.m. The remote e-voting module shall be disabled by NSDL for voting after the cut off time and date.

How do I vote electronically using NSDL e-voting system?

The way to vote electronically on NSDL e-voting system consists of “Two Steps” which are mentioned below:

Step 1: Log-in to NSDL e-voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL, e-voting system.

Details on Step 1 is as mentioned below-

How to login to NSDL e-voting website?

- i) Visit the e-voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
- ii) Once the home page of e-voting system is launched, click on the icon “Login” which is available under “Members” section.
- iii) A new screen will open wherein you will have to enter your user ID, your password which is provided by NSDL on your registered e-mail ID. Further, you will also have to verify as per the verification code shown on the screen.
- iv) Your user ID details as provided by NSDL, will comprise of e-voting Event Number (EVEN) followed by Folio Number / Membership Number is given below:

For example your User ID will be:

If Folio Number / Membership Number is 001**** and EVEN is 101456 then User ID is 101456001****

- v) Your password details are given below-

i) **For Old user of NSDL:**

If you are already registered for e-voting, then you can use your existing password to login and cast your vote.

- ii) **For 1st time user of NSDL :**
 - a) If you are using NSDL e-voting system for the first time, you will need to retrieve the 'initial password', which was communicated to you by NSDL. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - b) How to retrieve your 'initial password'?
 - i) If your e-mail ID is registered with the Bank, your 'initial password' is communicated to you on your e-mail ID. Trace the e-mail sent to you from NSDL from your mailbox. Open the e-mail and open the attachment i.e. a .pdf. file. Open the .pdf. file. The password to open the .pdf. file is your 7 digit Folio Number / Membership Number for shares held in physical form. The .pdf. file contains your 'User ID' and your 'initial password'.
 - ii) If your e-mail ID is not registered, please follow steps mentioned below in notes “12”
- vi) If you are unable to retrieve or have not received the 'initial password' or have forgotten your password :
 - a) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsd.com
 - b) If you are still unable to get the password by above-mentioned options, you can send a request at evoting@nsdl.co.in mentioning your Folio Number / Membership Number, your PAN, your name and your registered address.
 - c) Members can also use the OTP (One Time Password) based login for casting the votes on the e-voting system of NSDL.
- vii) After entering your password, tick on Agree to “Terms and Condition” by selecting on the check box.
- viii) Now, you will have to click on “Login” button.
- ix) After your click on the “Login” button, Home page of e-voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-voting system?

- i) After successful login at Step 1, you will be able to see the Home page of e-voting. Click on e-voting. Then, click on Active Voting Cycles.



- ii) After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
 - iii) Select “EVEN” of Bharat Co-operative Bank (Mumbai) Limited for which you wish to cast your vote.
 - iv) Now you are ready for e-voting as the Voting page opens.
 - v) Cast your vote by selecting appropriate options i.e. assent or dissent and click on “Submit” and also “Confirm” when prompted.
 - vi) Upon confirmation, the message “Vote cast successfully” will be displayed.
 - vii) You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
 - viii) Once you confirm your vote on the resolution, you will be not allowed to modify your vote.
 - ix) It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
 - x) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for members and e-voting user manual for Members available at the download section of www.evoting.nsdl.com or call on toll free No.: 1800-222-990 or send a request to Ms. Pallavi Mhatre, Manager - NSDL on pallavid@nsdl.co.in or on evoting@nsdl.co.in or call 022-24994545.
12. Process for those members whose e-mail ID are not registered with the Bank for procuring user ID and password and registration of e-mail ID for e-voting for the resolutions set out in this notice, are requested to provide Folio Number / Membership Number, Name of Member, scanned copy of the Share Certificate (front and back), to shares@bharatbank.co.in. The time limit for registration will be 18th December, 2020.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through OAVM through the NSDL e-voting system. Members may access the same at www.evoting.nsdl.com under members login by using the remote e-voting credentials. The link for OAVM will be available in members login where the EVEN of Bank will be displayed. Please note that the members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-voting system of NSDL.

2. A member shall not have more than one vote irrespective of the number of shares held.
3. Members are encouraged to join the meeting through Laptops for better experience.
4. Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
6. Facility of joining the AGM through OAVM shall open 30 minutes before the time scheduled for the AGM.
7. Members who need assistance before or during the AGM through OAVM, can contact NSDL on 1800-222-990 or contact Mr. Amit Vishal-Senior Manager NSDL on amitv@nsdl.co.in, 022-24994360/ or Ms. Pallavi Mhatre, Manager – NSDL on pallavid@nsdl.co.in, 022-24994545. Alternatively, the members can also write to National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai – 400 013.

OTHER INSTRUCTIONS:

1. The Scrutinizer shall immediately after the conclusion of voting at the AGM through OAVM, unblock the votes cast through remote e-voting in the presence of two witnesses not in the employment of the Bank and make, within a period not exceeding 24 hours of conclusion of the e-voting on 26th December, 2020, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, forthwith to the Chairman of the Bank or a person authorized by him in writing, who shall countersign the same.
2. The Chairman or the authorized person shall declare the results of the e-voting on next working day upon receipt of the report from Scrutinizer and declare along with the report of the scrutinizer on the website of the NSDL.
3. The chronology for conducting AGM through OAVM is detailed below :
 - a) Day 1 i.e. Tuesday, 22nd December, 2020 at 11.00 a.m. to 1.00 p.m.:- Chairman's Speech and Introduction of Agenda.
 - b) Day 1 & 2 i.e. Tuesday, 22nd December, 2020 and Wednesday, 23rd December, 2020 :- Members can post question/query electronically from 11.00 a.m. to 05.00 p.m. on 22nd December, 2020 and from 09.00 a.m. to 03.00 p.m. on 23rd December, 2020.



- c) Day 3 i.e. Thursday, 24th December, 2020 from 03.00 p.m. to 05.00 p.m.: - Reply will be given by Bank for the queries and the same will be posted on NSDL website www.evoting.nsdl.com/
 - d) Day 4 & 5:- The remote e-voting period begins on Friday, the 25th December, 2020 from 09.00 a.m. to 05.00 p.m. and on Saturday, the 26th December, 2020 from 09.00 am. to 05.00 pm. The remote e-voting module shall be disabled by NSDL for voting after the cut off time and date.
13. Members who have not collected their Share Certificates are requested to collect the same from the Bank on any working day during working hours at the earliest.
 14. Members who have not collected their dividends for the previous three years are requested to collect the same immediately to avoid its forfeiture.
 15. Members are requested to intimate any change in name of nominee, office and residential address, contact number, status etc., so as to keep Bank's records up-to-date.
 16. Members are requested to introduce their friends and relatives to the Bank so that they can also avail various services rendered by the Bank.

REFLECTION OF SUSTAINED GROWTH

(₹ in Crore)

Particulars	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Share Capital	71.74	71.59	84.01	100.84	124.70	181.66	228.75	259.52	304.12	299.06
Reserve Funds	237.92	279.80	333.02	453.71	563.80	720.77	832.99	796.84	915.28	944.75
DEPOSITS										
Fixed Deposits	2,139.75	2,873.59	3,746.78	4,980.19	6,086.53	7,277.45	8,071.91	8,300.65	9,225.91	8,784.42
Saving Bank Deposits	602.25	645.47	752.36	861.96	971.92	1,124.82	1,504.75	1,530.28	1,626.35	1,657.23
Current Deposits	343.33	356.65	459.05	480.49	510.48	522.61	591.82	723.01	759.48	763.31
Recurring Deposits	57.03	66.68	86.50	97.57	122.23	126.76	153.06	177.91	211.47	266.20
Bharat Daily Deposits	53.79	58.41	61.11	63.48	66.75	66.07	63.48	62.37	59.55	58.12
TOTAL	3,196.14	4,000.79	5,105.80	6,483.68	7,757.91	9,117.71	10,385.02	10,794.22	11,882.76	11,529.28
Loans and Advances	2,312.99	2,824.47	3,603.72	4,549.06	5,253.06	6,033.68	6,731.34	7,770.80	8,575.01	7,853.40
Gross Income	356.15	471.77	622.66	780.37	975.40	1,092.86	1,240.37	1,180.59	1,266.33	1,411.39
Net Profit	44.22	59.57	85.58	86.05	112.66	102.29	98.73	93.38	97.16	58.87
Working Capital	3,755.46	4,642.17	5,839.49	7,398.81	8,864.82	10,479.20	11,988.98	12,462.27	13,749.03	13,298.61
Total Staff Strength	769	842	893	977	1,098	1,259	1,378	1,406	1,435	1,434
Dividend	15%	15%	15%	15%	15%	15%	15%	15%	15%	--
Audit classification	'A'	'A'	'A'	'A'	'A'	'A'	'A'	'A'	'A'	'A'

**DIRECTORS' REPORT**

Dear Shareholders,

The Board of Directors have pleasure in presenting the Forty Fourth Annual Report along with the Audited Statement of Accounts for the financial year ended 31st March, 2020.

GLOBAL SCENARIO

Global growth remained subdued during the Financial Year 2019- 20 and it was estimated at 3.20% due to trade policy uncertainty, geopolitical tensions and stress in emerging economies. As per World Economic Outlook Reports by the International Monetary Fund, the global economy is expected to shrink by 3.00% during 2020 in a stunning COVID -19 driven collapse of activity that will mark the steepest downturn since the Great Depression of the 1930s. The United Nations has mentioned that the global economy may contract even further if restrictions on the economic activities are extended without adequate fiscal responses.

The immediate goal for 2020 is to bring the pandemic under control and mitigate the economic damage to people, companies and countries.

INDIAN ECONOMY

Indian economy being an integral part of the global economy, faced challenges in 2019 due to slowdown in global economy and had estimated a growth of 4.8%-5.00% before the COVID-19 impact. As per World Bank - South Asia Economic Focus report, India is likely to record its worst growth performance in this fiscal since the 1991 reforms as the COVID-19 outbreak severely disrupts the economy. The green shoots of a rebound that were noticed at the end of 2019 have been overtaken by the negative impacts of the global crisis. India's economy is expected to grow at 1.5 % to 2.8 % in Financial Year 2020-21.

The Monetary Policy Committee (MPC) of the Reserve Bank of India at its meeting held on March 27, 2020 reduced the policy repo rate under the liquidity adjustment facility by 75 basis points. Apart from the continuing resilience of agriculture and allied activities, most other sectors of the economy will be adversely impacted by the pandemic, depending upon its intensity, spread and duration. If COVID-19 is prolonged and supply chain disruptions get accentuated, the global slowdown could deepen, with adverse implications for India. The slump in international crude prices could, however, provide some relief in the form of terms of trade gains. (Source : RBI Monetary Policy Report -April, 2020).

FINANCIAL PERFORMANCE

The key financial highlights of the Bank for the year ended 31st March, 2020:

Particulars	Amount (₹ in crore)	
	31/03/2019	31/03/2020
Year		
Paid up capital	304.12	299.06
Reserves	924.39	953.86
Working Capital	13,749.03	13,298.61
Total Business	20,457.77	19,382.68
Deposits	11,882.76	11,529.28
Advances	8,575.01	7,853.40
Gross Income	1,266.33	1,411.39
Net Profit (after Tax & Provision)	97.16	58.87
CRAR	13.32%	13.81%

- DEPOSITS declined by ₹353.48 crore i.e 2.97%.
- ADVANCES decreased by ₹721.61 crore i.e 8.42%.
- NET PROFIT stood at ₹58.87 crore as compared to ₹97.16 crore in previous year.
- BUSINESS PER EMPLOYEE decreased from ₹14.26 crore to ₹13.52 crore.

PROFIT

Bank has recorded an operating profit of ₹167.11 crore for the year ended on 31st March, 2020 as against ₹196.75 crore for the previous year. Simultaneous disproportionate decline in Deposits and Advances is one of the reasons for deterioration of CD ratio, which affected the operating profit of the Bank.

The recorded net profit after tax is ₹58.87 crore for the year ended on 31st March, 2020 as against ₹97.16 crore for the previous year. Higher provisions during the year affected the net profit of the Bank.

**APPROPRIATION OF PROFITS**

In accordance with RBI guidelines and the provisions of section 63 of Multi-State Co-operative Societies Act 2002, following appropriation of the Net Profit is recommended to the General Body for approval:

Reserve Fund & Other Reserves	Amount of Appropriation (₹)	Position as on 31/03/2020 after appropriation* (₹)
Statutory Reserve	14,72,00,000.00	293,54,16,554.77
Building Fund		195,98,00,000.00
Dividend Equalization Fund		2,65,00,000.00
Bad and Doubtful Debts Reserve	7,54,00,000.00	232,87,97,978.87
Bad and Doubtful Debts Reserve (ARC)		15,42,77,337.11
Contingent provision against Standard Assets		30,95,00,000.00
Charity Fund		10,00,000.00
Special Reserve	5,88,70,000.00	107,18,70,000.00
Reserve for Standstill Assets		8,72,00,000.00
Special Reserve for Security Receipts		24,00,00,000.00**
Investment Fluctuation Reserve		40,51,01,059.00
Contribution to Education Fund of N.C.U.I.	58,86,824.00	58,86,824.00
Education Fund		10,00,000.00
Special Reserve for Restructured Assets		17,75,00,000.00
General Reserve (Deferred Tax)		9,11,30,000.00
Net Open Foreign Currency Position Reserve		1,00,00,000.00
Special Reserve u/s.36(1)(viii)		2,00,00,000.00
Members Welfare Fund		10,00,000.00
Balance carried forward to the next year	30,13,51,101.34	30,13,51,101.34
	58,87,07,925.34	1012,73,30,855.09

*(subject to approval from General Body)

** (Special Reserve for Security Receipts includes an amount of ₹ 24,00,00,000.00 transferred from Investment Fluctuation Reserve)

PROVISION FOR INCOME TAX

Provision for tax in the Financial Year 2019-2020 has been computed, after considering items allowable/inadmissible as per the Income Tax Act. The estimated tax outflow for the year 2019-20 is ₹ 42.94 crore, which has been fully provided for. The net provision for taxes after giving effect to the Deferred Tax Asset arising out of the timing differences and provisioning in accordance with the Accounting Standards is ₹18.95 crore as detailed hereunder.

	(₹ in crore)
Net Tax Liability for the year	42.94
LESS : Tax paid for earlier year	0.69
LESS : Deferred Tax Asset	23.30
Provision made in Profit & Loss Account	18.95

CAPITAL TO RISK ASSETS

Under the prudential regulatory regime, capital adequacy has assumed utmost importance. Bank has always maintained a healthy Capital to Risk Assets Ratio (CRAR). The CRAR of the Bank is 13.81% as on 31st March, 2020 which is well above the minimum regulatory requirement of 12% prescribed by Reserve Bank of India, for Banks with license to transact Foreign Exchange Business.

During the year the Bank mobilized ₹40.19 crore through Long Term Subordinated Deposit (Series-III) to augment the Tier-II Capital of the Bank.

DIVIDEND

Bank has a consistent dividend payment history. But this year, the Reserve Bank of India vide circular no.DOR.BP.BC.no.64/21.02.067/2019-20 dated 17th April, 2020 has directed all the banks not to make any dividend payout from the profits pertaining to the financial year ended 31st March, 2020 until further instructions in order to conserve Bank's Capital to retain the capacity to support the economy and to absorb losses in an environment of heightened uncertainty caused by COVID-19. This restriction to be assessed by the Reserve Bank of India based on the financial results of banks for the quarter ending 30th September, 2020. Therefore, the Board has not proposed dividend payout for the year 2019-20.

AWARDS/ RECOGNITIONS

During the fiscal, in recognition of its performances and initiatives, Bank received under mentioned awards:

- The Brihanmumbai Nagari Sahakari Banks Association Ltd., Mumbai has awarded the Bank 1st prize for the overall performance and Annual Report for the financial year 2018-2019 in the category of Banks having deposits of ₹2000 crore and above.
- Banking Frontiers (FCBA 2019) has awarded the Bank "Best Mobile Banking App" Award in Large UCB category.
- Banking Frontiers (FCBA 2019) has awarded the Bank "Best Debit Card Initiative" Award in Large UCB category
- "Sarvothkrushta Bank Puraskar"- 3rd Prize by The Maharashtra Urban Co-op. Banks' Federation Ltd., for the financial year 2018-2019 in the category of Banks' having deposits of ₹5000 crore and above.

**MEMBERSHIP**

The number of members of the Bank as on 31st March, 2020 is as under:

Type of Membership	As on 31 st March, 2019	Deletion of members during the year	Admission of new members during the year	As on 31 st March, 2020
Regular Membership	1,78,869	2,424	4,674	1,81,119
Nominal Membership	32,021	447	2,037	33,611

BRANCH NETWORK

Bank is rendering services through its 102 branches, 1 Extension Counter, 103 On-site ATM Centres and 2 Off-Site ATM Centres across the States of Maharashtra, Karnataka & Gujarat.

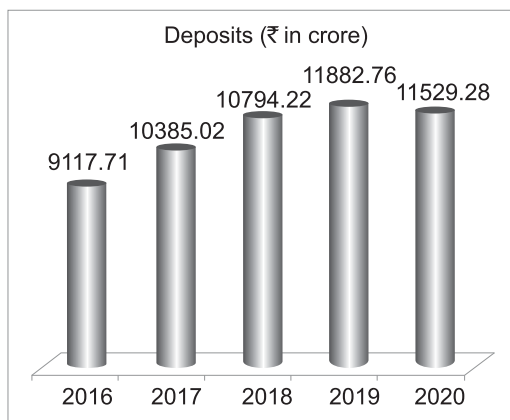
During the year, bank shifted the business activities of two of its branches i.e. Akurli Road – Kandivali (East) Branch & I. C. Colony - Borivli (West) Branch in Mumbai to spacious premises.

DEPOSIT INSURANCE

Bank is glad to inform that the deposits of customers continue to be insured with the Deposit Insurance & Credit Guarantee Corporation of India and enjoy insurance protection at par with any other Bank in India. The deposit insurance cover has been increased from ₹1 lac to ₹5 lac during the year. Bank is regular & prompt in paying insurance premium to DICGC.

DEPOSIT & ADVANCES

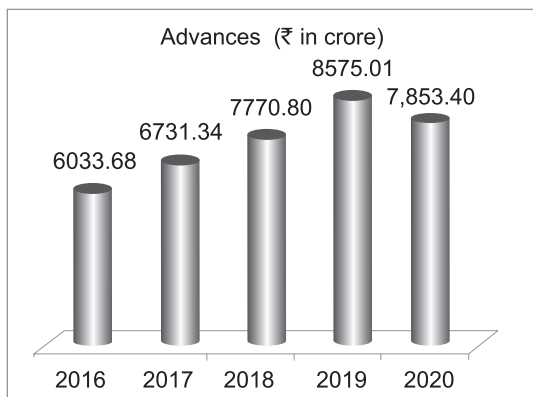
The Financial Year 2019-20 was one of the most challenging years for the banking sector. The economic conditions were not conducive for business growth, particularly for Co-operative Banks. Moreover, the All Inclusive Directions imposed by the Reserve Bank of India in the month of September, 2019 on one of the Co-operative Banks and its impact on other Co-operatives banks and the COVID-19 Pandemic, posed major challenges for business growth; both deposits and advances. Though till September, 2019 both deposits and advances of the Bank had a steady growth, at the end of the Financial Year 2019-20, both recorded decrease compared to previous year.

**DEPOSIT**

During the financial Year 2019-20, deposit of the Bank decreased from ₹11,882.76 crore to ₹11,529.28 crore i.e. decreased by 2.97%.

The Bank continued to focus on mobilising low cost CASA and retail term deposits to improve its profitability. This approach has helped the Bank to contain the cost of deposits and widen the customer base.

ADVANCES



During the financial year 2019-20, advances of the Bank decreased from ₹8575.01 crore to ₹7,853.40 crore i.e. decreased by 8.42%. The Credit Deposit Ratio, after taking into account 75% of Capital funds stood at 61.71%.

During the financial year the demand for credit was comparatively subdued and at the same time bank was also more cautious while lending in view of the prevailing adverse economic conditions. The Bank focused more on small ticket size loans particularly to MSME sector and other priority sector / weaker sections to spread and minimise the credit risk and expanding

borrower base. Moreover, most of the borrowers were regular in repayment of loan instalments and the bank too strengthened the recovery measures. Further, bank assigned certain portion of sticky loans to ARCs. All these factors collectively affected the overall credit portfolio of the bank.

NON-PERFORMING ASSETS

Banking industry has witnessed a significant rise in the stress on loan portfolio due to slowing economy. The downtrend in economy has adversely affected cash flow of the Borrowers. This resulted in delays and defaults in servicing loans leading to increase in NPAs. The stress in the reality sector led to crashing of real estate prices, which is a prime underlying security for Banks. This too attributed to slow down in realisation of dues by liquidating immovable assets.

The Gross NPAs of the Bank were ₹583.15 crore which forms 7.43% of total advances as on 31st March, 2020. Net NPAs of Bank as on 31st March, 2020 was at ₹357.81 crore which is 4.69% of net advances.

Bank had outlined various strategies and tools available to curtail slippages and improve recovery in default accounts. The recovery measures in stressed assets have been initiated by taking appropriate legal recourse under Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI), wherever warranted.

Despite close monitoring and proactive approach/action, Bank faced major hurdles in disposing off the securities, delays in legal proceedings and the time taken for resolution/liquidation under the Insolvency and Bankruptcy Code (IBC) for cases under National Company Law Tribunal (NCLT).

Accordingly, within the guidelines concerning the Asset Reconstruction Model regulated by RBI to assign the Debts/NPAs by Banks either to SCs/FIs/NBFC/Banks or Asset Reconstruction Company, Bank has assigned certain NPA accounts to Asset Reconstruction Companies. Reserve Bank of India has considered assignment of NPAs not merely as part of the business of banking but also something which is conducive to the banking business.



Bank refers disputes relating to recovery of dues in the State of Maharashtra to Justice Shri Rajan Jodharaj Kochar (Retd.), High Court of Bombay.

Shri Vasant Narayan Lothey (Patil), Ex-Presiding Officer (Judge), Debt Recovery Tribunal III, Mumbai & Debt Recovery Tribunal II, Ahmedabad and Mr. Kailaschandra L. Vyas, Advocate & Retd. District Judge were appointed as Arbitrators during the year under report by the Commissioner for Co-operation and Registrar of Co-operative Societies, Maharashtra State.

Disputes relating to recovery of dues in the State of Karnataka are referred to Shri C. N. Badarinath, Additional Registrar of Co-operative Societies (Retd.) and Central Arbitrator & Ex-Member, Karnataka Appellate Tribunal, who was appointed as Arbitrator by the Central Registrar of Co-operative Societies in Karnataka.

Classification of assets and provisioning made against Non-Performing Assets as on 31st March, 2020
(₹ in lac)

Classification of Assets	No. of A/Cs	Amount Outstanding	% of Col.3 to total Loans outstanding	Provision required to be made		Existing provision at the beginning of the year	Provisioning made during the year under Report	Total provisions as at the end of the year	Remarks
				%	Amount				
1.	2.	3.	4.	5.		6.	7.	8.	9.
Total loans and Advances of which :	36190	785340.14							
A. Standard Assets	35255	727025.42	92.57	0.40 to 5	3095.00	3478.00	(383.00)	3095.00	
B. Non-Performing Assets						25323.89	(2,789.91)	22,533.98	
1. Sub-Standard	590	34323.43	4.37	10	3432.34				
2. Doubtful									
(i) Upto 1 year									
a) Secured	77	5157.97	0.66	20	1031.59				
b) Unsecured	18	1419.64	0.18	100	1419.64				
(ii) Above 1 year and upto 3 years.									
a) Secured	71	4700.90	0.60	30	1410.27				
b) Unsecured	33	5447.41	0.69	100	5447.41				
(iii) Above 3 years									
a) Secured	72	1464.74	0.19	100	1464.74				
b) Unsecured	3	3.69	0.00	100	3.69				
Total doubtful Assets (i + ii + iii)	274	18194.35	2.32		10777.34				
a) Secured	220	11323.61	1.45		3906.60				
b) Unsecured	54	6870.74	0.87		6870.74				
3. Loss Assets	71	5796.94	0.74	100	5796.94				
Gross NPA's (B1+B2+B3)	935	58314.72	7.43		20006.62	25323.89	(2,789.91)	22533.98	

(₹ in lac)

Sr. No.	Particulars	31.03.2020	31.03.2019
1	Gross Advances	785340.14	857500.76
2	Gross NPAs	58314.72	57975.53
3	Gross NPAs as percentage to Gross Advances	7.43	6.76
4	Deductions	---	---
	- Balance in interest suspense account / OIR	---	---
	- DICGC / ECGC claims received and held pending adjustment	---	---
	- Part payment on NPA account received and kept in suspense account	---	---
5	Total NPA provisions held, (BDDR, Special BDDR Balance after appropriation)	22533.98	25323.89
6	Net advances (1-4-5)	762806.16	832176.87
7	Net NPA (2-4-5)	35780.74	32651.64
8	Net NPAs as percentage of net advances	4.69	3.92

TRANSFER OF FUNDS FROM IFR TO SPECIAL RESERVE FOR SECURITY RECEIPTS

The Bank has created a “Special Reserve for Security Receipts” and proposes to transfer ₹24.00 Crore from Investment Fluctuation Reserve (IFR) to “Special Reserve for Security Receipts” to provide for short fall, if any in the book value of Security Receipts.

FOREIGN EXCHANGE BUSINESS

The Bank had received AD- Category-I license from Reserve Bank of India in September 2008 and started its independent Foreign Exchange operations with effect from 16th March 2009. Bank has been providing all the FOREX related services to the valued clients through its 'B-Category' branches at Goregaon (East) and Fort, Mumbai.

During the year under report the Bank has earned foreign exchange income of ₹38.98 Crore as against ₹25.59 Crore during the previous year.

To facilitate global trade and remittances, in the current Financial Year, the Bank has opened 2 new NOSTRO Accounts in Foreign Currencies viz AUD & CAD, which are in addition to the existing Nostro accounts in 6 major international currencies viz USD, EURO, GBP, SGD, AED and JPY. Thus the Bank is presently operating NOSTRO accounts in 8 currencies with International Banks. The Bank has also Correspondent relationship with prime International Banks for smooth trade transactions.

The Bank offers wide range of FOREX products such as Export credit in foreign currency (PCFC/PSCFC), Export LC discounting, issuance of Import Letter of Credits, Inward/Outward remittances, collection of export bills, issuance of foreign bank guarantees, maintaining EEFC/FCNR accounts and hedging services such as booking of forward contract to protect the customer from exchange rate risk.

Bank is also extending the Interest Equalisation Scheme of Government of India on Pre and Post Shipment Rupee Export Credit to all the eligible exporters.



Money Transfer services through “Western Union Money Transfer” is available at all branches of the Bank wherein Customers/members of the Bank as well as general public can instantly receive the money from their relatives & friends from abroad.

TREASURY

Bank has an investment portfolio of ₹3932.69 crore as on 31st March, 2020 out of which an amount of ₹2551.35 crore has been invested in Government and other approved securities. Bank's total investments in Government and other approved securities as at 31st March, 2020 stood at 21.43 % of its applicable Net Demand and Time Liabilities (NDTL).

Bank's Treasury Department manages liquidity, interest rate risk of investment portfolio & complies with the reserve requirement. The Bank has always been regular in statutory and regulatory compliances.

During the Financial Year 2019-20, yield on 10 year benchmark declined as major Central Banks around the world reduced their policy rates to support the economy. Economic downturn in the first half of the financial year was mainly due to trade war between two major economies of the World and in the second half due to COVID-19 pandemic. Crude Oil prices also supported softening of yield as market expected there would be slowdown in global economic activities. During the Financial year 2019-20, Reserve Bank of India changed its stance from neutral to accommodative. Policy rates were reduced by 185 basis points, out of which 75 basis points were reduced in March, 2020. RBI conducted various open market operations to maintain durable liquidity in the system and reduce stress in financial markets & boost growth. The yield on 10 year benchmark Government Securities (6.45% GS 2029) ended the year at 6.14%.

Bank is a direct member of the Negotiated Dealing System (NDS) for settlement of Government Securities for Treasury operations and Clearing Corporation of India Ltd., (CCIL) for Tri-party Repo (TREPS). Bank borrows and lends under TREPS as per the guidelines of the RBI and the rules and regulations of the CCIL. The Bank also lends through Reverse Repo window of RBI eKuber for better returns on excess liquidity. Both TREPS and Reverse Repo are used as an effective tools for liquidity and effective management of funds.

BANCASSURANCE

Bank is a Corporate Agent under the license issued by IRDAI. To boost the non-interest income portfolio, Bank has focused on creating new alliances. Accordingly, during the year Bank has tied up with HDFC Life Insurance Co. Ltd, in addition to the existing life insurance partnership with Life Insurance Corporation of India Ltd.

Under the Non-Life Insurance business, Bank has a tie-up with New India Assurance Co. Ltd. The Insurance business is available through all the branches of the Bank.

Bank has earned total commission income of ₹2.16 crore during the year 2019-20 from Bancassurance business as against ₹1.90 crore in financial year 2018-19.

AUDIT & INSPECTION

Bank has a sound and comprehensive audit mechanism in place which plays a crucial role in maintenance, assessment and effectiveness of Bank's internal control system and procedures. All audit activities are guided by a well-defined Audit Policy of the Bank. Bank's audits are being carried out by the external agencies as well as by In-house audit team.

RBI INSPECTION

The Officials of RBI had carried out inspection of the Bank covering the period upto 31st March, 2019 under Section 35 of the Banking Regulation Act, 1949 (as applicable to Co-operative Societies).

STATUTORY AUDIT

M/s. U. G. DEVI & COMPANY, Chartered Accountants, which was appointed by the Shareholders at the Forty Third Annual General Meeting held on 05th July, 2019, carried out the Statutory Audit of the Bank. The Statutory Auditor has awarded "A" Audit Classification to the Bank. M/s. U. G. DEVI & COMPANY, Chartered Accountants is eligible for re-appointment as Statutory Auditors under Section 70(4) of the Multi State Co-operative Societies Act, 2002.

INTERNAL AUDIT

For Branches situated in the States of Maharashtra and Gujarat, M/s. Ashwajith Associates, Chartered Accountants & for branches situated in Karnataka state, M/s. Nanjunda & Co., Chartered Accountants were appointed as Internal Auditors for the Financial Year 2019-20.

CONCURRENT AUDIT

Branches of the Bank have been categorized as High, Medium and Low Risk, based on the risk perception and volume of business. Out of 102 branches of the Bank, 63 Branches are under Concurrent Audit conducted by various Chartered Accountant firms.

INFORMATION TECHNOLOGY & SYSTEM AUDIT

During the year IS Audit of the Bank was conducted by M/s. Nitant P. Trilokekar & Co, Chartered Accountants. Utilising the services of CERT-IN empanelled auditors, Bank has conducted multiple Vulnerability & Penetration Test (VAPT) audits of its Mobile Banking application & UPI application. The Net Banking application too has been subjected to VAPT audits. The critical infrastructure equipments too have undergone regular audits.

RISK MANAGEMENT

Bank has in place a detailed Risk Management Policy in order to maintain a healthy balance between the risks and returns associated with Bank's activities as well as products and services. The main objective of the policy is to ensure optimum utilisation and cautious deployment of bank's resources with least risk. Bank reviews the risk



appetite viz-a-viz systems and procedures to identify measures and mitigate the risks.

Guidelines to control the Operational Risk are covered in the KYC & Anti-Money Laundering (AML) Policy of the Bank. Bank has AML software which assists in identification of Blacklisted/Banned individuals, entities and also generates alerts for suspicious transactions and other red flag indicators.

Credit Policy of the Bank covers the risk associated with Credit Portfolio and also provides guidelines for managing and controlling the Credit Risk.

Investment Policy of the Bank covers the Market Risk which also includes the interest rate risks, exchange rate risks and exposure risks.

HUMAN RESOURCE MANAGEMENT

The total employee strength of the Bank stood at 1434 as on 31.03.2020. The HR objective has been to ensure that people with the right values are hired, groomed and encouraged to aim at achieving the Bank's goals.

Bank aims to create a culture where opportunities are provided to employees to develop & grow which in turn will keep them motivated, productive, engaged as well as more attuned to not only fulfilling but also surpassing the expectations of the customers. It has been a continuous endeavour to develop frontline leaders, promote employee empowerment, maintain stability and sustainability amidst growth and a rapidly changing business environment.

STAFF TRAINING

Bank believes in investing in the employee's future and has put in place several initiatives that focus on refining leadership skills and talent development across grades. Extensive bouquets of functional and behavioural training programmes are arranged, covering on-boarding, product and process training and advanced programmes. The purpose of on-boarding training is that new employees are trained comprehensively and equipped with necessary know-how, as well as functional and behavioural skills required for the role.

In order to ensure that officials across various levels are equipped with all the necessary knowledge and skills, Bank deposes officials to various training programmes conducted by prestigious institutes like RBI, NAFCUB, CAB, IIBF, CAFRAL etc.

Some of the learning initiatives undertaken for the employees are as below:

- Workshop on Government Securities Market for UCBS
- Programme on Insolvency & Bankruptcy Code 2016
- Programme on Credit Appraisal (Industrial & Commercial Advances)
- Programme on Legal Aspects of Credit Management
- Programme on prevention of Frauds in Cooperative Banks
- Programme on Risk Management in Banks
- RBI programme on Managing NPAs-handling delinquency in Loan Portfolio
- Workshop on Clean Note Policy, note Refund Rules & Counterfeit Currency
- Workshop on Foreign Trade & Foreign Exchange Business

EMPLOYEE ENGAGEMENT

Bank firmly believes that employees are an integral part in the development of an organisation and therefore continuously works to provide a cohesive environment where they feel valued.

Bank conducted a number of initiatives to drive employee engagement under the aegis of the Staff Welfare Club. Various activities and gatherings are arranged for employees and their families. These activities go a long way in helping individuals showcase their talent or pursue their interest beyond Banking. The Bank promotes a healthy and safe work environment for employees by offering several health and wellness initiatives and campaigns.

STAFF RELATIONS

The Board of Directors and Bank Management are proud of the perseverance and determination of all the employees and wholeheartedly recognize & appreciate their contribution in ensuring that the Bank continues to provide value to all the stakeholders.

Bank has always believed in nurturing the cordial relations with all the employees, recognized Officers Association as well as Employees Union and is committed to provide a safe and harmonious working environment to employees.

The Bank has zero tolerance towards sexual harassment at workplaces and has put in place appropriate mechanism to ensure that women employees are not subjected to any kind of harassment.

AMENDMENT TO BYE- LAWS

The Board of Directors had proposed amendment to the following Bye-laws of the Bank, which were unanimously approved at the Annual General Meeting held on Friday, the 5th July, 2019:-

- i) Bye-law No.3.(b)(viii) concerning Objects and Functions.
- ii) Bye-law No.6 concerning Application.
- iii) Bye-law No.6.(a)(ii) concerning Conditions for Ordinary Membership.
- iv) Bye-law No.6.(b)(i) concerning Application for Membership and its disposal.
- v) Bye-law No.10.(iii) concerning Withdrawal from Membership / Partial Withdrawal of Shares Held.
- vi) Bye-law No.16 concerning Subscription of Shares.
- vii) Bye-law No.19 (iv) concerning Transfer of Shares / Partial Transfer of Shares.
- viii) Bye-law No.47 a), b), c) and d) concerning Linking of shareholding with loan limits.
- ix) Bye-law No.49 c) concerning Utilisation of Balance of Net Profit.

The Joint Secretary to the Government of India and Central Registrar of Co-operative Societies, New Delhi vide order bearing F.No.L.11016/8/1996-L&M dated 24th October, 2019 has approved and registered the proposed amendment to Bye-law Nos.3 (b)(viii), 6,6(a)(ii), 6(b)(i), 10(iii), 16, 19(iv), 47.a), b), c), d) and 49 c).



The Board of Directors of the Bank propose to amend some of the bye-laws of the Bank taking into account the instructions / guidelines received from Reserve Bank of India vide circular No.DoR(PCB).BPD. Cir.No.8/12.05.002/2019-20 dated December 31, 2019 and for other purpose as mentioned against each of the amendments to Bye-laws.

The proposed amendments are reproduced on page 60 for deliberations and members' approval.

BANKING CODES AND STANDARDS BOARD OF INDIA (BCSBI)

Bank is a member of the BCSBI with a view to improve the quality of Customer Service. Bank has adopted the Code of Commitment to Customers and the Code of Banks' Commitment to Micro and Small Enterprises for implementation. It also adheres to voluntary codes of BCSBI which sets minimum standards for fair and transparent banking services to the customers.

RESIGNATION OF DIRECTOR

Mr. Damodar C. Kunder, Director of the Bank had tendered his resignation to the position of Director of the Bank on health grounds. His resignation was accepted by the Board of Directors at the meeting held on 16th November, 2019.

CO-OPTION OF DIRECTOR

In terms of section 41(3) of the Multi-State Co-operative Societies Act, 2002 and Bye-law No.31 (ii) of the Bank, the Board of Directors co-opted one eminent person viz., Shri Raja V. Salian as Director of the Bank for a period of one year.

CORPORATE GOVERNANCE

Executive Committee of the Board and other Committees of the Board constituted during the Financial Year 2018-19 continued upto 15th November, 2019 and in consonance with the provisions of Section 53 of the Multi-State Co-operative Societies Act, 2002, the Board of Directors at the meeting held on 16th November, 2019 has re-constituted the Committees of the Board as under:-

EXECUTIVE COMMITTEE OF THE BOARD

Shri Jaya C. Suvarna	Chairman
Miss Rohini J. Salian	Member
Shri Vasudeva R. Kotian	Member
Shri Bhaskar M. Salian	Member
Shri Jaya A. Kotian	Member
Shri K. N. Suvarna	Member
Shri Suryakant J. Suvarna	Member
Smt. Sharada S. Karkera	Member
Shri Chandrashekar R. Mulky	MD & CEO (Attained superannuation on 29/02/2020)
Shri Vidyanand S. Karkera	MD & CEO w.e.f. 01/03/2020

LOAN COMMITTEE OF THE BOARD

Shri K. N. Suvarna	Chairman
Shri Jaya A. Kotian	Member
Shri U. Shivaji Poojary	Member
Adv. Somnath B. Amin	Member
Shri Gangadhar J. Poojary	Member
Shri Raja V. Salian	Member
Shri Chandrashekar R. Mulky	MD & CEO (Attained superannuation on 29/02/2020)
Shri Vidyanand S. Karkera	MD & CEO w.e.f. 01/03/2020

AUDIT COMMITTEE OF THE BOARD

Shri U. Shivaji Poojary	Chairman
Shri Jaya C. Suvarna	Member
Shri Jyoti K. Suvarna	Member
Shri K. B. Poojary	Member
Shri Narayan T. Poojari	Member
Shri L. V. Amin	Member
Shri Purushotham S. Kotian	Member
Shri Mohandas A. Poojary	Member
Shri Premnath P. Kotian	Member
Shri Chandrashekar R. Mulky	MD & CEO (Attained superannuation on 29/02/2020)
Shri Vidyanand S. Karkera	MD & CEO w.e.f. 01/03/2020

SPECIAL COMMITTEE OF THE BOARD FOR MONITORING FRAUDS

Shri Jaya C. Suvarna	Chairman
Shri Jyoti K. Suvarna	Member
Shri U. Shivaji Poojary	Member
Shri Narayan T. Poojari	Member
Shri Raja V. Salian	Member

All the above Committees of the Board met from time to time to carry out the responsibilities entrusted to them for the qualitative business growth of the Bank.



Bank ensures highest level of ethical standards, professional integrity and corporate governance. The Bank practices the cardinal principles of business ethics, accountability, responsibility, transparency and effective supervision, which serve as the basic approach to corporate governance.

As part of good corporate governance, meetings of the Board and its various Committees held during the year are as under:-

Meetings	No. of meetings held
Board Meeting	25
Executive Committee of the Board	25
Loan Committee of the Board	21
Audit Committee of the Board	16
Special Committee of the Board for monitoring Frauds	4

STAFF EXECUTIVE COMMITTEES

Other Staff Executive Committees comprising of Senior Executives of the Bank are:-

- Asset Liability Management Committee
- Investment Committee
- Executives' Loan Committee
- Risk Management Committee
- Internal Complaints Committee
- Staff Accountability Committee

OBITUARY

The Board of Directors regret to state with a deep sense of sorrow about the sad demise of Shri Damodar C. Kunder, Ex-Director on 28th January, 2020. Shri Damodar C. Kunder was associated with the Bank as a Director for the period from 5th October, 2013 to 16th November, 2019.

The Board of Directors places on record its sincere appreciation of the selfless and dedicated services rendered by Late Shri Damodar C. Kunder during his tenure as a Director in the growth and various developmental activities of the Bank.

ACKNOWLEDGEMENT

The Board expresses gratitude to The Billawar Association, Mumbai & its members for extending their support from time to time.

The Board sincerely thanks all the Members, Customers, Employees, Service Providers, Well-Wishers and Institutions for extending their whole hearted support and co-operation in the growth and development of the Bank.

The Board also wishes to place on record the assistance, guidance and co-operation extended by the following Institutions, Banks and other Authorities:

1. Reserve Bank of India.
2. Central Registrar of Co-operative Societies, Government of India, New Delhi.
3. Commissioner for Co-operation and Registrar for Co-operative Societies, Maharashtra State, Pune.
4. Registrar of Co-operative Societies, Karnataka State, Bengaluru.
5. Registrar of Co-operative Societies, Gujarat State
6. Officials of Revenue Department at all level in Maharashtra, Karnataka and Gujarat States.
7. Statutory Auditors, Internal Auditors, Concurrent Auditors, Information Systems Auditors, Legal Advisors & Valuers.
8. National Federation of Urban Co-operative Banks and Credit Societies Ltd., New Delhi.
9. Maharashtra Urban Co-operative Banks Federation Ltd.
10. Brihanmumbai Nagari Sahakari Banks Association, Mumbai.
11. The Maharashtra State Co-operative Banks' Association Ltd., Mumbai.
12. Indian Banks' Association.
13. Foreign Exchange Dealers Association of India (FEDAI)
14. Print & Electronic Media
15. All the valued Members, Customers, Shareholders and Well-Wishers.

For and on behalf of the Board of Directors

Place : Mumbai

Dated : 29th June, 2020

JAYA C. SUVARNA
CHAIRMAN



PROFILE

NAME OF THE BANK	:	BHARAT CO-OPERATIVE BANK (MUMBAI) LIMITED
CENTRAL OFFICE ADDRESS	:	'Marutagiri', Samant Estate, Sonawala Road, Goregaon (East), Mumbai - 400 063.
DATE OF REGISTRATION	:	09.06.1977
DATE & NO. OF RBI LICENSE	:	ACD.MH.108-P dated 08.06.1978
JURISDICTION	:	Entire state of Maharashtra, Karnataka and Kerala and to the eight districts of Gujarat state i.e. Valsad, Surat, Vadodara, Narmada, Navsari, Bharuch, Anand and Ahmedabad.

(₹ in Crore)

ITEMS		31.03.2020
No. of Branches including Regd. Office & Central Office		105
Membership	Regular	181119
	Nominal	33611
Paid-up Share Capital		299.06
Total Reserves & Funds		944.75
Deposits	Savings	1657.23
	Current	763.31
	Fixed	9108.74
Advances	Secured	7842.77
	Unsecured	10.63
	Total % of Priority Sector	51.96%
	Total % of Weaker Section	7.28%
Borrowings		204.53
Investments		4286.86
Overdues Percentage (%)		4.24%
Audit Classification		'A'
Net Profit		58.87
Total Staff		1434
Working Capital		13298.61

SIGNIFICANT RATIOS

1. Deposits & Advances Per Employee		13.52
2. Net Profit Per Employee		0.04
3. Return on Average Assets		0.43%
4. Capital Adequacy Ratio		13.81%
5. Interest Income as Percentage to Working Capital		8.35%
6. Non-interest income as Percentage to Working Capital		0.75%
7. Operating Profit as Percentage to Working Capital		1.21%

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
Bharat Co-op. Bank (Mumbai) Ltd.,

Report on the Financial Statements

We have audited the accompanying financial statements of **Bharat Co-operative Bank (Mumbai) Limited** ('the Bank') as at 31st March 2020, which comprise the Balance Sheet as at 31st March 2020, and the Profit and Loss Account, and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information. The returns of Head Office and its departments and 103 branches audited by us / by the Concurrent Auditors are consolidated in these financial statements. In light of the restrictions in physical movement impacting visits to the Bank's branches, due to the Covid 19 lockdown, the Bank has given us access to their CBS System. We were able to access the relevant data & records for our Audit purpose. Further the Bank has provided all other data / information / records as required by us using e-data sharing modes. We also had continuous communication with the Audit Team & Management of the Bank using various modes such as Audio / Video Conferencing, etc. As informed to us, by the management, the Bank has not received any specific guidelines from the Central Registrar of Co-operative Societies with respect to selection of branches to be covered under audit. Since all branches are subject to statutory, internal or concurrent audit, the matter of submission of details of percentages of advances/deposits/interest income/interest expense of unaudited branches is not applicable.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with the Notes thereon give the information required by the Banking Regulation Act, 1949, the Multi State Co-operative Societies Act, 2002 and the Multi State Co-operative Societies Rules, 2002 and the guidelines issued by the National Bank for Agricultural and Rural Development (as applicable) and guidelines issued by Reserve Bank of India and the Central Registrar of Cooperative Societies, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of state of affairs of the Bank as at 31st March 2020;
- (b) In the case of the Profit and Loss Account, of the profit for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibility section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to note 17 of the notes to the accounts which explains that the extent to which Novel Coronavirus (COVID-19) pandemic will impact the Bank's operations and financial results is dependent on future developments, which are highly uncertain.

Our opinion is not modified in respect of this matter.

**Management's Responsibility for the Financial Statements**

The Bank's 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 provisions of the Banking Regulations Act, 1949, the guidelines issued by the Reserve Bank of India and the guidelines issued by the National Bank for Agricultural and Rural Development (NABARD), the Central Registrar of Cooperative Societies, the Multi State Co-operative Societies Act, 2002, the Multi State Co-operative Societies Rules, 2002 (as applicable) and accounting principles generally accepted in India so far as applicable to Banks. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

The management is responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibility

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

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

- Perform 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 risks 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 effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.

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

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

Report on Other Legal & Regulatory Requirements

1. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949 and the Multi State Co-operative Societies Act, 2002, the Multi State Co-operative Societies Rules, 2002.
2. As required by Section 73(4) of the Multi State Co-operative Societies Act, 2002, we report that:
 - a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit and have found to be satisfactory;
 - b) In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches/offices;
 - c) The transactions of the Bank which came to our notice have been within the powers of the Bank;
 - d) The Balance Sheet and the Profit and Loss Account dealt with by this report, are in agreement with the books of account and the returns;
 - e) The reports on the accounts of the branches/offices audited by branch auditors have been forwarded to us and have been properly dealt with by us in preparing this Report.
 - f) The accounting standards adopted by the Bank are consistent with those laid down by accounting principles generally accepted in India so far as applicable to Banks;
 - g) In our opinion and according to information and explanations given to us, we have not noticed any material impropriety or irregularity in the expenditure or in the realization of money due to the bank.
3. As required by Rule 27(3) of the Multi State Co-operative Societies Rules, 2002 we report on the matters specified in clauses (a) to (f) of the said Rule, to the extent applicable to the Bank.
 - a) During the course of our audit, we have generally not come across transactions which appear to be contrary to the provisions of the Act, the Rules or the Bye-Laws of the Bank.
 - b) During the course of our audit, we have not come across transactions which appear to be contrary to the guidelines issued by the Reserve Bank of India.
 - c) The following monies due to the bank have been classified as doubtful and loss assets in accordance with the prudential norms, against which a provision of ₹16574.28 lac has been made.

Category	Outstanding as on 31.03.2020 (₹in lac)
Doubtful Assets	18194.35
Loss Assets	5796.94

- d) As per the information provided to us and to the best of our knowledge the amount of fund based advances outstanding as at 31st March, 2020 from the members of the Board or their relatives is NIL and overdues is NIL.
- e) During the course of our audit we have generally not come across any significant and material violations of guidelines, conditions etc issued by the Reserve Bank and National Agriculture and Rural Development Bank.
- f) To the best of our knowledge, no other matters have been specified by the Central Registrar which require reporting under this rule.

Place : Mumbai
Dated : 29th June, 2020

For **U. G. DEVI & COMPANY**
Chartered Accountants.
FRN: 102427W
Sd/-
(V. U. Devi)
Partner
M. No. : 38973



BALANCE SHEET AS AT

Previous Year 31.03.2019 ₹	CAPITAL AND LIABILITIES	₹	Current Year 31.03.2020 ₹
500,00,00,000.00	I. CAPITAL		500,00,00,000.00
	i) Authorised Capital 50,00,00,000 shares (P.Y 50,00,00,000 shares) of ₹ 10/- each		
	ii) Subscribed Capital 29,90,62,520 shares (Previous year 30,41,19,422 shares) of ₹ 10/- each fully paid up; of which held by		
304,11,94,220.00	a) Individuals & others	299,06,25,200.00	
---	b) Co-operative Institutions	---	299,06,25,200.00
	II. RESERVE FUND AND OTHER RESERVES		
254,05,53,958.77	i) Statutory Reserve	278,82,16,554.77	
195,98,00,000.00	ii) Building Fund	195,98,00,000.00	
2,55,00,000.00	iii) Dividend Equalisation Fund	2,65,00,000.00	
253,23,89,423.38	iv) Bad & Doubtful Debts Reserve	225,33,97,978.87	
34,78,00,000.00	v) Contingent Provision against Standard Assets	30,95,00,000.00	
10,00,000.00	vi) Charity Fund	10,00,000.00	
91,58,00,000.00	vii) Special Reserve	101,30,00,000.00	
64,51,01,059.00	viii) Investment Fluctuation Reserve	40,51,01,059.00	
10,00,000.00	ix) Education Fund	10,00,000.00	
9,11,30,000.00	x) Deferred Tax Credit (Trans. effect)	9,11,30,000.00	
15,28,50,000.00	xi) Special Reserve for Restructured Assets	17,75,00,000.00	
1,00,00,000.00	xii) Net Open Foreign Currency Position Reserve	1,00,00,000.00	
2,00,00,000.00	xiii) Special Reserve u/s 36(1)(viii) of Income Tax Act 1961	2,00,00,000.00	
---	xiv) Bad & Doubtful Debts Reserve (ARC)	15,42,77,337.11	
10,00,000.00	xv) Members Welfare Fund	10,00,000.00	
---	xvi) Reserve for Standstill Assets	8,72,00,000.00	
---	xvii) Special Reserve for Security Receipts	24,00,00,000.00	953,86,22,929.75
	III. PRINCIPAL / SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNTS		---
	IV. DEPOSITS AND OTHER ACCOUNTS		
9496,92,22,389.72	i) Fixed Deposits:		
	a) Individuals & others ₹ 7758,76,40,598.92		
	b) Other Societies ₹ 1349,97,95,951.94	9108,74,36,550.86	
1626,35,08,902.17	ii) Saving Bank Deposits:		
	a) Individuals & others ₹ 1559,65,34,165.10		
	b) Other Societies ₹ 97,57,75,439.37	1657,23,09,604.47	
654,15,42,277.23	iii) Current Deposits:		
	a) Individuals & others ₹ 627,36,52,161.42		
	b) Other Societies ₹ 12,01,36,790.19	639,37,88,951.61	
105,32,87,861.38	iv) Matured Deposits	123,93,11,615.63	11529,28,46,722.57
13111,26,80,091.65	Carried Forward		12782,20,94,852.32

31ST MARCH, 2020

Previous Year 31.03.2019 ₹	PROPERTY AND ASSETS	₹	Current Year 31.03.2020 ₹
	I. CASH		
60,61,42,525.53	i) Cash In hand (Including Foreign Currency Notes)	99,68,89,609.57	
627,09,82,876.84	ii) Balance with RBI in Current A/c	394,82,59,947.78	
2,80,101.27	iii) Balance with SBI & SBI Associates in Current A/c	2,33,910.84	
12,822.80	iv) Balance with State Co-operative Banks	12,314.80	
46,64,368.02	v) Balance with District Central Co-operative Banks	16,36,889.02	494,70,32,672.01
	II. BALANCE WITH OTHER BANKS		
98,74,12,377.25	i) Current Deposits (Including ₹ 789.60 lacs with banks in Foreign Countries)	94,19,89,985.54	
703,63,13,626.50	ii) Fixed Deposits (Including ₹ 20049.05 lacs Pledged for securing funded/non funded facilities & Treasury operation)	886,34,19,457.61	980,54,09,443.15
349,76,00,015.15	III. MONEY AT CALL AND SHORT NOTICE		495,00,00,000.00
	IV. INVESTMENTS		
2807,49,40,508.68	i) In Central & State Government Securities Face Value - ₹ 2498.95 crore Market Value - ₹ 2648.75 crore (Includes value of Securities of ₹ 275.00 crore Pledged as collateral with CCIL towards Security Guarantee Fund for Treasury operations)	2551,35,20,387.51	
2,000.00	ii) Shares in Co-operative Institutions	2,000.00	
24,99,200.00	iii) Shares in NPCI	24,99,200.00	
	iv) Security Receipts (ARC)	353,91,45,000.00	2905,51,66,587.51
---	V. INVESTMENTS OUT OF THE PRINCIPAL SUBSIDIARY STATE PARTNERSHIP FUND		---
	VI. ADVANCES		
3258,71,98,258.63	i) Short term Loans, Cash Credits, Overdrafts and Bills Discounted of which secured against	2984,66,65,487.71	
	a) Govt. and other approved securities ₹ 12,20,40,530.12		
	b) Other Tangible Securities ₹ 2969,76,81,926.04		
	c) Personal sureties with or without Collateral securities ₹ 2,69,43,031.55		
7906,80,48,680.67	Carried Forward	2984,66,65,487.71	4875,76,08,702.67


BALANCE SHEET AS AT

Previous Year 31.03.2019 ₹	CAPITAL AND LIABILITIES	₹	Current Year 31.03.2020 ₹
13111,26,80,091.65	Brought Forward		12782,20,94,852.32
	V. BORROWINGS		
100,00,00,000.00	Long Term (Subordinated) Deposit Series - I	100,00,00,000.00	
64,34,30,000.00	Long Term (Subordinated) Deposit Series - II	64,34,30,000.00	
---	Long Term (Subordinated) Deposit Series - III	40,18,50,000.00	
1,31,74,027.50	Short Term Foreign Currency Borrowings - USD	---	204,52,80,000.00
148,32,02,331.65	VI. BILLS FOR COLLECTION (Being Bills Receivable as per Contra)		291,72,25,984.62
---	VII. BRANCH ADJUSTMENTS		---
246,22,60,881.07	VIII. OVERDUE INTEREST RESERVE (As per Contra)		233,00,78,380.54
21,28,91,239.54	IX. INTEREST PAYABLE		14,59,57,231.68
	X. OTHER LIABILITIES		
37,99,32,565.79	i) Pay Orders/Gift Cheques	13,74,33,499.35	
1,52,73,540.00	ii) Unclaimed Dividend	1,63,41,317.00	
28,78,275.49	iii) Suspense Account	32,01,773.49	
64,15,27,472.89	iv) Sundries	37,98,34,004.15	
4,29,96,402.26	v) Provision for Expenses	6,32,64,418.91	
173,08,04,740.00	vi) Provision for Taxation	160,21,77,740.00	
18,35,86,687.00	vii) Bonus/Ex-gratia to Staff	7,93,57,812.00	
52,72,44,876.00	viii) Contingent Provision against Dep. in Investment	8,52,73,264.20	
1,21,50,000.00	ix) General Reserve & Provision	1,71,50,000.00	238,40,33,829.10
97,17,22,535.86	XI. PROFIT AND LOSS ACCOUNT		
	A) Profit as per last Balance Sheet	97,17,22,535.86	
	Less : Appropriation of profit for the year 2018-2019		
	i) Statutory Reserve ₹ 24,30,00,000.00		
	ii) Dividend ₹ 39,05,80,599.00		
	iii) Education Fund of NCUI ₹ 97,16,397.00		
	iv) Special Reserve ₹ 9,72,00,000.00		
	v) Investment Fluctuation Reserve ₹ ---		
	vi) Bad & Doubtful Debts Reserve ₹ 23,12,00,000.00		
		97,16,96,996.00	
	Balance of Profit	25,539.86	
	B) Add : Net Profit for the year as per Profit & Loss Account	58,86,82,385.48	58,87,07,925.34
14143,57,55,666.70	Carried Forward		13823,33,78,203.60

31ST MARCH, 2020

Previous Year 31.03.2019 ₹	PROPERTY AND ASSETS	₹	Current Year 31.03.2020 ₹
7906,80,48,680.67	Brought Forward	2984,66,65,487.71	4875,76,08,702.67
	Of the Advances amount due from individuals ₹ 2984,66,65,487.71		
	Of the Advances amount overdue ₹ 235,38,19,877.99		
	Considered Bad and Doubtful of Recovery (Provision made as per RBI guidelines) ₹ 120,04,83,000.00		
543,73,56,933.31	ii) Medium Term Loans Of which secured against	279,67,99,810.00	
	a) Govt. and other approved securities ₹ 7,26,36,913.60		
	b) Other Tangible securities ₹ 265,22,32,546.12		
	c) Personal sureties with or without collateral securities ₹ 7,19,30,350.28		
	Of the Advances amount due from individuals ₹ 279,67,99,810.00		
	Of the Advances amount overdue ₹ 33,80,07,578.62		
	Considered Bad and Doubtful of Recovery (Provision made as per RBI guidelines) ₹ 4,19,14,000.00		
4772,55,20,578.55	iii) Long Term Loans Of which secured against	4589,05,48,262.84	7853,40,13,560.55
	a) Govt. and other approved securities ₹ ---		
	b) Other Tangible securities ₹ 4588,31,33,494.16		
	c) Personal sureties with or without collateral securities ₹ 74,14,768.68		
	Of the Advances amount due from individuals ₹ 4589,05,48,262.84		
	Of the Advances amount overdue ₹ 63,61,02,080.08		
	Considered Bad and Doubtful of Recovery (Provision made as per RBI guidelines) ₹ 115,67,32,000.00		
13223,09,26,192.53	Carried Forward		12729,16,22,263.22



BALANCE SHEET AS AT

Previous Year 31.03.2019 ₹	CAPITAL AND LIABILITIES	₹	Current Year 31.03.2020 ₹
14143,57,55,666.70	Brought Forward		13823,33,78,203.60
	XII. CONTINGENT LIABILITIES		
	Bank's liabilities for :		
	i) Guarantees given on behalf of constituents (Previous year ₹ 454,79,17,401.83)	₹ 477,24,39,980.49	
	ii) Letters of Credit etc. (Previous year ₹ 69,78,62,605.28) (Fully Secured by Fixed Deposits, Government Securities and other Tangible Securities)	₹ 41,93,36,268.21	
	iii) Forward Sale/Purchase (Previous year ₹ 225,60,90,692.64)	₹ 328,70,40,424.73	
	iv) In respect of amount transferred to Depositor Education and Awareness Fund (Previous year ₹ 17,49,81,719.19)	₹ 20,47,50,286.49	
	v) Securities Deliverable under Treps (Previous year ₹ 349,30,13,300.00)	₹ ---	
14143,57,55,666.70	Carried Forward		13823,33,78,203.60

BALANCE SHEET

31ST MARCH, 2020

Previous Year 31.03.2019 ₹	PROPERTY AND ASSETS	₹	Current Year 31.03.2020 ₹
13223,09,26,192.53	Brought Forward		12729,16,22,263.22
	VII. INTEREST RECEIVABLE		
73,63,87,465.43	i) Interest Receivable on Investments	86,76,98,991.83	
28,48,77,397.06	ii) Interest Receivable on Loans and Advances	49,83,57,248.56	136,60,56,240.39
246,22,60,881.07	VIII. INTEREST RECEIVABLE ON N. P. A. (As per contra)		233,00,78,380.54
148,32,02,331.65	IX. BILLS RECEIVABLE (Being Bills for collection as per Contra)		291,72,25,984.62
---	X. BRANCH ADJUSTMENTS		---
142,83,83,680.00	XI. PREMISES		
	Opening Balance at cost	221,71,08,485.20	
	Add : Additions during the year	10,85,56,925.08	
	Less : Sold during the year	---	
		232,56,65,410.28	
	Less : Accumulated depreciation upto 31.03.2019 ₹ 78,87,24,805.07		
	Depreciation for current year ₹ 9,94,72,389.21		
	Depreciation on sales ₹ ---	88,81,97,194.28	143,74,68,216.00
9,63,81,680.00	XII. CAPITAL WORK IN PROGRESS		7,20,71,734.00
25,30,054.00	XIII. VEHICLES		
	Opening Balance at cost	1,88,70,633.50	
	Add : Additions during the year	71,756.00	
		1,89,42,389.50	
	Less : Sold during the year	---	
		1,89,42,389.50	
	Less : Accumulated depreciation upto 31.03.2019 ₹ 1,63,40,579.50		
	Adjustment on Sales ₹ ---		
	Depreciation for the year ₹ 11,43,328.00	1,74,83,907.50	14,58,482.00
13872,49,49,681.74	Carried Forward		13541,59,81,300.77

**BALANCE SHEET AS AT**

Previous Year 31.03.2019 ₹	CAPITAL AND LIABILITIES	₹	Current Year 31.03.2020 ₹
14143,57,55,666.70	Brought Forward		13823,33,78,203.60
14143,57,55,666.70	Total Rupees		13823,33,78,203.60

Notes forming part of Accounts and
Significant Accounting Policies - Schedule 1

For U. G. DEVI & COMPANY,
CHARTERED ACCOUNTANTS
FRN : 102427W

sd/-

(V. U. DEVI)
PARTNER
M. No. : 38973

MUMBAI
DATED : 29th June, 2020

31ST MARCH, 2020

Previous Year 31.03.2019 ₹	PROPERTY AND ASSETS	₹	Current Year 31.03.2020 ₹
13872,49,49,681.74	Brought Forward		13541,59,81,300.77
28,38,86,884.79	XIV. FURNITURE & FIXTURES (INCLUDING COMPUTERS)		
	Balance as per last Balance Sheet (W.D.V.)	28,38,86,884.79	
	Add : Additions during the year	4,10,87,608.03	
		32,49,74,492.82	
	Less : Sales / Adjustment during the year	₹ 27,69,424.05	
	Less : Depreciation	₹ 9,14,60,962.74	23,07,44,106.03
1,17,36,587.00	XV. COMPUTER SOFTWARE		
	Opening Balance at cost	21,59,48,909.01	
	Add : Additions during the year	2,60,66,658.00	
		24,20,15,567.01	
	Less : Accumulated Amortisation upto 31.03.2019	₹ 20,42,12,322.01	
	Less : Sales / Adjustment during the year	₹ 1,66,667.00	
	Amortisation for the year	₹ 1,45,59,488.00	2,30,77,090.00
	XVI. OTHER ASSETS		
50,16,720.86	i) Stock of Stationery	43,62,602.28	
59,73,965.42	ii) Deposit with BEST, MTNL, MCGM etc	57,10,486.82	
1,38,870.00	iii) Stamps on hand	1,18,159.00	
8,66,56,281.60	iv) Security Deposit with Landlords	8,54,19,129.60	
1,15,96,218.40	v) Advance Paid	78,51,622.60	
1,41,92,586.72	vi) Prepaid Expenses	1,53,58,441.04	
36,27,02,000.00	vii) Deferred Tax Assets (Net)	59,56,49,000.00	
67,55,030.00	viii) Advance to Staff	70,84,650.00	
3,47,57,315.00	ix) Deposit with Clearing Corporation of India/NPCI	471,84,992.00	
4,00,893.00	x) Stamps on Hand (Franking)	39,793.00	
20,85,313.27	xi) Other Receivables	2,50,83,565.60	
5,35,63,247.38	xii) Foreign Currency Position	---	
167,14,30,279.44	xiii) Advance Income Tax	169,53,83,083.24	
15,99,13,792.08	xiv) Miscellaneous Assets	743,30,181.62	256,35,75,706.80
14143,57,55,666.70	Total Rupees		13823,33,78,203.60

For **BHARAT CO-OPERATIVE BANK (MUMBAI) LIMITED**

Sd/-
JAYA C. SUVARNA
Chairman

Sd/-
ROHINI J. SALIAN
Vice-Chairperson

Sd/-
VIDYANAND S. KARKERA
Managing Director & CEO

Directors

Shri Vasudeva R. Kotian
Shri Bhaskar M. Salian
Shri K. B. Poojary
Adv. Somnath B. Amin
Shri Suryakant J. Suvarna
Shri L. V. Amin
Shri Mohandas A. Poojary
Smt. Sharada S. Karkera
Shri Raja V. Salian

Shri Jyoti K. Suvarna
Shri Jaya A. Kotian
Shri U. Shivaji Poojary
Shri Gangadhar J. Poojary
Shri Narayan T. Poojari
Shri Purushotham S. Kotian
Shri Premnath P. Kotian
Shri Anbalagan C. Harijan



PROFIT AND LOSS ACCOUNT

Previous Year 31.03.2019 ₹	EXPENDITURE	₹	Current Year 31.03.2020 ₹
786,26,10,190.73	Interest on Deposits, Borrowings etc.		839,86,19,972.47
136,54,30,542.83	Salaries and Allowances, Provident Fund		141,76,82,660.76
17,58,247.80	Contribution, Gratuity and Bonus/Exgratia etc. Directors' and Local committee Members' Fees and Allowances		18,72,995.00
40,32,42,539.48	Rent, Taxes, Insurance, Lighting etc.		41,86,07,608.13
86,26,120.98	Law Charges		71,91,406.74
1,09,59,571.10	Postage, Courier & Telephone charges		86,26,838.38
2,89,70,516.94	Audit Fees (Statutory, Internal & Concurrent Auditors)		303,02,567.74
21,04,71,735.48	Depreciation / Amortisation of Assets		20,66,36,167.82
5,85,51,506.92	Repairs & Maintenance		5,92,12,523.10
3,97,28,093.65	Printing, Stationery, Advertisement etc.		3,35,43,973.79
---	Management and Advisory Fees - ARC		19,75,77,090.00
31,11,34,866.23	Other Expenditure		32,19,80,828.95
6,44,88,834.91	Amortisation of Investment		6,86,56,776.17
17,53,70,952.37	Depreciation on Shifting of Investments		14,13,88,353.00
3,35,98,323.40	-Bad Debts Written off		113,09,14,107.40
12,08,74,033.26	Loss on Sale of Securities		---
---	Provisions :		
---	Provision For Fraud	50,00,000.00	
10,00,000.00	Dividend Equalisation Fund	10,00,000.00	
---	Provision for Standstill Assets (Refer note no.III(12) Sch I)	8,72,00,000.00	
1,93,00,000.00	Contingent provision against Standard Assets	---	
39,00,00,000.00	Bad & Doubtful Debt Reserve	77,50,00,000.00	
6,86,00,000.00	Provision for Restructured Assets	2,46,50,000.00	89,28,50,000.00
148,85,68,699.85	Profit Before Tax		77,82,22,415.48
51,69,29,000.00	Less : Provision for Tax		18,95,40,030.00
97,16,39,699.85	Net Profit after Tax		58,86,82,385.48
1266,32,84,775.93	Total Rupees		1411,38,86,284.93
---	Transfer to Special Reserve for Security Receipts		24,00,00,000.00
97,16,39,699.85	Balance of Profit carried to Balance Sheet		58,86,82,385.48
97,16,39,699.85	Total Rupees		82,86,82,385.48

Notes forming part of Accounts and
Significant Accounting Policies - Schedule 1

For U. G. DEVI & COMPANY,
CHARTERED ACCOUNTANTS
FRN : 102427W

sd/-

(V. U. DEVI)
PARTNER
M. No. : 38973

MUMBAI
DATED : 29th June, 2020

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH,2020

Previous Year 31.03.2019 ₹	INCOME	₹	Current Year 31.03.2020 ₹
	Interest and Discount		
877,30,02,443.45	Interest earned on Loans and Advances	846,96,72,789.92	
277,57,22,812.69	Interest earned on Investments	299,24,26,750.41	1146,20,99,540.33
52,72,91,027.75	Commission, Exchange & Brokerage		58,00,63,521.07
3,51,82,951.02	Rent on Safe Deposit Lockers		3,55,47,891.00
---	Profit on Sale of Securities (Net)		22,44,37,187.54
	Other Receipts :		
4,05,436.53	Miscellaneous Receipts	2,07,416.62	
3,21,785.00	Profit on Sale of Assets	2,12,945.00	
25,53,03,799.09	Incidental and Processing charges	18,69,49,339.17	
---	Interest on Income tax Refund	1,24,23,516.00	19,97,93,216.79
17,26,711.00	Bad debts earlier written off now recovered		7,59,209.00
26,07,29,486.00	Excess Provision for Depreciation on Investments written back		44,19,71,611.80
---	Provisions against Standard Assets no longer required		3,83,00,000.00
3,35,98,323.40	Provision for Bad & Doubtful Debts Written back		113,09,14,107.40
1266,32,84,775.93	Total Rupees		1411,38,86,284.93
97,16,39,699.85	Balance of Profit brought forward		58,86,82,385.48
---	Transfer from Investment Fluctuation Reserve		24,00,00,000.00
97,16,39,699.85	Total Rupees		82,86,82,385.48

For **BHARAT CO-OPERATIVE BANK (MUMBAI) LIMITED**

Sd/-
JAYA C. SUVARNA
Chairman

Sd/-
ROHINI J. SALIAN
Vice-Chairperson

Sd/-
VIDYANAND S. KARKERA
Managing Director & CEO

Directors

Shri Vasudeva R. Kotian
Shri Jaya A. Kotian
Adv. Somnath B. Amin
Shri Narayan T. Poojari
Shri Mohandas A. Poojary
Shri Anbalagan C. Harijan

Shri Jyoti K. Suvarna
Shri K. B. Poojary
Shri Gangadhar J. Poojary
Shri L. V. Amin
Shri Premnath P. Kotian
Shri Raja V. Salian

Shri Bhaskar M. Salian
Shri U. Shivaji Poojary
Shri Suryakant J. Suvarna
Shri Purushotham S. Kotian
Smt. Sharada S. Karkera

**SCHEDULE – I****Significant Accounting policies and Notes to the Accounts forming part of the Financial Statements for the year ended 31st MARCH, 2020****I. 1. Background**

Bharat Co-operative Bank (Mumbai) Limited, was registered in 1977 and provides a wide range of corporate and retail banking products.

2. Basis of preparation

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting unless otherwise stated and comply with generally accepted accounting principles, statutory requirements prescribed under the Banking Regulation Act 1949, the Multi State Co-operative Societies Act, 2002 circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time, the Accounting Standards (AS) issued by the Institute of Chartered Accountants of India (ICAI) and current practices prevailing within the banking industry in India.

The Accounting policies adopted in the current year are consistent with those of the previous year except otherwise stated.

3. Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities as on the date of the financial statements. Actual results could differ from those estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revision in the accounting estimates is recognized prospectively.

II. Significant Accounting Policies :**1. Accounting Convention :**

The accompanying financial statements have been prepared in accordance with the historical cost convention and ongoing concern basis.

2. Investments and Valuation thereof :**2.1 Categorization**

In accordance with the Reserve Bank of India guidelines, the Bank classifies its investment portfolio into the following three categories:

- i) Held to Maturity – Securities acquired by the bank with the intention to hold till maturity.

- ii) Held for Trading – Securities acquired by the bank with the intention to trade within 90 days of purchase.
- iii) Available for sale – Securities not classified either as “Held to Maturity” or as “Held for Trading”.

2.2 Classification of Investments

For the purposes of disclosure in the Balance Sheet, Investments are classified as required under the Banking Regulation Act, 1949 and RBI guidelines as follows:-

- (i) Government Securities (ii) Other approved securities (iii) Shares in Co-operative institutions
- (iv) Shares of Limited Companies (v) PSU Bonds (vi) Security Receipts and
- (vii) Other Investments.

2.3 Valuation

Valuation of investments held in above categories has been done as follows:

- i) Held to Maturity :** Investments under this category are carried at their acquisition cost. Premium, if any, paid on acquisition is amortized over the balance period to maturity. Book value of securities is reduced to the extent of amount amortized during the relevant accounting period.
- ii) Held for trading :** The Individual scrip in the HFT category is marked to market at monthly intervals. The net resultant depreciation in each classification (as per para 2.2 above) is recognized in the Profit and Loss Account. Net appreciation, if any, is ignored. On provision for depreciation, the book value of the individual security remains unchanged after marked to market.
- iii) Available for Sale :** The individual scrip in the AFS is marked to market at the year end. The net resultant depreciation in each classification (as per para 2.2 above) is recognized in the Profit and Loss Account. Net appreciation, if any, is ignored. On provision for depreciation, the book value of the individual security remains unchanged after marked to market.
- iv) Transfer of securities from HFT/AFS category to HTM category** is carried out at the lower of acquisition cost/book value/market value on the date of transfer. The depreciation, if any, on such transfer is fully provided for. Transfer of securities from HTM category to AFS category is carried out at acquisition price/book value. After transfer, these securities are immediately revalued and the resultant depreciation, if any, is provided.
- v) Market value of government securities (excluding treasury bills)** is determined on the basis of the quotes published by RBI or the prices periodically declared by PDAI jointly with FBIL for valuation at the year end. In case of unquoted government securities, market price or fair value is determined on the basis of rates published by FBIL.



- vi) Market value of other approved securities is determined on the basis of the yield curve and spreads provided by FBIL. Market values of Mutual Funds are determined on the basis of NAV as on 31.03.2020 declared as per guidelines issued by AMFI.
- vii) Equity shares are valued at cost or at the closing quotes on a recognized stock exchange, whichever is lower.
- viii) Treasury bills are valued at carrying cost, net of discount amortised over the period of maturity.
- ix) Certificate of Deposits and Commercial Paper are valued at carrying cost.
- x) Units of Mutual Funds are valued at the lower of cost and net asset value provided by the respective Mutual Funds.
- xi) Security Receipts –These are valued at Net Asset Value as provided by the Asset Reconstruction Company and are classified as non-SLR Securities.
- xii) Broken period interest on debt instruments is treated as a revenue item. Brokerage, Commission, etc. paid at the time of acquisition, is charged to revenue.

2.4. Profit in respect of investments sold from “HTM” category is included in Profit on sale of investments and a necessary amount is transferred to Investment Fluctuation Reserve by way of appropriation.

2.5. Bank follows the settlement date method of accounting for Government of India and State Government securities in accordance with RBI guidelines.

2.6. Accounting for Repo/Reverse Repo transactions (including transactions under the liquidity adjustment facility (LAF) with the RBI)

The securities sold and purchased under Repo/Reverse Repo are accounted as Collateralized Borrowing and Lending transactions. However, securities are transferred as in the case of normal outright sale/purchase transactions and such movement of securities is reflected using the Repo/Reverse Repo Accounts and contra entries. The above entries are reversed on the date of maturity. Costs and revenue are accounted as interest expenditure/ income, as the case may be. Balance in Repo account is classified under Borrowings and balance in Reverse Repo/TREPS account is classified under Money at Call and Short notice.

The accounting and disclosure of LAF is in accordance with the norms stipulated by RBI vide its Circular No. FMRD.DIRD.10/14.03.002/2015-16 dated 19th May, 2016 and FMOD.MAOG. No.116/01.01.001/2016-17 dated 10th November, 2016.

3. Provisioning for Advances and Overdue Interest Reserve :

3.1 Advances are classified into Standard, Sub-Standard, Doubtful Assets and Loss Assets in accordance with the guidelines issued by the Reserve Bank of India from time to time.

- 3.2** Provision on non-performing advances is arrived at on the basis of prudential norms laid down by the Reserve Bank of India. In addition to this, in accordance with RBI guidelines, a general provision on standard assets is made @ 0.40% of the outstanding amount except in case of direct advances to Agricultural and SME sector @ 0.25%, Advances to Commercial Real Estate @ 1.00%, Commercial Real Estate-Residential House Sector @ 0.75% and in case of loans to eligible MSME borrowers registered under the GST Act @ 5.00%.
- 3.3** In respect of accounts in default but standard and covered under the COVID-19 – Regulatory Package of the RBI a general provision of not less than 10 per cent of the total outstanding of such accounts, to be phased over two quarters is made/ required to be made as under:
- (i) Quarter ended March 31, 2020 – not less than 5 per cent
- (ii) Quarter ending June 30, 2020 – not less than 5 per cent
- 3.4** Advances against security of Bank's own Fixed Deposits, National Savings Certificates, Life Insurance Corporation Policies, Indira Vikas Patra, Kisan Vikas Patra are not considered as Non-Performing Assets in accordance with the guidelines issued by the Reserve Bank of India.
- 3.5** In arriving at the provisioning, for determining the value of securities, the value as per the latest valuation reports, wherever available, of the assets mortgaged is considered. In case of stock the value as per last stock statement submitted by the borrowers is taken into consideration and in case of fixed assets, the depreciated value of the assets is generally considered.
- 3.6** Overdue interest in respect of non-performing advances is provided for separately under "Overdue Interest Reserve" and is not recognized in the Profit and Loss Account until received as per the directives issued by RBI.
- 3.7** Restructured /Rescheduled accounts:
In case of restructured / rescheduled accounts provision is made for the sacrifice against erosion / diminution in fair value of restructured loans, in accordance with general framework of restructuring of advances issued by RBI. The erosion in fair value of the advances is computed as difference between fair value of the loan before and after restructuring.
- 3.8** Amounts recovered against debts written off in earlier years are recognized in Profit & Loss account.
- 3.9** In case of financial assets sold to the Assets Reconstruction Company (ARC) / Securitization Company(SC), if the sale is at a price below the net book value (NBV), the shortfall is debited to the profit and loss account. If the sale is for a value higher than the NBV, the excess provision is not reversed but utilized for meeting any shortfall on account of sale of other financial assets to ARC. The



sale of financial assets to ARC is recognized in the books of the Bank at lower of either redemption value of the Security Receipts issued by the Trust created by ARC for such sale or the net value of such financial assets. The Security Receipts are classified as Non-SLR Investment in the books of the Bank and accordingly the valuation, classification and other norms prescribed by RBI in respect of Non-SLR Securities are applicable.

4. Cash and Cash Equivalents (for purposes of Cash Flow Statement) :

Cash and cash equivalents comprises cash on hand ,balances with other banks (excluding term deposits) , money at call and short notice and highly liquid time deposits that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

5. Cash Flow Statement (AS-3) :

Cash flows are reported using the indirect method, whereby profit/ (loss) before tax is adjusted for the effects of transactions of non-cash nature and deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Bank are segregated based on the available information.

6. Revenue Recognition (AS-9) :

- 6.1 Items of Income and Expenditure are accounted for on an accrual basis, except as otherwise stated.
- 6.2 Income on Non-Performing Assets is recognised to the extent realised, as per the guidelines issued by the Reserve Bank of India.
- 6.3 Interest on Government securities, debentures and other fixed income securities is recognized on accrual basis. Interest on securities which is due and not received for a period of more than 90 days is recognized on realization basis as per Reserve Bank of India guidelines.
- 6.4 Income (other than interest) on investments in “Held to Maturity” (HTM) category acquired at a discount to the face value in case of interest bearing securities is recognized only at the time of sale/redemption.
- 6.5 Expenses arising out of claims in respect of employee matters under dispute / negotiation is accounted during the year of final settlement / determination.
- 6.6 Recoveries in suit-filed accounts, accounts under securitization & arbitration are appropriated first towards principal and thereafter towards recorded interest and other dues.
- 6.7 Commission, exchange and brokerage is recognized on realization, except for guarantee commission which is recognized on a straight-line basis over the period of the guarantee.

6.8 Dividend income is accounted on receipts basis.

6.9 Income from distribution of insurance products is recognized on the basis of business booked.

7. Property, Plant and Equipment (AS 10) :

7.1 The bank follows the cost model for determining the gross carrying amount of Premises and for other assets.

7.2 Property, Plant and Equipment (PPE), are carried at cost less accumulated depreciation and impairment if any. Cost includes freight, duties, taxes and incidental expenses related to acquisition and installation of the asset and is net of GST Input Tax Credit to the extent it is availed by the Bank.

7.3 Depreciation is charged on PPE on a straight line method at the rates considered appropriate and based on the estimate of the remaining useful lives of such assets by the management. The rates charged are as given below:

Premises (including strong room)	-	5%
Furniture & Fixtures	-	10%
Furniture & Fixtures (Aluminum panels/ Steel Furniture etc.)	-	15%
Office Equipments / Civil Work @ Leased Premises	-	20%
Computers	-	33.33%
Vehicles	-	20%
Computer Software (Intangible Assets)	-	33.33%

7.4 Premises, Vehicles and Computer Software are stated at historical cost less accumulated depreciation. Furniture & Fixtures and Computers are stated at their written down values.

7.5 Depreciation on assets, purchased during the year, is provided for the entire year if the asset is put to use before 30th September, otherwise it is provided at 50% of the normal rate. No depreciation is charged on assets sold during the year.

7.6 Fixed Assets at employees residence are depreciated at the rates as prescribed in Para 7.3.

7.7 Fixed assets which have been fully depreciated but are still in use, are carried in the books at ₹1/-.

**8. Employee Benefits (AS-15) :****8.1 Defined Contribution Scheme**

Retirement benefits in the form of provident fund is a defined contribution scheme. The bank's contribution to the Provident Fund Scheme is recognized as an expense in the Profit and Loss Account on the basis of contribution to the scheme.

8.2 Defined Benefit Scheme-Gratuity

Liability towards gratuity is assessed on the basis of actuarial valuation as at the balance sheet date and is considered as a defined benefit scheme. The valuation is carried out by an independent actuary, as at the balance sheet date, using the projected unit credit method to determine the present value of the defined benefit obligation and the related service costs. Under this method, the determination is based on actuarial calculations, which include assumptions about demographics, early retirement, salary increases and interest rates. Actuarial gain or loss is recognized in the profit / loss account.

The Bank makes an annual contribution to the Employee's Group Gratuity Assurance Scheme, administered by the Life Insurance Corporation of India ('LIC') and HDFC Standard Life Insurance Company Limited a funded defined benefit plan for qualifying employees for amounts as notified by the said actuary. The scheme provides for lump sum payment to vested employees at retirement, death while in employment or on termination of employment based on completed year of service or partly thereof in excess of six months. Vesting occurs on completion of five years of service. Present value of plan assets represents the balance available with the LIC & HDFC as at the end of the period. Defined benefit asset is recognized subject to the consideration of prudence and materiality.

8.3 Short Term Employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

8.4 Leave Encashment

Liability towards compensated absences is assessed on the basis of actuarial valuation as at the balance sheet date and is considered as a defined benefit scheme. The valuation is carried out by an independent actuary, as at the balance sheet date, using the projected unit credit method to determine the present value of the defined benefit obligation. The Bank makes contributions to funds administered by trustees and managed by insurance companies for amounts as notified by the said actuary.

9. Borrowing Costs (AS-16) :

Borrowing costs that are attributable to the acquisition or construction of qualifying assets, as defined in Accounting Standard 16 on Borrowing Costs, are capitalized as part of the cost of the

asset upto the date when the asset is ready for its intended use. Other borrowing costs are recognized as an expense in the period in which they are incurred. No borrowing cost has been incurred during the year requiring capitalization.

10. Segment Reporting (AS-17) - Basis of preparation :

The classification of exposures to the respective segments conforms to the guidelines issued by RBI. Business Segments have been identified and reported taking into account, the target customer profile, the nature of products and services, the differing risks and returns, the organization structure, the internal business reporting system and the guidelines prescribed by RBI. The Bank operates in the following segments:

(a) Treasury

The treasury segment includes the investment portfolio, profit/loss on sale of investments, profit/loss on foreign exchange transactions and money market operations. Expenses of this segment consists of interest expenses on funds borrowed from external sources as well as internal sources, relevant administrative expenses and depreciation/ amortisation of premium on Held to Maturity category investments.

(b) Other banking operations

Includes all other operations not covered under Treasury Operations.

(c) Geographic Segment

Since the Bank does not have any earnings emanating outside India, the Bank is considered to operate in only the domestic segment.

11. Related Party Disclosures (AS-18) :

There are no related parties requiring disclosure under Accounting Standard 18 other than the Key Management Personnel . Since Mr. C. R. Mulky (upto 29.02.2020) and Mr. Vidyanand S.Karkera, Managing Director & Chief Executive Officer of the Bank is a single party under the category Key Management Personnel, no further details need to be disclosed in terms of RBI Circular dated 29th March, 2003.

12. Operating Leases (AS-19) :

Lease rental obligations for assets taken on operating lease are recognized in the Profit and Loss Account over the lease term. Initial direct costs are charged to the profit and loss account.

13. Earnings per share (AS-20) :

Basic earning per share is calculated by dividing the net profit or loss for the year by the weighted average number of shares outstanding during the year calculated on monthly basis.

**14. Accounting for Income Tax (AS-22) :**

14.1 Income Tax expense comprises of current tax and deferred tax. Current Tax is provided for and Deferred Tax is accounted for in accordance with the applicable provisions of the Income Tax Act, 1961 and rules framed thereunder.

14.2 Provision for current tax is made on the basis of estimated taxable income for the year.

14.3 Deferred tax is recognized, subject to consideration of prudence, in respect of the tax effects of timing differences between accounting income and taxable income for the period in respect of items of income and expenses that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the enacted or substantially enacted tax rates at the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future.

15. Discontinuing Operations (AS-24) :

Principles of recognition and measurement as set out in the Accounting standards are considered for the purpose of deciding as to when and how to recognize and measure the changes in assets and liabilities and the revenue, expenses, gains, losses and cash flows relating to a discontinuing operation. There were no discontinuing operations as defined in the standard which need to be separately disclosed.

16. Intangible Assets (AS-26) :

Intangible assets consist of Computer Software acquired/self-created. The same is amortized equally over the period of three years (@ 33.33%).

17. 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 Profit and Loss Account to the extent the carrying amount of assets exceeds their estimated recoverable amount.

18. Deposits for Services :

Security deposits for Telephone services are written off equally over a period of 20 years.

19. Foreign Currency Transactions :

Transactions denominated in foreign currencies are accounted for at the rates prevailing on the date of the transaction. Monetary foreign currency assets and liabilities are translated at the balance sheet date at rates notified by Foreign Exchange Dealers Association of India ('FEDAI'). All profits/losses resulting from year-end revaluations are recognized in the profit and loss account.

Outstanding forward exchange contracts and spot exchange contracts are revalued at year end exchange rates notified by FEDAI. The resulting gains or losses on revaluation are included in the profit and loss account in accordance with RBI/FEDAI guidelines.

Contingent liabilities on account of foreign exchange contracts, guarantees, acceptances, endorsements and other obligations denominated in foreign currencies are disclosed at closing rates of exchange notified by FEDAI.

20. Provisions, Contingent Liabilities and Contingent Assets (AS-29) :

A provision is recognized when the Bank has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which reliable estimate can be made. Provisions are not discounted to its present value and are determined based on management estimate required to settle the obligation at the balance sheet date, supplemented by experience of similar transactions. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

Where there is a possible or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent Assets, if any, 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 asset and related income are recognized in the period in which the change occurs.

Contingent liability is disclosed when there is 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 any present obligation arising from past event which is not recognized since it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of such obligation cannot be made.

III. Notes to the Accounts

1) In terms of guidelines issued by the Reserve Bank of India the following disclosures are made.

(₹ in lac)

	Current Year 31.03.2020	Previous Year 31.03.2019
i. Capital to Risk Assets Ratio	13.81%	13.32%
ii. Movement in CRAR		
a) Total Capital Funds	109183.98	110951.52
b) Risk Weighted Assets	790831.44	832784.81
iii. Investments (excluding Non –SLR securities)		
a) Face Value	249895.30	275845.60
b) Book Value	255135.20	280749.41
c) Market Value	264874.72	278188.39



iv.	<u>Advances against:</u> a) Real Estate b) Construction business c) Housing	32018.74 NIL 119893.64	52268.09 NIL 107460.29
v.	Advances against shares & debentures	NIL	NIL
vi.	Advances to Directors, their relatives, Companies / Firms in which they are interested a) Fund Based b) Non-Fund based (Guarantee, L.C. etc.)	NIL NIL	1.09 NIL
vii.	NPAs a) Gross NPAs b) Net NPAs	58314.72 35780.74	57975.53 32651.64
viii.	Movement in Gross NPAs a) Opening balance b) Additions during the year c) Reductions during the year d) Balance at the end of the year e) Net NPAs	57975.53 72448.73 72109.54 58314.72 35780.72	38343.85 46030.84 26399.16 57975.53 32651.64
ix.	Profitability a) Interest income as a percentage of working funds b) Non interest income as a percentage of working funds c) Operating profit as a percentage of working funds d) Return on Average Assets e) Business (Deposits + Advances) per employee f) Profit per employee	8.35% 0.75% 1.21% 0.43% 1351.65 4.11	8.91% 0.63% 1.52% 0.75% 1425.63 6.77
x.	Average cost of deposits	6.98%	6.92%
xi.	Provisions made towards: a) NPAs b) Depreciation on Investment c) Standard Assets d) Restructured Assets	7750.00 NIL NIL 246.50	3900.00 NIL 193.00 686.00
xii.	a) Foreign Currency Assets b) Foreign Currency Liabilities	18201.59 105.34	11963.24 467.36
xiii.	Insurance Premium paid to DICGC (including GST) (Paid upto 31/03/2020)	1408.38	1260.96

xiv. Bancassurance Business :

(₹ in lac)

Sr. No.	Nature of Income	Current Year	Previous Year
1.	For selling life insurance policies	163.38	117.04
2.	For selling non-life insurance policies	53.34	72.97
3.	For selling mutual fund products	-	-
4.	Others	8.86	9.04

xv. Movement in Provisions towards

(₹ in lac)

		Opening Balance	Additions during the year	Reduction during the year	Closing Balance
a)	NPAs	25323.89	10062.00	12851.91	22533.98
b)	Standard Assets	3478.00	-	383.00	3095.00
c)	Contingent Provision against Dep. In Investment	5272.45	-	4419.72	852.73
d)	Provision for taxes	17308.04	4331.78	5618.04	16021.78

xvi. Market risk in trading book

a.	<p>Qualitative Disclosures : Market Risk is the risk that the value of investment may undergo change over a given time period, simply because of economic changes or other events that impact the financial markets. In other words, Market Risk is calculated for both, adverse movement in the price of an individual security owing to factors related to the individual issuer as well as interest rate risk in the portfolio.</p> <p>Methodology : The bank follows the Standardised Duration Approach for calculation of Market Risk. The bank manages the Market Risk in the books on an ongoing basis and ensures that the capital requirement for Market Risk is being maintained on a continuous basis i.e. at the closure of each business day.</p> <p>The capital charge is applied to the market value of securities in the Banks trading book. Market value is determined as per the external RBI guidelines on valuation investments. Minimum Capital Requirement is worked out separately for 'General Market Risk' –for interest rate risk in the portfolio.</p> <p>Scope : The portfolios covered under the said approach include,</p> <p style="margin-left: 20px;">a. Securities included under the Available for Sale (AFS) category.</p> <p style="margin-left: 20px;">b. Open Foreign Exchange Position Limits.</p> <p>Infrastructure / MIS & Reporting : The Investment Policy as approved by the Board of Directors provides detailed guidelines for all operational procedure, settlements, valuations and risk controls pertaining to the investments.</p> <p>A separate mid-office is also in place which acts as an intermediary, monitoring compliance of regulatory guidelines and of the Banks Investment Policy and undertakes reporting to higher management.</p> <p>Parameters for risk measurement : Risk Management and reporting is based on parameters such as Modified duration, Net Open Position Limits, Gap limits, Value-at-Risk (VaR).</p>		
b.	Quantitative Disclosures	(₹ in lac)	(₹ in lac)
	Capital requirement for :	Current Year	Previous Year
	Interest rate risk	1840.74	3269.63
	Equity position risk	-	-
	Foreign exchange risk	280.76	199.51

xvii. Disclosure of penalties imposed by RBI :

During the financial year the bank has not been subjected to any penalty for contravention or non-compliance with any requirement of the Banking Regulation Act ,1949 or any rules or conditions specified by the Reserve Bank of India in accordance with said Act.

2) Management of the Non-SLR Investment portfolio :

i. Issuer Composition of Non-SLR Investments

(₹ in lac)

No.	Issuer	Amount	Extent of 'below investment grade' securities	Extent of 'unrated' securities	Extent of 'unlisted' securities
1	2	3	4	5	6
1.	PSUs	Nil	-	-	-
2.	FIs	Nil	-	-	-
3.	Public Sector Banks	Nil	-	-	-
4.	Mutual fund	Nil	-	-	-
5.	Others	35416.46 (25.01)	-	-	35416.46 (25.01)
6.	Provision held towards depreciation	Nil	-	-	-
	Total	35416.46 (25.01)	-	-	35416.46 (25.01)

Note : Figures in brackets represent previous year's figures.



ii. Non performing Non-SLR investments

Particulars	Current Year	Previous Year
Opening Balance	Nil	Nil
Additions during the year	Nil	Nil
Reductions during the above period	Nil	Nil
Closing Balance	Nil	Nil
Total provisions held	Nil	Nil

3) In connection with Repo / Reverse Repo transactions : (₹ in crore)

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	As on 31.03.2020
Security sold under Repos	-	-	-	-
Security purchased under Reverse Repos	9.48	590.38	106.23	495.00

4) Particulars of loans subjected to restructuring as on 31st March, 2020 is as under. (₹ in lac)

		Housing Loans	SME Debt Restructuring	Others
Standard advances restructured	No. of Borrowers	2 (2)	21 (10)	13 (12)
	Amount outstanding	11.80 (13.52)	14605.38 (10697.57)	13642.52 (17874.97)
	Sacrifice (diminution in the fair value)	0.39 (0.39)	887.14 (496.74)	597.90 (496.68)
Sub - Standard advances restructured	No. of Borrowers	- -	1 -	- (1)
	Amount outstanding	-	504.03 -	- (627.70)
	Sacrifice (diminution in the fair value)	-	18.67 -	- (28.27)
Doubtful advances restructured	No. of Borrowers	-	2 (2)	2 (2)
	Amount outstanding	-	2872.19 (2723.65)	4253.99 (12601.90)
	Sacrifice (diminution in the fair value)	-	92.20 (92.20)	174.29 (405.52)
Total	No. of Borrowers	2 (2)	24 (12)	15 (15)
	Amount outstanding	11.80 (13.52)	17981.60 (13421.22)	17896.51 (31104.57)
	Sacrifice (diminution in the fair value)	0.39 (0.39)	998.01 (588.94)	772.19 (930.47)

Provision required as per RBI guidelines as on 31.03.2020 ₹1770.59 lac. Actual provision held ₹1775.00 lac.

5) **MSME accounts restructured :**

No of accounts Restructured	Amount (₹ in lac)
NIL	NIL

6) **Employee Benefits (AS-15) :**

- a. Defined contribution Plans viz. Provident fund and other similar funds. The amount recognized as expense towards contributions to provident fund is ₹ 746.47 lac (previous year ₹ 673.97 lac).
- b. Defined Benefit Plans.

Gratuity:

The following table sets out the status of funded gratuity plan for the year ended March 31, 2020 as required under AS-15 :

(₹ in lac)

	Gratuity (Funded)	
	Current year	Previous year
Change in Defined Benefit Obligation		
Opening Defined Benefit Obligation	4565.00	4263.20
Current service Cost	222.27	208.03
Interest Cost	362.46	343.62
Actuarial (Gain)/Loss	575.79	(31.18)
Benefits Paid	(295.12)	(218.67)
Closing Defined Benefit Obligation	5430.40	4565.00
Change in the Fair Value of Assets		
Opening in Fair Value of Assets	4565.00	4263.20
Expected Return on Plan Assets	362.46	343.61
Actuarial Gain/(Loss)	(3.39)	(20.81)
Contribution by Employer	801.45	197.66
Benefits Paid	(295.12)	(218.67)
Closing Fair Value of Plan Assets	5430.40	4565.00
Net Asset /(Liability) recognized in the Balance Sheet	-	-



Expenses for the year	Current year	Previous year
Current Service Cost	222.27	208.03
Interest on Defined Benefit Obligation	-	-
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss	579.18	(10.37)
Total Included in Employment Expenses	801.45	197.66
Actual Return on Plan Assets	359.08	328.80
Category of Assets	Insurer Managed Funds	Insurer Managed Funds

The Assumptions used in accounting for the gratuity are set out below:

	Current year	Previous year
Discount rate	6.93%	7.94%
Attrition Rate	3.00%	3.00%
Mortality	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2006-08)
Salary Escalation Rate	4.00%	4.00%
Retirement Age	58 – 60 years	58 – 60 years
Expected Rate of return on plan assets (*)	6.93%	7.94%

* Expected rate of return on plan assets is based on expectation of the average long term rate of return expected to prevail over the estimated term of the obligation. The estimates of future salary increases, considered in actuarial valuation, takes into account the inflation, seniority, promotions and other relevant factors.

Assets allocation : Since the investments are held in the form of deposit with LIC/HDFC, these are not volatile and the market value of assets is the cost value of assets and has been accordingly considered for the above disclosures.

7) **Segment Reporting-Information about Business and Geographical segments: (AS-17)**
Primary Segment Reporting (by Business Segments) (₹ in lac)

Business Segments Particulars	Treasury		Other Banking Operation		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Revenue	35672.38	31272.30	105466.48	95360.24	141138.86	126632.84
Segment Cost	29554.94	28482.95	103801.70	83264.21	133356.64	111747.16
Result	6117.44	2789.35	1664.78	12096.33	7782.22	14885.68
Unallocated Expenses	-	-	-	-	-	-
Operating Profit	-	-	-	-	7782.22	14885.68
Income Taxes	-	-	-	-	1895.40	5169.29
Extraordinary Profit /Loss	-	-	-	-	-	-
Net Profit	-	-	-	-	5886.82	9716.39
Other Information	-	-	-	-	-	-
Segment Assets	437834.70	393825.01	921588.76	1000191.23	1359423.46	1394016.24
Unallocated Assets	-	-	-	-	22910.32	20341.32
Total Assets	-	-	-	-	1382333.78	1414357.56
Segment Liabilities	9531.45	13544.32	1356780.55	1383505.19	1366312.00	1397049.51
Unallocated Liabilities	-	-	-	-	16021.78	17308.05
Total Liabilities	-	-	-	-	1382333.78	1414357.56

Notes :

- Segments are reported considering the nature of products or services, class of customers for the products/services, different risks and returns attributable to them, organisation structure and internal management information system.
- The Bank reports its operations in the following segments:
 - Treasury : Dealing operations in Forex /Money Market instruments
 - Other Banking Operations : Comprising of corporate and retail banking business & allied services.
- The business operations are concentrated in India hence information about secondary segment i.e. geographical segment is not given.
- Segment liabilities exclude Capital and Reserves other than those specifically identifiable with a segment.
- In determining segment results, the funds transfer price mechanism followed by the Bank has been used.
- Treasury result is net of transfer from IFR.

8) **Operating lease comprises of leasing of office premises. Disclosures as per AS-19 is as under:** (₹ in lac)

	Current Year	Previous Year
Future lease rental payable as at the end of the year :		
- Not later than one year	1745.73	2290.66
- Later than one year and not later than five years	5083.22	5293.87
- Later than five years	6274.94	10981.26
Total minimum lease payments recognized in the profit and loss account for the year	2027.74	1826.66
Total of future minimum sub-lease payment expected to be received under non-cancelable sub-lease	-	-
Sub-lease payments recognized in the profit and loss account for the year	-	-



9) The major components of Deferred Tax Assets/ (Liabilities) is as under (AS-22) : (₹ in lac)

Sr. No.	Particulars	Current Year	Previous Year
1	On account of timing difference towards provision	4812.86	2551.53
2	On account of timing difference between book and Income Tax depreciation	(354.44)	(336.76)
3	On account of amortization / depreciation on securities	1567.95	1482.13
4	Special Reserve u/s 36(i)(viii)	(69.88)	(69.88)
		5956.49	3627.02

10) Intangible Assets - details of Computer Software-Other than Internally generated. (AS-26)

a) Amortization rates used at 33.33% p.a. on straight line method. (₹ in lac)

Particulars	Current Year	Previous Year
Opening balance (at cost) as on 1 st April, 2019	2159.49	2109.20
Add : Additions during the year	260.67	50.29
Sub Total (A)	2420.16	2159.49
Less : Amortisation		
Opening Balance	2042.12	1909.96
Add: Sales/Adjustment during the year	1.67	
Add : Amortisation during the year on SLM basis @33.33%	145.59	132.16
Sub Total (B)	2189.38	2042.12
Net Carrying amount as on 31 st March, 2020 (A-B)	230.78	117.37

b) Amount of commitments (net of advance) for the acquisition of computer software ₹ Nil (Previous year ₹ Nil)

11) Details of financial assets sold during the year to SC / RC for Asset Reconstruction:

(₹ in lac)

Sr. No.	Particulars	Current Year	Previous Year
1	No. of Accounts	122	-
2	Aggregate value [net of provisions] sold to ARC	40094.22	-
3	Aggregate consideration	41637.00	-
4	Additional consideration received in respect of accounts transferred in earlier years	-	-
5	Aggregate gain / loss over net book value	1542.78	-

12) Disclosure with respect to 'COVID-19 Regulatory Package' as per RBI circular dated 27th March 2020 & 17th April 2020: (₹ in lac)

Sr. No.	Particulars	No. of Accounts	Amount
1	Credit facilities availing extension in repayment through deferment/ moratorium	17857	547815.11
2	Credit facilities to which asset classification benefits	315	17288.13
3	Provisions made as on 31st March 2020	-	872.00
4	Provisions adjusted against slippages during the period and the residual provisions	-	-

The RBI on 27th March 2020, 17th April 2020 and 22nd May 2020 announced 'COVID-19 Regulatory Package' on asset classification and provisioning. In terms of the RBI guidelines, the lending institutions have been permitted to grant a moratorium of six months on payment of all instalments/interest as applicable falling due between 1st March 2020 and 31st August 2020 ('moratorium period'). In accordance with RBI guidelines, the Bank has granted a moratorium of six months on the payments of all installment and/ or interest, as applicable, falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers. For all such loan accounts where moratorium is granted, the asset classification shall remain standstill during the moratorium period (i.e the number of days past- due shall exclude the moratorium period for the purpose of asset classification under the income recognition, Asset classification and Provisioning norms).

The bank has made provision of ₹ 872.00 lac as on 31st March 2020 in respect of accounts in default but standard due to COVID-19 regulatory package announced by RBI. The provision held by bank is in excess of the RBI prescribed norms.

13) Investments :

- i) As per RBI guidelines, the excess of acquisition cost over face value of securities held under the category "Held to Maturity" is amortised over the residual life of securities. The amount amortized during the year is ₹ 686.57 lac (previous year ₹ 644.89 lac).
- ii) In terms of RBI guidelines the bank has transferred a portion of Government securities kept in "Available for Sale" category to "Held to Maturity" category and from "Held to Maturity" to "Available for Sale". The resultant depreciation is ₹1413.88 lac (Previous year ₹1753.71 lac) is charged to the Profit & Loss account.

14) Contingent Liabilities :

- i) Claims against the Bank not acknowledged as debts
 - a) The income tax authorities have raised a demand of ₹181.22 lac (Previous year ₹177.89 lac) for various assessment years which is contested by the Bank in appeal and against which the bank has deposited/paid ₹181.22 lac (Previous year ₹177.89 lac). No provision is considered necessary in respect of these demands as, in the Bank's view, duly supported by counsel's opinion and / or judicial pronouncements the demands made are not sustainable.
 - b) Maintenance charges in respect of one of the bank's premises ₹ 31.77 lac (Previous year ₹ 21.15 lac), which matter is under dispute.



- c) The MCGM has raised demands, retrospectively from 1st April 2010, on account of Property taxes based on capital values in respect of some of the bank's premises. The Bank has objected to the levy and mode of calculation. The issue of chargeability and basis of calculation being under dispute and not finalized the final liability, if any, is not ascertainable and not provided for.
- d) The Service tax department has raised a demand of ₹240.70 lac for the period 2012-17, which is contested by the bank in appeal and against which the bank has deposited/paid ₹18.05 lac. No provision for the same is considered necessary as in the opinion of the bank, duly supported by counsel's opinion and/or judicial pronouncements the demand made is not sustainable.
- ii) Other items for which the bank is contingently liable – Amount transferred to The Depositor Education and Awareness Fund Scheme 2014 (DEAF) as per RBI Circular dated 27-05-2014.

Particulars	Current Year (₹ in lac)	Previous Year (₹ in lac)
Opening balance of amounts transferred to DEAF	1749.81	1582.20
Add : Amounts transferred to DEAF during the year	320.64	194.09
Less: Amounts reimbursed by DEAF towards claims	22.95	26.48
Less: Amounts yet to be settled by DEAF	-	-
Closing balance of amounts transferred to DEAF	2047.50	1749.81

15) Earnings per Share (EPS) :

(₹ in lac)

Particulars	Current Year	Previous Year
Net Profit after taxation	5886.82	9716.39
Weighted average no of shares	3021.49	2640.84
EPS (in actuals - ₹)	1.95	3.67

16) Long Term Subordinated (Tier-II) Deposits :

In accordance with the approval granted by RBI vide its letter no. BEP (Cooperative Bank) B.S.S.II3680/12.07.022/2018-19 dated 29th January, 2020 and the Joint Secretary and Central Registrar of Co-operative societies vide its letter dated 3rd March, 2020. during the year 2019-20 the Bank has raised ₹ 40.18 Crore (previous year ₹ 64.34 crore) by way of Long Term (Subordinated) Deposits (Series III) which are callable after 5 years from the date of issue. In accordance with RBI guidelines, the said amount would be included in the Tier-II capital of the Bank for Capital Adequacy purposes after applying relevant discounting factors.

17) Consequences of COVID-19 :

The Bank's operations may be affected by the recent and ongoing outbreak of the coronavirus disease 2019 (COVID-19) which was declared a pandemic by the World Health Organization in March 2020. On 24th March, 2020 the Indian Government announced a strict 21-day lockdown which was further extended across the country till 31st May 2020 to contain the spread of the virus.

The COVID-19 (coronavirus) outbreak had a notable impact on general economic conditions, including but not limited to the temporary closures of many businesses and other governmental regulations. As a result of the spread of the COVID-19, economic uncertainties have arisen which are likely to negatively impact the net interest income of the bank, operations and cash flows. Other financial impact could occur though such potential impact is unknown at this time

- 18) There are no material prior period item's, except as disclosed elsewhere, included in Profit and Loss account required to be disclosed as per Accounting Standard 5 read with the Reserve Bank of India guidelines. Therefore these have been charged/accounted for/to their respective head of accounts.
- 19) There are no related parties requiring disclosure under Accounting Standard 18 i.e. Related Party Disclosures issued by the Institute of Chartered Accountants of India other than the Key Management Personnel i.e. Mr. C. R. Mulky (retired on 29.02.2020) and Mr. Vidyanand S. Karkera -, Managing Director & Chief Executive Officer of the Bank . In terms of RBI Circular dated 29th March, 2003 being a single party coming under this category, no further details need to be disclosed.
- 20) Impairment of Assets (AS-28). No material impairment of Assets has been identified by the Bank and as such no provision is required.
- 21) No disclosure is made for Accounting for Amalgamation (AS-14) and Consolidation of Financial Statement (AS-21) as the same is not applicable to the bank.
- 22) Suppliers/Service Providers covered under the Micro, Small and Medium Enterprises Development Act, 2006 have not furnished the information regarding filing of necessary memorandum with the appropriate authority In view of the same, information relating to cases of delays in payments to Micro, Small and Medium enterprises or of interest payments due to delays in such payments cannot be given.
- 23) **Provision for Taxes :**

The break up of provision for Taxes appearing in the Profit & Loss Account is as under :

(₹ in lac)

	Current Year	Previous Year
Current Income Tax	4293.73	6400.00
Deferred Tax	(2329.47)	(1230.71)
Tax paid for earlier years	(68.86)	-
	1895.40	5169.29

- 24) Previous year's figures have been regrouped / rearranged wherever necessary to conform to those of the current year.

For **BHARAT CO-OPERATIVE BANK (MUMBAI) LIMITED**

Sd/-
JAYA C. SUVARNA
Chairman

Sd/-
ROHINI J. SALIAN
Vice-Chairperson

Sd/-
VIDYANAND S. KARKERA
Managing Director & C.E.O.

Mumbai,
Dated : 29th June,2020



STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st MARCH, 2020 (Amount in ₹)

	31.03.2020		31.03.2019	
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit as per Profit and Loss Account		58,86,82,385.48		97,16,39,699.85
Add: Adjustments for:				
Depreciation and Amortisation	20,66,36,167.82		21,04,71,735.48	
Provision for BDDR	77,50,00,000.00		39,00,00,000.00	
Provision for Depreciation on Investments	-		-	
Dividend Equalisation Fund	10,00,000.00		10,00,000.00	
Contingent Provision for standard assets	-		1,93,00,000.00	
Provision for Restructured Assets	2,46,50,000.00		6,86,00,000.00	
Provision for Fraud	50,00,000.00		-	
Provision for Standstill Accounts	8,72,00,000.00		-	
Amortisation of Investments	6,86,56,776.17		6,44,88,834.91	
Loss on Sale of Securities	-		12,08,74,033.26	
Depreciation on shifting of Investments	14,13,88,353.00		17,53,70,952.37	
Provision for Taxes	42,24,87,030.00	173,20,18,326.99	64,00,00,000.00	169,01,05,556.02
		232,07,00,712.47		266,17,45,255.87
Less: Adjustments for:				
Provison for Bad & Doubtful Debts written back	113,09,14,107.40		3,35,98,323.40	
Reserves/Excess Provision no longer required written back	48,02,71,611.80		26,07,29,486.00	
Profit on Sale of Securities	22,44,37,187.54		-	
Profit/(Loss) on sale of assets	-23,66,366.06		2,59,581.00	
Contribution to NCUI	97,16,397.00		93,37,893.00	
Deferred Tax	23,29,47,000.00	207,59,19,937.68	12,30,71,000.00	42,69,96,283.40
		24,47,80,774.79		223,47,48,972.47
Adjustments for:				
(Increase)/Decrease in Investments	-279,04,38,651.57		-383,53,43,813.26	
(Increase)/Decrease in Advances	721,60,62,209.94		-804,21,07,625.11	
(Increase)/Decrease in Other Assets	-21,19,74,821.74		-14,73,58,416.19	
Increase/(Decrease) in Funds	46,62,596.00		39,41,516.00	
Increase/(Decrease) in Deposits	-353,47,14,707.93		1088,53,60,370.39	
Increase/(Decrease) in Other Liabilities	-65,36,96,126.39	2,99,00,498.31	6,52,47,453.20	-107,02,60,514.97
Net Cash generated from operating activities before tax		27,46,81,273.10		116,44,88,457.50
Income Tax Paid (Net)		57,50,66,833.80		58,25,42,415.36
Net Cash generated from operating activities after tax	A	-30,03,85,560.70		58,19,46,042.14
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	-17,57,82,947.11		-20,45,52,417.96	
Sale Proceeds of Fixed Assets	5,69,725.00	-17,52,13,222.11	4,40,828.29	-20,41,11,589.67
Net Cash generated from investing activities	B	-17,52,13,222.11		-20,41,11,589.67
CASH FLOW FROM FINANCING ACTIVITIES				
Increase/(Decrease) in Share Capital	-5,05,69,020.00		44,60,03,380.00	
Increase/(Decrease) in Borrowing	38,86,75,972.50		60,75,05,093.00	
Dividend Paid	-39,05,80,599.00	-5,24,73,646.50	-34,47,37,302.00	70,87,71,171.00
Net Cash generated from financing activities	C	-5,24,73,646.50		70,87,71,171.00
Net increase in Cash and Cash Equivalents (A+B+C)		-52,80,72,429.31		108,66,05,623.47
Cash and Cash Equivalents at the beginning of the year		1136,70,95,086.86		1028,04,89,463.39
Cash and Cash Equivalents at the end of the year		1083,90,22,657.55		1136,70,95,086.86
Cash and Cash Equivalents-comprises of				
Cash		494,70,32,672.01		688,20,82,694.46
Balance with other banks (excluding fixed deposits)		94,19,89,985.54		98,74,12,377.25
Money at Call and Short Notice		495,00,00,000.00		349,76,00,015.15
		1083,90,22,657.55		1136,70,95,086.86

Note: Cash flow is prepared according to the indirect method prescribed in AS-3

PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
16.	<p>Subscription of Shares</p> <p>Members who do not subscribe to the minimum shareholding of 500 shares within 6 months from the date of intimation letter as stated in bye-law No.16. (b) above shall be refunded their shareholdings at face value of ₹10/- per share. The members' share refund amount which remains unclaimed for a period of more than three years from the date of refund shall be transferred to the Reserve Fund Account of the Bank.</p>	16.	<p>Subscription of Shares</p> <p>Members who do not subscribe to the minimum shareholding of 500 shares within 6 months from the date of intimation letter as stated in Bye Law No. 16. (b) above shall cease to be the members of the Bank and he/she/they shall be entitled to get refund of their shareholdings at face value of ₹10/- per share. However the members having any liability of whatsoever nature towards the bank shall continue to be members of the bank till clearance of his/her/their entire liability. Further if such member has not subscribed to the mandatory shareholding of 500 shares as on date of clearance of the entire liability as stated above, the amount of shares held by him/her/them shall be refunded. The members share refund amount which remains unclaimed for a period of more than three years from the date of refund shall be transferred to the Reserve Fund Account of the Bank.</p>	For better clarity
29.	<p>Notice for the General Meetings and Special General Meetings</p> <p>The notice of the Annual General Meeting shall be accompanied by a copy each of the audited balance sheet, profit and loss account together with the auditors report relating to the preceding year and the report of the Board of Directors thereon, amendment to Bye-law and election to the Board of Directors, if any.</p>	29.	<p>Notice for the General Meetings and Special General Meetings</p> <p>The notice of Annual General Meeting specifying the time, date, place and agenda of the Annual General Meeting will be sent to the registered e-mail ID of the member. A link will be provided in the notice to access the website of the Bank (www.bharatbank.com) wherein the Annual Report of the Bank consisting of the Notice of Annual General Meeting, Agenda of the Annual General Meeting, Audited Balance Sheet and Profit and Loss account, together with the Auditor's Report thereon, Report of the Board and amendment of bye-laws, if any, will be</p>	<p>As a part of Go Green initiative of the Government of India, it is proposed to make available the Annual Report in electronic form to the member.</p> <p>Any member desiring a hard copy will be given on request.</p>



PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
34.	Powers & Functions of the Board of Directors: to decide upon payment of conveyance, Travelling expenses, sitting fees, etc., to the members of the Board;	34.	published. The website of the bank will display all this information at least 14 days prior to holding of Annual General Meeting. In case of Special General Meeting seven days' notice will be given in the same manner. Any member desiring a hard copy of the Annual Report shall inform the Bank in writing at least seven days prior to the date of AGM and the same will be provided through branches / offices of the Bank.	To be in compliance with instructions contained in RBI circular No.DoR(PCB).BPD. Cir.No.8/12.05.002/ 2019-20 dated December 31, 2019.
xxii)		xxii)		
		xxvi)	to constitute a Board of Management (BoM) comprising of persons with special knowledge and practical experience in banking to facilitate professional management and focused attention to the banking related activities of the Bank. The BoD may delegate such powers to BoM as deemed necessary for the said purpose;	
		xxvii)	to seek concurrence from Reserve Bank of India before removing any member of the BoM / accepting the resignation tendered by any member of the BoM.	

PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
36.	Disqualifications for being a member of Board 1. A member of the Bank shall be ineligible for being elected as, or for being a members of the Board, if such member:-	36.	Disqualifications for being a member of Board 1. A member of the Bank shall be ineligible for being elected as, or for being a member of the Board, if such member:- o) does not have an operative savings / current / term deposits account of ₹50,000/- or more exclusively in his / her name in the Bank for a minimum period of twelve months continuously prior to the date of filing of nomination for contesting election to be a member of the Board and will continue till he/she remains as a Director of the Board.	To ensure involvement and commitment of the members contesting the election to be a member of Board.
			p) fails to deposit security deposit of ₹25,000/- at the time of filing of nomination for contesting the election to be a member of Board. Provided that, if a candidate withdraws his/her nomination or if his/her nomination is rejected, the deposit shall be refunded within 15 days of his/her withdrawal / rejection. The security deposit shall be forfeited, if at an election, where a poll has been taken, the candidate is not elected and the number of valid votes polled by him/her does not exceed one-eighth of the total number of valid votes polled by all the candidates or, in the case of election of more than one member at the election one-eighth of the total number of valid votes, so polled in each category divided by the number of members to be elected in the said category (round off to nearest integer). In other cases Security Deposit will be returned/ refunded.	



PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
37.	<p>Filling of vacancies in the Board of Directors:</p> <p>Vacancies arising out of the elected Directors of the Board shall be filled in by election by the members in the General Body, provided that the Board may fill a casual vacancy on the board by nomination out of the same class of members in respect of which the casual vacancy has arisen, if the term of office of the Board is less than half of its original term.</p>	37.	<p>Filling of vacancies in the Board of Directors:</p> <p>Vacancies arising out of the elected Directors of the Board may be filled in by election by the members in the General Body, provided that the Board may fill a casual vacancy on the board by nomination out of the same class of members in respect of which the casual vacancy has arisen, if the term of office of the Board is less than half of its original term.</p>	To be in conformity with the Constitution (97 th Amendment) Act, 2011 relating to Co-operative Societies.
43.	<p>Chief Executive Officer</p> <p>The Chief Executive of the Bank is the Managing Director and he shall be appointed by the Board of Directors. He shall be a full time paid employee of the Bank. He shall aid and assist the Board of Directors in their function. The Chief Executive shall be an Ex-Officio member of the Board and of the Executive Committee and such other Committees or Sub-Committees as may be constituted.</p>	43.	<p>Chief Executive Officer</p> <p>The Chief Executive of the Bank is the Managing Director and he/she shall be appointed by the Board of Directors on obtaining approval from Reserve of India at least three months prior to the end of tenure of the incumbent CEO. He/she shall be a person meeting the 'fit and proper' criteria prescribed by Reserve Bank of India. He/she shall be a full time paid employee of the Bank. He/she shall aid and assist the Board of Directors in their function. The Chief Executive Officer shall be an Ex-Officio member of the Board, BoM and of the Executive Committee and such other Committees or Sub-Committees of the Board as may be constituted.</p>	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019
		65.	<p>Board of Management (BoM)</p> <p>The BoM (excluding CEO) shall have a minimum of five members and maximum number of members shall not exceed twelve. The CEO would be a non-voting member.</p>	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019
		i)		

PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
		66.	<p>Qualifications of Members of BoM</p> <p>All the members of BoM shall consist of persons having special knowledge or practical experience in respect of one or more of the following matters, namely,</p> <ul style="list-style-type: none"> a) Accountancy b) Agriculture and rural economy c) Banking d) Co-operation e) Economics f) Finance g) Law h) Small scale industry l) Information Technology j) Any other subject, which would, in the opinion of the Reserve Bank, be useful to the Bank. 	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019
		ii)	The members of BoM shall at all times satisfy the 'Fit and Proper' Criteria prescribed by RBI.	
		iii)	Members of the BoM may be drawn from the members of the Board of Directors provided they meet the criteria specified. However, not more than 50 per cent of the BoM members shall be from BoD. Under all circumstances, BoM shall have at least two members from outside the BoD.	



PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
		iv)	A member of BoM can be appointed in more than one bank, subject to a maximum of three, provided that there is no overlapping in area of operation.	
		v)	Any disqualification prescribed for member of a BoD under respective MSCS Act will also apply to a member of a BoM.	
		67.	Functions of Board of Management	
		a)	rendering expert advice on all proposals being put up to the Board or any Committee of the Board for sanction of loans;	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019
		b)	recommending action for recovery of NPAs, One Time Settlement or Compromise Settlement and assisting the Board in monitoring the same;	
		c)	overseeing the management of funds and borrowings in the bank;	
		d)	recommending proposals for investment of bank's funds as per the board approved policy;	
		e)	oversight on internal controls and systems and risk management in the bank;	
		f)	Exercising oversight on implementation of computerization, technology adoption and other incidental issues in the bank;	
		g)	Overseeing internal audit and inspection functions including compliance;	
		h)	Oversight on complaint redressal system;	

PROPOSED AMENDMENTS TO BYE-LAWS

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
		i)	Assisting the Board in formulation of policies related to banking functions, illustratively loan policy, investment policy, recovery policy, ALM and Risk management, etc. to ensure that policies are in tune with RBI guidelines;	
		j)	Any other responsibility as may be delegated to it by the BoD	
		68.	Meetings of BoM BoM may hold meetings at such periodicity as deemed necessary. The Chairman of the BoM may be elected by the members of BoM from amongst themselves or appointed by the BoD. Under no circumstances the Chairman of the BoD shall be appointed as Chairman of the BoM and every UCB shall maintain proper record of the minutes of the meeting and the same shall be put up to BoD. The quorum for the meeting shall be two-third of the total members of BOM. (round off to nearest integer).	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019
		69.	Tenure of BoM The tenure of BoM shall be co-terminus with the tenure of BoD.	To be in compliance with instructions contained in RBI circular No. DoR(PCB).BPD. Cir.No.8/12.05.002 /2019-20 dated December 31, 2019



**Statement showing particulars of Loans & Advances to
Directors & their Relatives as on 31.03.2020**

(Amount in ₹)

Sr. No.	No. of Directors & their relatives who have borrowed from the Bank.	Secured Loans & Advances as on 31.03.2019	Addition to Loans & Advances due to Election during the year	Amount of Loans & Advances recovered during the year	Amount of Loans & Advances outstanding as on 31.03.2020	Overdues if any out of amount in Column No. 4
	1	2	3	4	5	6
a)	Directors	0.00	0.00	0.00	0.00	0
b)	Relatives of Directors	1,09,044.92	0.00	1,09,044.92	0.00	0
	Total	1,09,044.92	0.00	1,09,044.92	0.00	0

CORPORATE OFFICE & SENIOR MANAGERIAL PERSONNEL

REGD OFF. & SERVICE BRANCH : Mohan Terrace, 64/72, Mody Street, Fort, Mumbai - 400 001.

Tel.: 2261 0592, 2261 6174, Fax : 2263 1658, Email : service@bharatbank.co.in

CENTRAL OFFICE

: 'MARUTAGIRI', Samant Estate, Sonawala Road, Goregaon (East), Mumbai - 400 063.

Tel.: 6189 0000, Fax : 6189 0296, Email : feedback@bharatbank.co.in

Vidyanand S. Karkera
Managing Director & C.E.O.

Dinesh B. Salian
Joint Managing Director

Nityanand S. Kirodian
Chief Information Officer

Vishwanath G. Suvarna
General Manager

Vasudeva M. Salian
General Manager

Mahesh B. Kotian
General Manager

Janardhan M. Poojary
Dy. General Manager

Satish M. Bangera
Dy. General Manager

Prabhakar G. Poojary
Dy. General Manager

Pravinkumar S. Suvarna
Asst. General Manager

Mohan N. Salian
Asst. General Manager

Manjula N. Suvarna
Asst. General Manager

Dayanand Poojary
Chief Manager

Ganesh M. Billava
Chief Manager

Udaykumar A. Poojary
Chief Manager

Navin S. Amin
Chief Manager

BRANCHES IN MAHARASHTRA STATE

BRANCH, CONTACT NUMBER & EMAIL ADDRESS	BANKING HOURS	BRANCH, CONTACT NUMBER & EMAIL ADDRESS	BANKING HOURS
AIROLI - Sector 19 2779 2575 • airoli@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.	GHANSOLI - Sector - 3 2754 8342 • ghansoli@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
AMBERNATH (EAST) - Near Datta Mandir 0251-2601690 • ambernath.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.	GHATKOPAR (EAST) - Patel Chowk 2102 6305 • ghatkopar.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m.
ANDHERI (EAST) - Marol 6189 0777 • andheri.east@bharatbank.co.in	Mon to Sat 10:00 a.m. to 04:45 p.m.	GHATKOPAR (WEST) - Near New Post Office 2516 6730 • ghatkopar@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
ANDHERI (EAST)-MAHAKALI CAVES ROAD 2825 6140 • mahakalicaves.andherieast@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.	GHODBUNDER ROAD - Near Manpada Flyover 2589 2531 • ghodbunder@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
ANDHERI (WEST) - Opp. Infinity Mall 2674 2234 • andheri.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 03:00 p.m. 05:00 p.m. to 06:00 p.m.	GOREGAON (EAST) - Sonawala Cross Road 6189 0444 • goregaon@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m. Sunday 9 to 12.45
ANJURPHATA-BHIWANDI - Navkar Heights 02522-262327 • bhiwandi.anjurphata@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.	GOREGAON (WEST) - M. G. Road 2871 2565 • goregaon.west@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
BANDRA (EAST) - Near Gurunanak Hospital 2657 2062 • bandra@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.	GOVANDI (EAST) - Vikrant Industrial Estate 2557 9505 • govandi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
BANDRA (WEST) - Next to Bandra Lake 2641 7602 • bandra.west@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.	JOGESHWARI (EAST) - Caves Road 2831 0527 • jogeshwari.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
BHANDAR (EAST) - Goddev Naka 2815 2265 • bhayander.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.	KALINA-SANTACRUZ -Opp. Vidyanagari University Complex 2665 2258 • kalina@bharatbank.co.in	Mon to Sat 09:00 a.m. to 02:00 p.m. 04:30 p.m. to 06:00 p.m.
BHANDUP (WEST) - L. B. S. Marg 6153 4905 • bhandup@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:00 p.m. 04:00 p.m. to 06:30 p.m.	KALWA (WEST) - Opp. Kharegaon Talao 2536 6239 • kalwa@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m.
BHANDUP VILLAGE ROAD - Skyline Sparkle 2566 1386 • bhandup.villageroad@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:00 p.m. 04:00 p.m. to 06:30 p.m.	KALYA (WEST) - Suchak Hospital Building 0251-231 0011 • kalyan.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:30 p.m. to 06:30 p.m.
BHIWANDI - R K Business Centre 02522-220444 • bhiwandi@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.	KANDIVLI (EAST) - Behind Saidham 2854 2250 • kandivli.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
BOISAR - Sarawali Village 02525-273838 • boisar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.	KANDIVLI (EAST)-ASHOKNAGAR 2887 5010 • akurli.kandivlieast@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:15 p.m. 04:00 p.m. to 06:15 p.m.
BORIVLI (EAST) - Daulat Nagar 2892 6361 • borivli.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.	KANDIVLI (WEST) - M. G. Cross Road No.1 2863 7020 • kandivli@bharatbank.co.in	Mon to Sat 09:15 a.m. to 02:00 p.m. 04:15 p.m. to 06:00 p.m.
BORIVLI (WEST) - Prem Nagar 2892 6300 • borivli@bharatbank.co.in	Mon to Sat 09:00 a.m. to 03:45 p.m. Sun 09:00 a.m. to 12:45 p.m.	KANDIVLI (WEST)-CHARKOP - Sector 5 2869 0038 • charkop@bharatbank.co.in	Mon to Sat 09:15 a.m. to 01:30 p.m. 04:00 p.m. to 06:15 p.m.
BORIVLI (WEST)-I. C. COLONY - Near Post Office 2893 1298 • iccolony.borivli@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:30 p.m. 04:30 p.m. to 07:00 p.m.	KANJURMARG (EAST) - Near Station 2578 3031 • kanjurmarg.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
BYCULLA - Ghodapdev 2372 7331 • byculla@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:30 p.m. to 06:30 p.m.	KHAR (EAST) - Jawahar Nagar 99873 83279 • khar.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:30 p.m. 04:00 p.m. to 06:30 p.m.
CHEMBUR - Near Ambedkar Garden 6189 0555 • chembur@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m., Sunday 9 to 12.45	KHAR (WEST) - 4th Road 2605 4468 • khar.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:30 p.m. 04:00 p.m. to 06:30 p.m.
CHINCHWAD (PUNE) - Empire Estate 020-2744 3536 • chinchwad@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 04:30 p.m. to 07:00 p.m.	KOPARKHAIRNE - Sector 18 2755 1916 • koparkhairne@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
DADAR (WEST) - Near Portuguese Church 2438 5155 • dadar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 04:45 p.m.	KURLA (EAST) - Nehru Nagar 2528 0015 • kurla.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m.
DAHISAR (EAST) - Opp Toll Plaza 2896 3793 • dahisar@bharatbank.co.in	Mon to Sat 09:30 a.m. to 04:15 p.m.	KURLA (WEST) - Near Sheetal Cinema 2503 9068 • kurla.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
DHANKAWADI (PUNE) - Chaitanya Nagar 020-2436 2698 • dhankawadi.pune@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 04:30 p.m. to 07:00 p.m.	LAMINGTON ROAD - Apsara Multiplex 2300 4695 • lamington.road@bharatbank.co.in	Mon to Sat 10:30 a.m. to 05:15 p.m.
DHARAVI-SION (WEST) - Gold Filled Plaza 2402 3218 • dharavi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.	LONAVALA - Bhaji Market Road 02114-273877 • lonavala@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.
DIVA (EAST) - Station Road 022-2531 0587 • diva.east@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:15 p.m. 05:00 p.m. to 07:15 p.m.	MALAD (EAST)-KOKNIPADA 2840 9560 • maladeast.koknipada@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
DOMBIVLI (EAST) - Behind KDMC 0251-2443151 • dombivli@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m., Sunday 9 to 12.45	MALAD (EAST)-RANI SATI MARG - Shah Arcade II 2888 2633 • ranisatimarg.maladeast@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:30 p.m. to 06:30 p.m.
FORT (MAIN) - Mint Chambers 6189 0999 • fort.main@bharatbank.co.in	Mon to Sat 09:45 a.m. to 04:30 p.m.	MALAD (WEST) - Kasturba Road 2880 0619 • malad@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:45 p.m. 04:45 p.m. to 06:30 p.m.

Weekly off on every Sunday, 2nd & 4th Saturday
*Sunday Banking Branches



BRANCHES IN MAHARASHTRA STATE

BRANCH, CONTACT NUMBER & EMAIL ADDRESS	BANKING HOURS
MASJID BUNDER - Narshi Natha Street 2342 4592 • masjidbunder.west@bharatbank.co.in	Mon to Sat 10:30 a.m. to 06:30 p.m.
MATUNGA (EAST) - Laxminarayan Lane 2403 5642 • matunga.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:00 p.m. 04:00 p.m. to 07:00 p.m.
MIRA ROAD (EAST) - Near Station 2810 6192 • mira.road@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m., Sunday 9 to 12.45
MULUND (EAST) - Neelam Nagar 2163 1644 • mulund@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:00 p.m. 04:00 p.m. to 06:30 p.m., Sunday 9 to 12.45
MULUND (WEST)-SHREENAGAR 2164 9653 • shreenagar.mulundwest@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m.
MULUND (WEST) - Near Apna Bazar 2564 6574 • mulund.west@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:00 p.m. 04:00 p.m. to 06:30 p.m.
NALLASOPARA (WEST) - Patankar Park 0250-2406667 • nallasopara.west@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
NASHIK - D'souza Colony 0253-2340456 • nashik@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 04:30 p.m. to 07:00 p.m.
NERUL (EAST) - Sector 21 2771 2472 • nerul.east@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
PALGHAR - Opp. Philia Hospital 02525-250250 • palghar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.
PANVEL - Line Ali 2749 2101 • panvel@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
PAREL - Parmar Guruji Marg 2470 7441 • parel@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
POWAI - Powai Market 2570 5230 • powai@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:30 p.m. to 06:30 p.m.
SANTACRUZ (WEST) - Rizvi Park 2661 4980 • santacruz.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
SHIRDI 02423-257537 • shirdi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:45 p.m. 03:45 p.m. to 06:00 p.m.
SHIVAJI NAGAR-PUNE - Ghole Road 020-2551 1233 • shivajinagar.pune@bharatbank.co.in	Mon to Fri 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
THANE (WEST) - Gokhale Road 2537 6551 • thane@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
VASAI (WEST) - Ambadi Flyover, 0250-2330300 • vasai@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m., Sunday 9 to 12.45
VASHI - Sector 6 2782 4385 • vashi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
VIKROLI (WEST) - Shiv Krupa Industrial Estate 2577 8523 • vikroli.west@bharatbank.co.in	Mon to Sat 09:00 a.m. to 01:30 p.m. 04:00 p.m. to 06:00 p.m.
VILE PARLE (EAST) - Sun City Theatre 2613 6783 • vileparle@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
VILE PARLE (WEST) - Station Road 2611 2111 • vileparle.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
VIRAR (WEST) - Bhaji Galli 0250-2510790 • virar.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
WADALA - Station Road 2412 8864 • wadala.west@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
WORLI - Near Worli Naka 2492 1271 • worli@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.

BRANCHES IN KARNATAKA STATE

BRANCH, CONTACT NUMBER & EMAIL ADDRESS	BANKING HOURS
B. C. ROAD (Bantwal) - Main Road 08255-230176 • bantwal@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:15 p.m. to 05:45 p.m.
BANNERGHATTA EXTN. COUNTER (Bengaluru) 080-2643 0044 • khroad.extn@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
BELAGAVI - Near Goaves Circle 0831-2451575 • belagavi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
HAMPANKATTA (Mangalore) - Near City Centre 0824-2421076 • hampankatta@bharatbank.co.in	Mon to Sat 10:00 a.m. to 04:45 p.m.
HUBBALLI - Satellite Complex 0836-2265151 • hubballi@bharatbank.co.in	Mon to Sat 09:30 a.m. to 02:00 p.m. 04:00 p.m. to 06:00 p.m.
INDIRA NAGAR (Bengaluru) - 11th Main Road 080-2528 1785 • indira.nagar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:00 p.m. to 05:30 p.m.
JAYANAGAR (Bengaluru) - 9th Main Road, 5th Block 080-2244 6030 • jayanagar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
K. H. ROAD (Bengaluru) - Money Terrace 080-2229 1942 • k.h.road@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
KANKANADY (Mangalore) - Near SCS Hospital 0824-428 0111 • kankanady@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:15 p.m. to 05:45 p.m.
KARKALA - Near Manna Gopura 08258-235780 • karkala@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 03:45 p.m. to 05:45 p.m.
KORAMANGALA (Bengaluru) - 8th Main, 4th Block 080-2550 5366 • koramangala@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
KUNDAPURA - Near Bus Stand 08254-234 620 • kundapura@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 03:45 p.m. to 05:45 p.m.
MAGADI ROAD (Bengaluru) - 22nd Cross Road 080-2340 0755 • magadiroad@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
MALLESWARAM (Bengaluru)-10th Cross Sampige Road 080-2334 7755 • malleswaram@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
MOODBIDRI - Veenu Sky Plaza 08258-238700 • moodbidri@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 03:45 p.m. to 05:45 p.m.
MULKY - Near Bus Stand 0824-2294001 • mulky@bharatbank.co.in	Mon to Sat 09:30 a.m. to 01:30 p.m. 03:15 p.m. to 05:45 p.m.
PEENYA (Bengaluru) - Peenya Industrial Estate 080-2839 1995 • peenya@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
PUTTUR (D.K.) - Bolvar 08251-233241 • puttur@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 03:45 p.m. to 05:45 p.m.
SURATKAL (Mangalore) - Next to Natraj Theatre 0824-2477076 • suratkal@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 03:45 p.m. to 05:45 p.m.
UDUPI - Opp. District Court 0820-2525620 • udupi@bharatbank.co.in	Mon to Sat 10:00 a.m. to 04:45 p.m.
UJIRE - Belal Cross 08256-236390 • ujire@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:15 p.m. to 05:45 p.m.

BRANCHES IN GUJARAT STATE

AHMEDABAD - Vastrapur 079-4801 1974 • ahmedabad@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 04:00 p.m. to 06:30 p.m.
ANKLESHWAR - Omkar II, Piraman 9099330933 • anklshwar@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
SURAT - Opp. Varachha Police Station 0261-2546800 • surat@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:15 p.m. to 05:45 p.m.
VADODARA - Alkapuril, Jetalpur Road 0265-2322814 • vadodara@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:00 p.m. 03:30 p.m. to 06:00 p.m.
VAPI - Near Dabhel Check Post 7490011271 • vapi@bharatbank.co.in	Mon to Sat 10:00 a.m. to 02:30 p.m. 04:00 p.m. to 06:00 p.m.

Weekly off on every Sunday, 2nd & 4th Saturday
*Sunday Banking Branches

**MEMBER DATA
UPDATION FORM**



**Bharat Co-operative
Bank (Mumbai) Ltd**
MULTI-STATE SCHEDULED BANK

CIF No. _____

Date: ____/____/____

From:

Member Name: Mr/Ms/Mrs _____

Joint Applicant Name: Mr/Ms/Mrs _____

Member Address: _____

_____ Pin Code _____

To,
The Manager, Share Department,
Bharat Co-operative Bank(Mumbai) Limited,
Marutagiri Building, Sonawala Road,
Goregaon (East), Mumbai - 400 063.

MEMBER

Please affix latest
photo and sign
across the photo

**JOINT
APPLICANT**

Please affix latest
photo and sign
across the photo

Dear Sir/Ma'am,

Subject: Updation of Member/s details.

I/We refer to my/our Membership Number _____, Please update/register my details as submitted below.

1) Email ID _____

2) Mobile No.: _____ **Alternate Mobile No.:** _____

3) Updation of New Address w.e.f. _____ **(address proof to be attached)**

Aadhaar Card Passport Driving License Others (pls specify): _____

_____ PIN CODE: _____

4) Instructions for sending Annual Report:

- Send Physical Annual Report to residential Address.
- Annual Report not required, already receiving it for Membership No. _____.
- Annual Report available in website is sufficient and hence do not send physical copy.
- Send Annual Report to my email ID stated above.

5) Details of Bank Account for crediting Dividend:

Name of the Bank _____ Branch _____

Account Number _____ IFSC Code _____

MICR Code _____

(Please attach cancelled cheque/or Xerox copy of cheque for other bank details)

Yours faithfully,

**Note: Please submit this form at your nearest branch of
Bharat Co-operative Bank (Mumbai) Ltd or send
scan copy to mail ID shares@bharatbank.co.in**

Signature of the Shareholder/s





Chairman of the Bank Shri Jaya C. Suvarna addressing the Shareholders



Shareholders at the 43rd Annual General Meeting held on 5th July, 2019



The Brihanmumbai Nagari Sahakari Banks Association Ltd., Mumbai awarded the Bank 1st prize for the overall performance & Annual Report for the Financial Year 2018-2019



Banking Frontiers (FCBA 2019) has awarded “Best Mobile Banking App” Award & “Best Debit Card Initiative” Award in Large UCB Category.



“Best Bank Award” by The Maharashtra Urban Co-op.Banks’ Federation Ltd., for the Financial Year 2018-2019



Inauguration of New Branch premises at I. C. Colony, Borivli (West)



Inauguration of New Branch premises at Ashok Nagar, Kandivli (East)

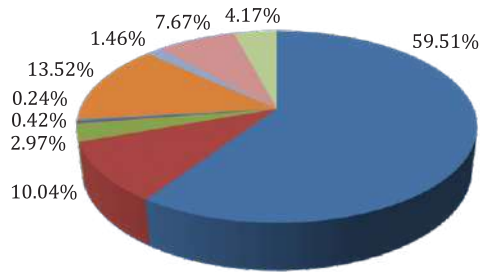


Induction Programme for New Employees



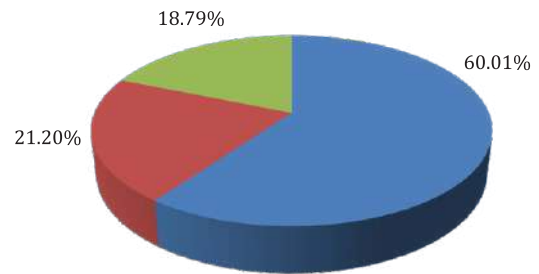
GRAPHICAL PRESENTATION

EXPENDITURE



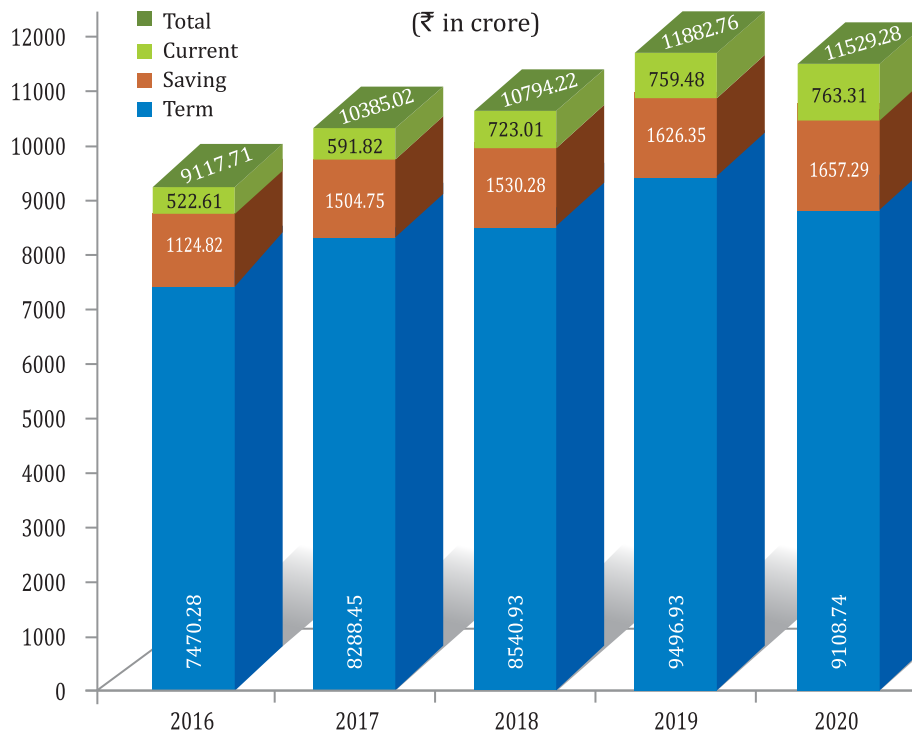
■ Interest on Deposit & Borrowings	59.51%
■ Salary & Allowances	10.04%
■ Rent, Taxes, Insurance & Electricity	2.97%
■ Repair & Maintenance	0.42%
■ Printing, Stationery & Advertising	0.24%
■ Other Expenditure	13.52%
■ Depreciation / Amortisation on Assets	1.46%
■ Provisions	7.67%
■ Net Profit	4.17%

INCOME



■ Interest earned on Loans & Advances	60.01%
■ Interest earned on Investments	21.20%
■ Commission, Exchange, Brokerage & Miscellaneous Receipts	18.79%

DEPOSITS





Late Shri Damodar C. Kunder

Expired on 28th January, 2020

Late Shri Damodar C. Kunder was associated with the Bank as a Director for the period from 5th October, 2013 to 16th November, 2019.

The Board of Directors places on record their sincere appreciation of the selfless and dedicated services rendered by him during his tenure as a Director in the growth and various developmental activities of the Bank.