



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

BALANCE SHEET AS ON 31.03.2019

(Figure in Rs. Thousand)

CAPITAL & LIABILITIES	SCHEDULE	As on 31.03.2019	As on 31.03.2018
CAPITAL	1	6438022	6438022
RESERVES & SURPLUS	2	0	0
DEPOSITS	3	154704220	144403239
BORROWINGS	4	4524286	4812290
OTHER LIABILITIES & PROVISIONS	5	6850137	4981828
TOTAL		<u>172516665</u>	<u>160635379</u>
 ASSETS			
CASH & BANK BALANCE WITH RBI	6	7470720	6528322
BALANCE WITH BANKS & MONEY AT CALL & SHORT NOTICE	7	1684685	2534964
INVESTMENTS	8	92960367	86329035
ADVANCES	9	58198799	56788841
FIXED ASSETS (OTHER)	10	389131	121262
OTHER ASSETS	11	11812963	8332955
TOTAL		<u>172516665</u>	<u>160635379</u>
 CONTINGENT LIABILITIES - GUARANTEE OTHER ITEMS FOR WHICH BANK IS CONTINGENTLY LIABLE	12	146429	131233
		838	26450
		<u>147267</u>	<u>157683</u>
 BILLS FOR COLLECTION		813752	843056

(SUBRATA MISHRA)
 CHAIRMAN

(PRONOBESH BARUA)
 DIRECTOR

(KAMALESH KUMAR)
 DIRECTOR

(MUKTI RANJAN RAY)
 DIRECTOR

(DR. PRASANNA KUMAR BAL)
 DIRECTOR

For B.M. CHATRATH & CO.LLP
 Chartered Accountants

Place: Kolkata
 Date: 13.06.2019



B M CHATRATH & CO LLP
CHARTERED ACCOUNTANTS
 Firm Regn. No. 301011E / E300025

S.K. BASU
 Partner
 Membership No. 054484

S.K. Basu
 PARTNER
 Membership No.054484



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2019

(Figure in Rs. Thousand)

SCHEDULE	For the Period from	
	<u>01.04.2018 to 31.03.2019</u>	<u>01.04.2017 to 31.03.2018</u>
	31.03.2019	31.03.2018
INCOME		
INTEREST EARNED	13 11826096	11138400
OTHER INCOME	14 918540	791167
TOTAL	12744636	11929567
EXPENDITURE		
INTEREST EXPENDED	15 7742201	7832528
OPERATING EXPENSES	16 5644404	3595791
PROVN. & CONTINGENCIES OTHER THAN TAX	2132839	1886802
TOTAL	15519444	13315121
PROFIT BEFORE TAX	-2774808	-1385554
PROVISIONS FOR ARREAR TAX	0	0
PROVN. FOR CURRENT TAX	0	0
PTOVISION FOR DEFERRED TAX LIABILITY	0	0
PROFIT AFTER TAX	-2774808	-1385554
APPROPRIATIONS		
BALANCE CARRIED OVER	-2774808	-1385554
BALANCE CARRIED OVER FROM RESERVE	0	0
BUSINESS LOSS BROUGHT FORWARD	-3094585	-1709031
TOTAL	-3094585	-1709031
TRANSFER TO STATUTORY RESERVE	0	0
INVESTMENT FLUCTUATION RESERVE	0	0
BALANCE CARRIED OVER TO BALANCE SHEET	-5869393	-3094585
TOTAL	-5869393	-3094585

SIGNIFICANT ACCOUNTING POLICIES
AND NOTES ON ACCOUNTS

17

As per our separate report of even date annexed

(SUBRATA MISHRA)
CHAIRMAN

(PRONOBESH BARUA)
DIRECTOR

(KAMALESH KUMAR)
DIRECTOR

(MUKTI RANJAN RAY)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019



B M CHATRATH & CO LLP
CHARTERED ACCOUNTANTS
Firm Regn. No. 301011E / E300025

S. K. BASU
Partner
Membership No. 054484

S.K. Basu
PARTNER

Membership No.054484



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 1 CAPITAL

(Figure in Rs. Thousand) (Figure in Rs. Thousand)

	As on 31.03.2019	As on 31.03.2018
1. AUTHORISED CAPITAL (2000000000 SHARS OF RS.10 EACH)	20000000	20000000
2. ISSUED CAPITAL	6438022	6438022
3. SUBSCRIBED CAPITAL	6438022	6438022
4. CALLED UP CAPITAL	6438022	6438022
5. PAID UP CAPITAL	6438022	6438022
a. 50% GOVT. OF INDIA	3219011	3219011
b. 15% GOVT OF W. BENGAL	965703	965703
c. 35% UNITED BANK OF INDIA	2253308	2253308
6. SHARE CAPITAL DEPOSIT	0	0
a. GOVT. OF INDIA	0	0
b. GOVT OF W. BENGAL	0	0
c. UNITED BANK OF INDIA	0	0
TOTAL	6438022.00	6438022.00

(SUBRATA MISHRA)
CHAIRMAN

(MUKTI RANJAN RAY)
DIRECTOR

(PRNOBESH BARUA)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

(KAMALESH KUMAR)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants



S.K. Basu
PARTNER

Membership No.054484

Place: Kolkata
Date: 13.06.2019






BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 2 RESERVES & SURPLUS

(Figure in Rs. Thousand) (Figure in Rs. Thousand)

	As on 31.03.2019	As on 31.03.2018
1. STATUTORY RESERVES	0	0
2. CAPITAL RESERVES	0	0
3. SHARE PREMIUM	0	0
4. INVESTMENT FLUCTUATION RESERVE	0	0
5. REVENUE & OTHER RESERVE	0	0
6. BALANCE OF PROFIT & LOSS	0	0
TOTAL	0	0


(SUBRATA MISHRA)
CHAIRMAN


(PRNOBESH BARUA)
DIRECTOR


(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019




S.K. Basu
PARTNER
Membership No.054484



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR , MURSHIDABAD, WEST BENGAL


SCHEDULE - 3 DEPOSITS

	(Figure in Rs. Thousand) As on 31.03.2019	(Figure in Rs. Thousand) As on 31.03.2018
A) 1. DEMAND DEPOSIT		
(I) From Banks	0	0
(II) From Others	3636980	3243821
2. SAVINGS BANK DEPOSITS	82841918	76072329
3. TERM DEPOSITS		
(I) From Banks		
(II) From Others	68225322	65087089
TOTAL (1,2,3)	154704220	144403239
B) 1. Deposits of Branches in India	154704220	144403239
2. Deposits of Branches outside India		

SCHEDULE - 4 BORROWINGS


	(Figure in Rs. Thousand) As on 31.03.2019	(Figure in Rs. Thousand) As on 31.03.2018
1. Borrowings in India		
a) R.B.I.	0	0
b) Other Banks	3699975	3342223
c) Other Institution (NABARD)	330511	976267
d) Innovative Perpetual Debt Instrument	493800	493800
2. Borrowings outside India	0	0
TOTAL	4524286	4812290


(SUBRATA MISHRA)
CHAIRMAN


(PRONOBESH BARUA)
DIRECTOR


(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants




S.K. Basu
PARTNER
Membership No.054484

Place: Kolkata
Date: 13.06.2019





BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR , MURSHIDABAD, WEST BENGAL

SCHEDULE - 5 OTHER LIABILITIES & PROVISIONS

	(Figure in Rs. Thousand)	(Figure in Rs. Thousand)
	As on	As on
	31.03.2019	31.03.2018
1. Bills Payable	238969	307091
2. Inter Office Adjustment (Net)	0	0
3. Interest Accrued	1220320	1145760
4. Others (including Provisions)	5390848	3528977
TOTAL	6850137	4981828

SCHEDULE - 6 CASH & BANK BALANCES WITH RBI

	(Figure in Rs. Thousand)	(Figure in Rs. Thousand)
	As on	As on
	31.03.2019	31.03.2018
1. Cash in Hand (including Foreign Currency Note)	899190	905334
2. Balance with R.B.I.		
(a) In Current Account	6571530	5622988
(b) In Other Account		
TOTAL	7470720	6528322

(SUBRATA MISHRA)
CHAIRMAN

(PRONOBESH BARUA)
DIRECTOR

(KMALESH KUMAR)
DIRECTOR

(MUKTI RANJAN RAY)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019



S.K. Basu
PARTNER
Membership No.054484




BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR , MURSHIDABAD, WEST BENGAL

SCHEDULE - 7 BALANCE WITH BANK & MONEY AT CALL & SHORT NOTICE

(Figure in Rs. Thousand) (Figure in Rs. Thousand)


	As on 31.03.2019	As on 31.03.2018
1. IN INDIA		
(I) Balance with Bank -		
a) In Current Account	1684685	2534964
b) In Other Deposit Accounts	0	0
(II) Money at Call & Short Notice		
a) With Banks	0	0
b) With other Institutions	0	0
TOTAL	1684685	2534964
2. OUTSIDE INDIA		
(I) In Current Account	NIL	NIL
(II) In Other Deposit Accounts	NIL	NIL
(III) Money at Call and Short Notice	NIL	NIL
GRAND TOTAL	1684685	2534964


(SUBRATA MISHRA)
CHAIRMAN


(PRONOBESH BARUA)
DIRECTOR



(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants




S.K. Basu
PARTNER
Membership No.054484

Place: Kolkata
Date: 13.06.2019






BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 8 INVESTMENTS

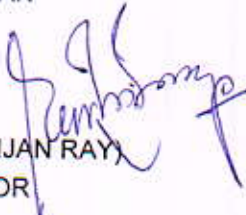
(Figure in Rs. Thousand) (Figure in Rs. Thousand)

	As on 31.03.2019	As on 31.03.2018
1. INVESTMENTS IN INDIA		
(i) Government Securities	64943852	55898868
(ii) Other Approved Securities	0	0
(iii) Shares	2525	2525
(iv) Debentures and Bonds	15252944	15782227
(v) Others	12761046	14645415
TOTAL	92960367	86329035
2. INVESTMENTS OUTSIDE INDIA		
(i) Govt. Securities (Including Local Authorities)	NIL	NIL
(ii) Subsidiaries and/or Joint Ventures	NIL	NIL
(iii) Other Investments	NIL	NIL
TOTAL	NIL	NIL
GRAND TOTAL (1,2)	92960367	86329035


(SUBRATA MISHRA)
CHAIRMAN


(PRONOBESH BARUA)
DIRECTOR


(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019




S.K. Basu
PARTNER
Membership No.054484




BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE, BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 9 ADVANCE

	(Figure in Rs. Thousand) As on 31.03.2019	(Figure in Rs. Thousand) As on 31.03.2018
1. (i) Bills Purchased & Discounted	0	0
(ii) Cash Credit, Overdrafts and Loans Repayable on Demand	38925973	35630148
(iii) Term Loans	19272826	21158693
TOTAL	58198799	56788841
2. (i) Secured by Tangible Assets	54245323	52744289
(ii) Covered by Bank/Govt. Guarantees		0
(iii) Unsecured	3953476	4044552
TOTAL	58198799	56788841
3. Advances in India		
(i) Priority Sector	51769216	53248200
(ii) Public Sector	31140	192499
(iii) Banks	0	
(iv) Others	0	0
4. Advances Outside India	NIL	NIL


(SUBRATA MISHRA)
CHAIRMAN


(PRNOBESH BARUA)
DIRECTOR


(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants




S.K. Basu
PARTNER
Membership No.054484

Place: Kolkata
Date: 13.06.2019






BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 10 FIXED ASSETS


(Figure in Rs. Thousand) (Figure in Rs. Thousand)

	As on 31.03.2019	As on 31.03.2018
1. Premises		
At cost as on 31.3.2017 of the Preceeding Year	0	0
Addition during the year	0	0
Deduction during the year	0	0
Depreciation as on	0	0
2. Other Fixed Assets (including Furniture and Fixture)		
At cost as on 31.03.17 of preceeding year	711841	684892
Addition during the year	364139	26949
Deduction during the year	162	0
Depreciation to date	686687	590579
TOTAL (1,2)	389131	121262


(SUBRATA MISHRA)
CHAIRMAN


(PRONOBESH BARUA)
DIRECTOR


(KAMALESH KUMAR)
DIRECTOR


(MUKTI RANJAN RAY)
DIRECTOR


(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019




S.K. Basu
PARTNER
Membership No.054484



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE, BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL


SCHEDULE -11 OTHER ASSETS

	(Figure in Rs. Thousand)	(Figure in Rs. Thousand)
	As on	As on
	31.03.2019	31.03.2018
1. Inter Office Adjustment (Net)	2242	5976
2. Interest Accrued	2493574	2129254
3. Tax paid in advance/Tax deducted at source	833962	825213
4. Stationeries and Stamps	16124	15071
5. Non-Banking Assets acquired in satisfaction of claim	0	0
6. Others	8467061	5357441
TOTAL	11812963	8332955
Profit & Loss during the year (PROFIT)	-2774808	-1385554
Accumulated Loss upto 31.3.2017	-3094585	1709031
Balance carried over from Reserve	0	0
Accumulated Loss Carried Over to Balance Sheet	-5869393	3094585


SCHEDULE -12 CONTINGENT LIABILITIES


	(Figure in Rs. Thousand)	(Figure in Rs. Thousand)
	As on	As on
	31.03.2019	31.03.2018
1. Claims against the Bank not acknowledged as debt	0	0
2. Liability for partly paid Investment	0	0
3. Liability on account of outstanding Forward Exchange Contract	0	0
4. Guarantee given on behalf of constituents		
a) In India	146429	131233
b) Outside india	0	0
5. Acceptances, Endorsements and other obligations		
6. Other items for which Bank is contingently Liable	838	26450
TOTAL	147267	157683


 (SUBRATA MISHRA)
 CHAIRMAN


 (PRONOBESH BARUA)
 DIRECTOR



 (KAMALESH KUMAR)
 DIRECTOR


 (MUKTI RANJAN RAY)
 DIRECTOR


 (DR. PRASANNA KUMAR BAL)
 DIRECTOR

For B.M. CHATRATH & CO.LLP
 Chartered Accountants




 S.K. Basu
 PARTNER
 Membership No.054484

Place: Kolkata
 Date: 13.06.2019





BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 13 INTEREST EARNED

	(Figure in Rs. Thousand) For the Period from <u>01.04.2018 to 31.03.2019</u>	(Figure in Rs. Thousand) For the Period from <u>01.04.2017 to 31.03.2018</u>
1. Interest / Discount on Advances/Bill	5024100	4833857
2. Income on Investments	6042898	5137274
3. Interest on balance with RBI and other Inter-Bank Funds	602292	977594
4. Others	156806	189675
TOTAL	11826096	11138400

SCHEDULE - 14 OTHER INCOME

	(Figure in Rs. Thousand) For the Period from <u>01.04.2018 to 31.03.2019</u>	(Figure in Rs. Thousand) For the Period from <u>01.04.2017 to 31.03.2018</u>
1. Commission, Exchange & Brokerage	95553	61821
2. Profit on sale of Investments	368320	324622
Less: Loss on sale of Investments	0	0
3. Profit on Revaluation of Investments	0	0
Less: Loss on Revaluation of Investments	0	0
4. Profit on sale of Land, Building & Other Assets	0	0
Less: Loss on sale of Land, Building & Other Assets	0	0
5. Profit on exchange Transactions	0	0
Less: Loss on Exchange Transactions	0	0
6. Income earned by way of Dividends etc. from Subsidiaries / Companies & Joint Ventures abroad/in India	0	0
7. Miscellaneous Income	454667	404724
TOTAL	918540	791167

(SUBRATA MISHRA)
CHAIRMAN

(MUKTI RANJAN RAY)
DIRECTOR

(PRONOBESH BARUA)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

(KAMALESH KUMAR)
DIRECTOR

For B.M. CHATRATH & CO.LLP
Chartered Accountants

Place: Kolkata
Date: 13.06.2019



S.K. Basu
PARTNER
Membership No.054484



BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE : BERHAMPORE
NH-34, CHUAPUR, MURSHIDABAD, WEST BENGAL

SCHEDULE - 15 INTEREST EXPENDED

	(Figure in Rs. Thousand) For the Period from <u>01.04.2018 to 31.03.2019</u>	(Figure in Rs. Thousand) For the Period from <u>01.04.2017 to 31.03.2018</u>
1. Interest on Deposits	7619478	7663097
2. Interest on Borrowings from NABARD	122723	169431
4. Others	0	0
TOTAL	7742201	7832528

SCHEDULE - 16 OPERATING EXPENSES

	(Figure in Rs. Thousand) For the Period from <u>01.04.2018 to 31.03.2019</u>	(Figure in Rs. Thousand) For the Period from <u>01.04.2017 to 31.03.2018</u>
1. Payment to and Provisions for Employees	4709802	2734825
2. Rent, Taxes and Lighting	170597	214865
3. Printing & Stationery	23527	26479
4. Advertisement and Publicity	763	102
5. Depreciation on Banks Property	96109	38638
6. Directors Fee, Allowances & Expenses	0	0
7. Auditor's Fee, Allowances & Expenses (including Br. Auditors Fees & Expenses)	15171	9043
8. Law Charges	0	0
9. Postage, Telegram & Telephone etc.	3470	3425
10. Repairs & Maintenance	5944	16926
11. Insurance	1339	1491
12. Other Expenditure	165796	134754
	451886	415244
	5644404	3595791

(SUBRATA MISHRA)
CHAIRMAN

(PRONOBESH BARUA)
DIRECTOR

(KMALESH KUMAR)
DIRECTOR

(MUKTI RANJAN RAY)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

For B.M. CHATRATH & CO. LLP
Chartered Accountants



S.K. Basu
PARTNER
Membership No.054484

Place: Kolkata
Date: 13.06.2019



BANGIYA GRAMIN VIKASH BANK
Schedule - 17

**Notes on Accounts to the Balance Sheet as on 31.03.2019 and
Profit and Loss Account for the Year 2018-19**

A. Significant Accounting Policies

1. General

The accompanying financial statements are prepared on historical cost basis, except as otherwise stated, following the Going Concern concept and conform to the generally accepted accounting practices in India, applicable statutory provisions, regulatory norms prescribed by the Reserve Bank of India (RBI), directives of National Bank for Agriculture and Rural Development (NABARD), applicable mandatory Accounting Standards (AS) notified under the Companies (Accounting Standards) Rules 2006 and Pronouncements issued by the Institute of Chartered Accountants of India (ICAI) and prevailing practices in Banking industry.

2. Recognition of Income and Expenditure

- 2.1. The Revenues and Expenses are accounted for on accrual basis unless otherwise stated.
- 2.2. Income on Standard Assets is recognized on accrual basis. Income on non-performing assets is derecognized unless and until the NPA accounts are upgraded to standard assets. The amount realized in NPA accounts are first adjusted with principal amount and thereafter towards unrealized interest.
- 2.3. Income accounted for in the previous year in respect of advances, classified as NPAs in the current year, is reversed or provided for, to the extent unrealized.
- 2.4. Commission (except on Government transaction), exchange, brokerage, insurance claim and locker rents are accounted for on cash basis.
- 2.5. Interest on matured term deposit is provided for on renewal.
- 2.6. In respect of proposals involving compromise settlement of dues, accounting for write off, if any, is done on realization of settled dues.
- 2.7. In respect of accounts already written off, recoveries made in the accounts are directly taken to the credit of Profit & Loss account.

3. Investment

- 3.1 The investments in Balance Sheet for disclosure are classified in Schedule -8 as i) Government Securities ii) Other approved securities iii) Shares iv) Debentures and Bonds v) Others
- 3.2 The entire investment portfolio of the Bank (including SLR securities and Non SLR securities), in accordance with Reserve Bank of India guidelines, are categorized as i) Held to Maturity ii) Available for sale iii) Held for Trading. The securities acquired by the Bank with the intention to hold them upto maturity are classified under "Held to Maturity". The securities acquired by the Bank with the intention to trade by taking advantage of the short term price/interest rate movements are classified under 'Held for Trading' Category. The securities which do not fall within the above two categories are classified under 'Available for Sale' category. The above categorization is done at the time of acquisition of securities.
- 3.3 In respect of securities included in any of the above categories where interest/principal is in arrears for more than 90 days, income is not recognized as per prudential norms.



- 3.4 The valuation of investment is done in accordance with the guidelines prescribed by Reserve Bank of India as under.
- Investments under 'Held to Maturity' category are carried at cost and premium on acquisition is amortized over the remaining period of maturity of the security.
 - Investment under 'Available for sale' & 'Held for Trading' category is marked to market and is valued at quarterly intervals. Based on the above valuation if net result is appreciation, the same is ignored. If the net result is depreciation, it is charged to Profit & Loss Account and individual scrips are carried at Book Value.
- 3.5 Profit/Loss on sale of Investment (under 'Held to maturity' category) is recognized in Profit & Loss Account. Profit/Loss on sale of other Investments is taken to revenue account.
- 3.6 Brokerage/Commission received on subscription is credited to Profit/Loss account.
- 3.7 Broken period interest is taken to revenue account.
- 3.8 Investments are subject to appropriate provisioning / de-recognition of Income, in line with the prudential norms of Reserve Bank of India for NPI Classification. The depreciation/provision in respect of non-performing securities is not set off against the appreciation in respect of the other performing securities.

4 Loans & Advances

- 4.1 Loans & Advances are classified as standard and non performing assets account-wise and provision thereof is made in conformity with the prudential norms prescribed by RBI/NABARD. Non-performing assets are further classified into Sub-standard, Doubtful and Loss assets. Rate of Provisions are as under:

a. Standard assets	
Agril & MSME	- @ 0.25%
Commercial Real Estate	- @ 1.00%
Other Assets	- @ 0.40%
b. Substandard assets	
Secured portion	- @10.00%
Unsecured ab initio	- @20.00%
c. Doubtful assets	
Secured portion	
D1 (upto 1 year)	- @20.00%
D2 (1year to 3 years)	- @30.00%
D3 (more than 3 years)	- @100.00%
Unsecured portion	- @100.00%
d. Loss assets	- @100.00%

Loans and Advances are shown in the Balance sheet net of provision on NPA. The provision on standard assets is shown under 'Other Liabilities and Provision' against schedule -5 in the Balance Sheet. Further, amount of Inter Bank Participation Certificate (IBPC) (with risk) issued by the Bank during the year under report, has been deducted from the Gross Advance. Similarly the amount of IBPC (With risk) purchased by the Bank during the year under report has been added to the Gross Advance.

- 4.2 Restructuring of Advances is made as per RBI guidelines.



5. Fixed Assets and Depreciation

FIXED ASSETS & DEPRECIATION

5.i Fixed Assets are stated at historical cost, net of accumulated depreciation. The cost comprises purchase price less trade discounts and rebates, net of grant assistance received from NABARD. Subsequent expenditure incurred on assets put to use is capitalized only when it increases the future benefits from such assets or their functional capability.

5. ii. Application Software is capitalized as intangible assets.

5. iii Depreciation on Fixed Assets is provided for on the written down value method at the rates considered appropriate by the management as under:

SL.No.	Items of Fixed assets	Rate of depreciation (p. a)
1	Furniture including Cash Safe	19%
2	Locker	10%
3	Electric fittings	14%
4	Motor Car/Van	26%
5	Cycle	20%
6	Office machineries(excluding computers)	14%
7	Temporary Construction in hired house/Guard wall	10%
8	Computers (on straight line method)	33.33%
9	Solar Equipment	80%

5. iv. Depreciation on computers and software is provided at 33.33% on straight-line method.

5. v. Depreciation on additions to assets made on prorata basis

5. vi. No depreciation is provided on assets sold / disposed off during the year.

5. vii. For furniture and other office equipment acquired during the year with purchase price below Rs. 5000/- and Library Books acquired during the year at cost upto Rs.1000/ per item, depreciation is provided @ 100%.

6. Retirement benefit.

6.1. The Bank is having arrangement under LIC's Group Gratuity Scheme to take care of its future liability on account of gratuity on retirement of Officers and employees and contribution to gratuity fund is made on the basis of actuarial valuation.

6.2. In terms of letter from NABARD vide their reference No.NB.IDD/344/316 (Pension) 2018-19 dated 23rd October, 2018, the Bank has adopted "Bangiya Gramin Vikash Bank (Employess) Pension Regulations, 2018" w.e.f 31.10.2018. The pension liability of the Bank based on actuarial valuation has been decided to be amortized over five (5) years starting from the Financial Year 2018-19.

6.3. Leave encashment liability is taken on cash basis.

7. Human Resource Development

All expenses incurred relating to training are charged to Revenue in the year in which incurred.



8. Provision for Current and Deferred Tax:

- 8.1. Provision for Current Tax is made on the basis of estimated taxable income for the current accounting year and in accordance with the applicable tax rate and laws, judicial pronouncements and legal opinions. No provision for Tax has been made for the current accounting year 2018-19 as the Bank has posted Net Loss during the same period under report.

Notes on Accounts

1. CAPITAL:

In view of the RRB (Amendment Act) 2015 and in compliance with the direction received from NABARD vide their letter bearing no NB.IDD.RRCBD/1637/316 (Gen) 2015-16 dated 30.03.2016, the entire amount of Rs 63880.22 lakh lying with Share Capital Deposit was converted into Share Capital Account in the FY 2015-16, which stands at Rs 64380.22 lakh as on 31.03.2019.

Particulars	(Amount in lakh)	
	Current Year	Previous Year
i) CRAR %	1.91	7.02
i) Tier-I Capital (%)	0.96	5.90
ii) Tier-II Capital (%)	0.95	1.12

2. INVESTMENT:

Particulars	(Amount in lakh)	
	Current Year	Previous Year
1. Value of Investments		
i. Gross Value of Investments		
a. In India	929604	863290
b. Outside India	929604	863290
ii. Provision for Depreciation		
a. In India	14.56	14.56
b. Outside India		
iii. Net value of Investments		
a. In India	929589.12	863275.44
b. Outside India	929589.12	863275.44
2. Movement of Provisions held towards depreciation on Investments.		
i. Opening Balance	14.56	14.56
ii. Add Provisions made during the year	0	0
iii. Less write off/write back of excess provisions during the year.		
	0	0
iv. Closing Balance	14.56	14.56

3. **Repo Transactions:** The Bank has not entered into any repo transaction during the year under report.



4. Non SLR Investment Portfolio:

i) Issuer composition of Non SLR investments (Bonds)

(Amount in Rs lakh)

No	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1	2	3	4	5	6	7
(i)	PSUs	130079.94	130079.94	0	0	0
(ii)	FIs			0	0	0
(iii)	Banks	119662.25	2551.78	0	0	0
(iv)	Private Corporate	30467.21	27873.70	0	0	0
(v)	Subsidiaries/ Joint Ventures	0	0	0	0	0
(vi)	Others	0	0	0	0	0
(vii)	Provision held towards depreciation	14.56	14.56	0	0	0
	Total *	280195	160491	0	0	0

ii) Non Performing Non SLR Investment:

(Amount in lakh)

Particulars	
Opening Balance	0
Additions during the year from 1 st April	0
Reduction during the above Period	0
Closing Balance	0
Total Provision held	0

5. Derivative: The Bank has not entered into any transaction in derivative market.

6. Asset Quality:

Non Performing Assets: (Amount in Lakh)

Particulars	Current Year	Previous Year
(i) Net NPA to Net Advance	15.04	14.39
(ii) Movement of NPAs (Gross)		
(a) Opening balance	114937	93040
(b) Additions during the year	89130	71388
(c) Reductions during the year	66933	49491
(d) Closing balance	137134	114937
(iii) Movement of Net NPAs		
(a) Opening balance	81710	59933
(b) Additions during the year	42036	46193
(c) Reductions during the year	36200	24416
(d) Closing balance	87546	81710
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	33227	33107
(b) Utilised towards Bad & Doubtful debts	4814	17876
(c) Provisions credited during the year	21175	17996
(d) Write-off/ write-back of excess provisions	0	0
(e) Closing balance	49588	33227



7. Particulars of Assets Restructured:

		(Amount in lakh)		
		CDR Mechanism	SME Debt Restructuring	Others
Standard Advances	No. of Borrowers	Nil	Nil	Nil
	Amount outstanding			Nil
	Sacrifice (diminution in the fair value)	Nil	Nil	Nil
Restructured	No. of Borrowers	Nil	Nil	Nil
	Amount outstanding	Nil	Nil	Nil
	Sacrifice (diminution in the fair value)	Nil	Nil	Nil
Sub-Standard Advances Restructured	No. of Borrowers	Nil	Nil	Nil
	Amount outstanding	Nil	Nil	Nil
	Sacrifice (diminution in the fair value)	Nil	Nil	Nil
Doubtful Advances Restructured	No. of Borrowers	Nil	Nil	Nil
	Amount outstanding	Nil	Nil	Nil
	Sacrifice (diminution in the fair value)	Nil	Nil	Nil
Total	No. of Borrowers	Nil	Nil	Nil
	Amount outstanding	Nil	Nil	Nil
	Sacrifice (diminution in the fair value)	Nil	Nil	Nil

8. Details of Financial Assets sold to Securitization /Reconstruction Company for Asset Reconstruction:

During the period under audit, the Bank has not sold any financial assets to Securitization /Reconstruction Company for Asset Reconstruction.

9. Details of non-performing financial assets purchased/sold

During the period under audit, the Bank has not purchased/ sold any non performing assets from /to any Bank.

10. Provisions towards Standard Assets:

(Amount in lakh)		
Particulars	Current Year	Previous Year
Provisions towards Standard Assets	1384.44	1383.62

11. Business Ratios:

Particulars	Current Year	Previous Year
(i) Interest Income as a percentage to Working Funds	7.71	7.65
(ii) Non-interest income as a percentage to Working Funds	0.60	0.54
(iii) Operating Profit as a percentage to Working Funds	-0.42	0.34
(iv) PBT as percentage of average total Assets	-1.81	-0.95



12. Exposures - Exposure to Real Estate Sector

(Rs. in Lakh)			
Sr	Category	Current Year	Previous Year
a	Direct exposure		
	Residential Mortgages		
(i)	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented (individual housing loan upto Rs.20 lakh may be shown separately)	50828	57099
	Commercial Real Estate		
(ii)	Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits ;	500	570
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures		
	a. Residential	Nil	Nil
	b. Commercial Real Estate	Nil	Nil
b	Indirect Exposure	Nil	Nil
	Fund-based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	Nil	Nil

13. Details of Single Borrower Limit (SGL) Group Borrower Limit (GBL) exceeded by the Bank.

During the period under audit, the Bank has not exceeded the prudential exposure limit both in respect of Loans & Advances and Investments.

14. Unsecured Advances:

An amount of Rs 39534.76 lakh stands as outstanding in respect of Unsecured Advance of the Bank as on 31.03.2019.

15. Amount of Provisions made for Income Tax during year (Amount in lakh)

Particulars	Current Year	Previous Year
Provision for Income Tax	0.00	0.00

16. Disclosure of Penalties imposed by RBI:

No penalty has been imposed by RBI/Other regulators during the period under report.

17. Accounting Standard 5. (Net Profit or Loss for the period, prior period items and changes in accounting policies)

There have been no prior period items with material impact included in the Current year's Profit & Loss Account. .

18. Accounting Standard 15 – Employee Benefits

18.1 AS-15

The bank is having arrangement with LIC under LIC's Group Gratuity Scheme to take care of its future liabilities on account of gratuity on retirement of employees and contribution to gratuity fund is made on the basis of actual retirement.



18.2 The entire Gratuity Liability assessed through actuarial valuation has been provided to the tune of Rs 52.32 crore during the current financial year 2018-19 in addition to Rs.10.02 crore being interest earned on sinking fund with LIC earmarked for the purpose during the year 2018-19 reinvested.

18.3 In terms of letter from NABARD vide their reference No.NB.IDD/344/316 (Pension) 2018-19 dated 23rd October, 2018, the Bank has adopted "Bangiya Gramin Vikash Bank (Employess) Pension Regulations, 2018" w.e.f 31.10.2018. The pension liability of the Bank based on actuarial valuation has been decided to be amortized over five (5) years starting from the Financial Year 2018-19. An amount of Rs 179.68 crore has been provided towards provision for pension liability for the current financial year 2018-19.

18.4 The liability for leave encashment has been provided for on cash basis.

19. Accounting Standard 17 – Segment Reporting

The Banks operations are classified into two primary business segments viz. Treasury operations and Banking Operations. The relevant information is given hereunder:

(Rs in lakh)

Business Segments	Treasury		Retail Banking		Other Banking Operations		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Result	4359.56	3914.00	-30341.41	-16335.97	85.77	5.42	-25896.08	-12416.55
Unallocated expenses							-1852	-1438.99
Operating profit							-27748.08	-13855.54
Income taxes							0	0
Extraordinary profit/ loss								
Net profit							-27748.08	-13855.54
Other information:								
Segment assets	929604	863290	581988	567888	0	0	1511592	1431178
Unallocated assets							213575	175176
Total assets							1725167	1606354
Segment liabilities	929604	863290	581988	567888	0	0	1511592	1431178
Unallocated liabilities							213575	175176
Total liabilities							1725267	1606354

20. Accounting Standard 18 – Related Party Disclosures

- a. Name of the related party and their relationship with bank
United Bank of India: Sponsor Bank



- b. Key Managerial Personnel (Employees of United Bank of India on deputation to the bank) and their remuneration drawn from the Bank during the year under report.

Name	Designation	Remuneration (Rs in lakh)
Mr Subrata Mishra	Chairman	14.85
Mr Iftikhar Ahmed	General Manager	14.01
Mr Gurupada Malick	General Manager	14.36

21. Accounting Standard 22 – Accounting for Taxes on Income

Taxes on income are assessed in terms of the provisions under Income Tax Act 1962. During the year under audit, the tax on income to be provided for has been assessed at Rs.Nil.

22. Accounting Standard 25 – Interim Financial Reporting

The Bank has not carried out half yearly review exercise under AS 25 during the current year despite being advised by the NABARD through their Master Circular No. 86/DOS-19/2009 dated 16.06.2009.

23. Contingent Liabilities:

- The outstanding Bank Guarantee stands at Rs 1464.29 lakh as on 31.03.2019.
- The status of Income Tax Cases pertaining to the Bank and its earlier constituents is furnished as an annexure to this note.

24. Additional Disclosure

a. Provisions and Contingencies

ANNEXURE-VI

SL NO	Particulars	As On 31.03.2019	As on 31.03.2018
1	Provision for unreconciled Bank Account	0	5408
2	Provision for Suspense Account	0	112
3	Provision for Gen Act	0	5716
4	Provision for Bad & Doubtful Advance	2117469	1808105
5	Provision for Standard Asset	15370	-5111
6	Provision for Dr balance in SB/CD A/cs	0	0.00
7	Provision for Depreciation in Investment	0	441
8	Provision for Adhoc Salary	0	9494
9	Provision for Leave Encashment	0	20000
10	Commission Receivable	0	4442
11	Temporary Advance	0	2239
13	LOCR	0	295
14	CGTMSE	0	1047
15	Clg Cheque/ECS Return	0	2585
16	OCC in Transit	0	2777
17	Teachers Salary Receivable	0	1902
18	Turnover Commission Receivable	0	1060
19	Fees Receivable	0	14
20	MM Receivable	0	903
21	Fund Receivable	0	373
22	Provision for Arrear Tax	0	25000
		2132839	1886802



a. Disclosure of Complaints

SL No	Particulars	
(a)	No of complains pending at the beginning	13
(b)	No of complains during the year	80
(c)	No of complains redressed during the year	78
(d)	No of complains pending at the end	15

Awards passed by Banking Ombudsman

SL No	Particulars	
(a)	No. of unimplemented Awards at the beginning of the year	0
(b)	No. of Awards passed by the Banking Ombudsmen during the year	0
(c)	No. of Awards implemented during the year	0
(d)	No. of unimplemented Awards at the end of the year	0

a. Disclosure of Letters of Comfort (LOCs) issued by the Bank.

The Bank, during the period under audit, has not issued any Letter of Comfort (LOCs).

b. Provisioning Coverage Ratio (PCR): 36 as on 31.03.2019.

c. Concentration of Deposit.

	(Amount in lakh)
Total Deposits of twenty largest depositors	1539.34
Percentage of Deposits of twenty largest depositors to Total Deposits of the bank	0.10

d. Concentration of Advances

	(Amount in lakh)
Total advance of twenty largest borrowers	8584.10
Percentage of Advances to twenty largest borrowers to Total Advance of the bank	1.36

e. Concentration of Exposures:

	(Amount in lakh)
Total exposures of twenty largest borrowers /Customers	8584.10
Percentage of exposures to twenty largest borrowers/customers to Total Advance of the bank	1.36

f. Concentration of NPAs

Total NPAs of twenty largest borrowers /Customers	9184.27
Percentage of NPAs to twenty largest borrowers/customers to NPAs of the bank	6.70



g. Sector-wise NPAs

Sl No	Sector	Percentage of NPAs to Total Advances in that sector
1	Agriculture & allied activities	12.73
2	Industry (Micro & small, Medium and Large)	45.62
3	Services	44.12
4	Other Priority Sector	4.57
5	Non-Priority Sector	11.23

h. Movement of NPAs

Particulars	(Amount in Rs. lakh)
Gross NPAs* as on 1 st April of 2018 (Opening Balance)	114937
Additions (Fresh NPAs) during the year	89130
Sub-total (A)	
Less:-	
(i) Up-gradations	22409
(ii) Recoveries (excluding recoveries made from upgraded accounts)	39710
(iii) Write-offs	4814
Sub-total (B)	66933
Gross NPAs as on 31 st March 2019 year (closing balance) (A-B)	137134

25. Reconciliation of Inter Branch Transactions is underway and elimination of outstanding entries is in process. The accounts with other Banks/institutions are reconciled.

26. The Bank floated Inter Bank Participation Certificate (IBPC) on risk sharing basis for Rs 91200.00 lakh against its underlying assets representing Priority Sector Advances, which was subscribed to by United Bank of India. On the other hand the Bank also participated in back to back Inter Bank Participation Certificate floated by United Bank of India against the underlying assets representing their Non Priority Sector Advances.

27. Structural Liquidity Position of the Bank as on 31.03.2019 is summarised below:

Particulars	1 to 14 days	15 to 28 days	29 days to 3 months	Over 3 months upto 6 months	Over 6 months upto 1 year	Over 1 year upto 3 years	Over 3 years upto 5 years	Over 5 years	Total
3. Deposits	140297	12911	53996	75466	146671	903211	78342	136149	1547042
4. Borrowings	36999	0	0	0	0	3305	0	4938	45242
Investments	157880	0	3014	17784	19014	38832	122457	570623	929604
Advances	79613	1621	5988	8136	23012	332548	71215	109445	631578
Foreign currency assets	0	0	0	0	0	0	0	0	0
Foreign currency liabilities	0	0	0	0	0	0	0	0	0



29. Income Tax disputes for which Bank is contingently liable are given hereunder:-

NAME	Asstt. year	SECTION	Circle	Addition/ Disallowance	C.I.T.(A)	I.T.A.T. (Kolkata)	Disallowance
Bangiya Gramin Vikash Bank	2007-08	143(3)/147 Dt.31.12.2007	DCIT, Murshid abad	Returned Loss : Rs.22,65,00,000/- Assessed Loss : Rs.20,13,86,800/- Disallowed : Rs.2,51,13,200/- (Adjusted with carried forward loss, demand : Nil)	470/CIT(A)-XXXVI/ 2010-11/Kol. Dt.28.01.2011 (Now 211/ CIT(A)-12/2014-15/Kol)	-	Rs.251,13,200/- Provision for fraud : 152,02,200/- Gratuity Provision not paid : 99,00,000/- Contingencies : 6000/- Penalty : 5000/-
Bangiya Gramin Vikash Bank	2008-09	143(3) Dt.31.12.2007	DCIT, Murshid abad	Returned Income : Rs.7,42,49,000/- Assessed Income : Rs.7,61,27,000/- Disallowed : Rs.18,78,000/- (Adjusted with carried forward loss, demand : Nil)	471/CIT(A)-XXXVI/ 2010-11/Kol. Dt. 28.01.2011 (Now 212/ CIT(A)-12/2014-15/Kol)	-	Rs.18,78,000/- Provision for fraud : 800,000/- Provision for dacoity : 200,000/- Penalty not allowable : 49,000/- Contingency : 4,000/- FBT : 384,000/-
Gour Gramin Bank (One of the constituents of Bangiya Gramin Vikash Bank)	2007-08	143(3)/144 /145 Dt.29.12.2009	DCIT, Murshid abad	Returned Loss : Rs.90,09,20,131/- Assessed Loss : Rs.41,39,35,040/- Disallowed : Rs.48,69,85,094/- (Adjusted with carried forward loss, demand : Nil)	940/CIT(A)-XXXVI/Kol/09-10 dt. 29.01.2010 (Now 552/ CIT(A)-12/2014-15/Kol)		48,69,85,094 Provision for gratuity : 661,02,746.70 Provision for Amortization : 3,74,55,645.94 Provision for bad & doubtful debt : 38,34,26,702.07



Sagar Gramin Bank (One of the constituents of Bangiya Gramin Vikash Bank)	2007-08	143(3)/144 /145 Dt.29.12.20 09	DCIT, Murshid abad	Returned Income : NIL Net Profit: (Loss) 12,31,45,863/- Assessed Loss : Rs.9,79,69,715/- Disallowed : Rs.2,51,76,148/-	935/CIT(A)- XXXVI/Kol/09- 10 dt. 29.01.2010 (Now 558/ CIT(A)-12/2014- 15/Kol)	Provision for ineligible deduction Rs.2,51,76,148/- Rs.33,32,30,668/- treated as concealed income.
Bangiya Gramin Vikash Bank	2017-18	143(1) dt. 21.03.2019	CPC, Bangalore	Returned Income : Rs.176,01,884/- Assessed Income: Rs.10, 98,45,778/- Addition : LTCG Rs.636,97,700/- Disallowance : Interest on Tax Free Bond : Rs.285,46,192/-	CIT(A)-12 filed on 10.05.2019	Not adjusting LTCG as per P & L a/c. Rs.636, 97,700/- considered income from capital gain. Not allowing Interest on tax free bond of Rs.285,46,192/- which is exempted income.

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

(SUBRATA MISHRA)
CHAIRMAN

(PRANOESH BARUA)
DIRECTOR

(KAMALESH KUMAR)
DIRECTOR

(MUKTI RANJAN RAY)
DIRECTOR

(DR. PRASANNA KUMAR BAL)
DIRECTOR

Place: Kolkata
Date: 13.06.2019



For B.M. CHATRATH & CO., LLP
Chartered Accountants

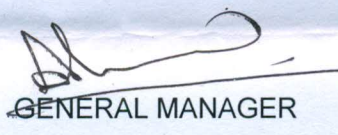
S.K. BASU
PARTNER
M. NO.054484

**BANGIYA GRAMIN VIKASH BANK
HEAD OFFICE**

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

CASH FLOW FROM FINANCING ACTIVITIES	2018-19	2017-18
A. CASH FLOW FROM OPERATING ACTIVITIES	-2678699	-1346916
Profit for the Year	-2774808	-1385554
Adjustment for Depreciation	96109	38638
[Increase / (Decrease) in Liabilities]	11881286	11714742
Deposits	10300981	10086150
Borrowings	-288004	706329
Other Liabilities	1868309	922263
[Decrease/ (Increase) in Assets]	-8746490	-8685287
Investments	-6631332	-6211808.00
Advance	-1409958	-2706002
Other Assets	-705200	232523
Net Cash from Operating Activities	456097	1682539
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-364140	26949
Fixed Assets disposed off	162	0
Net Cash Flow from Investing Activities	-363978	26949
C. CASH FLOW FROM FINANCING ACTIVITIES	0	0
Proceeds of Share Capital Deposits	0	0
Net Cash Flow from Financing Activities	0	0
Net Change in Cash or Cash Equivalent	92119	1655590
D. CASH OR CASH EQUIVALENT AT THE BEGINING OF THE YEAR	9063286	7407696
Cash and Bank Balance with RBI	6528322	6064745
Balance with Bank and Money at Call or Short Notice	2534964	1342951
E. CASH OR CASH EQUIVALENT AT THE END OF THE YEAR	9155405	9063286
Cash and Bank Balance with RBI	7470720	6528322
Balance with Bank and Money at Call or Short Notice	1684685	2534964

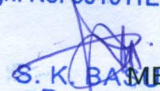

GENERAL MANAGER


GENERAL MANAGER

For B.M. CHATRATH & CO. LLP
Chartered Accountant

B M CHATRATH & CO LLP
CHARTERED ACCOUNTANTS
Firm Regn. No. 301011E / E309025 BASU

PARTNER


S. K. Bhatnagar
Partner

Membership No. 054484

BANGIYA GRAMIN VIKASH BANK

STATEMENT OF CAPITAL FUNDS, RISK ASSETS/ EXPOSURES AND RISK ASSETS RATIO CRAR FOR THE YEAR ENDED 31ST MARCH, 2019

S.No.	Items	Audited 31.03.2019
I	CAPITAL FUNDS	
	A. Tier I capital elements	
	Paid up Share Capital	64380.22
	Share Capital Deposits	0.00
	Total Capital + SCD	64380.22
	b) Less : Intangible assets and losses	30945.84
	Less_Short Provision	
	c) Reserves and Surplus	
	1. Statutory Reserves	
	2. Capital Reserve	
	3. Other reserves	0
	4. Surplus in Profit and Loss Account	-27748.08
	Total Reserves	-27748.08
	TOTAL Owned Fund	5686.30
	TOTAL (a+b-c)	5686.30
	B. Tier II capital elements	
	(i) Undisclosed Reserve	
	(ii) Revaluation Reserves	
	(iii) General provisions and loss provisions	1384.44
	(iv) Investment Fluctuation Reserves / Funds	4938.00
	TOTAL of B	6322.44
	C. GRAND TOTAL (A+B)	12008.74
II	RISK ASSETS	
	(a) Adjusted value of funded risk assets on B/S items (to tally with Part-B)	595855.34
	(b) Adjusted value of non-funded and off balance sheet items (to tally with Part-C)	0.00
	(c) Total Risk Weighted Assets (a+b)	595855.34
III	PERCENTAGE OF CAPITAL FUNDS TO RISK WEIGHTED ASSET	
	Tier-I CRAR	0.96
	Tier-II CRAR Subject to Maximum Tier-I	0.95
	CRAR AS ON	1.91%


General Manager


General Manager

For B. M. CHATRATH & CO. LLP
Chartered Accountants
Firm Regn. No. 301011E / E300025


S. K. BASU
Partner
Membership No. 054484

S.K. BASU
PARTNER
MEMBERSHIP NO.054484

B M CHATRATH & CO LLP

(FORMERLY B M CHATRATH & CO)
CHARTERED ACCOUNTANTS
LLPIN : AAJ-0682

REGD. OFFICE : CENTRE POINT, 4th FLOOR, Suite No. 440
21, HEMANTA BASU SARANI, KOLKATA - 700 001
TEL : 2248-4575/4667/6810/6798, 2210-1385, 2248-9934
E-mail : bmccal@bmchatrath.in
website : www.bmchatrath.com

Name of the Audit Firm: **W/S B M CHATRATH & CO LLP**
Address of the Audit Firm: **21, Hemanta Basu Sarani,
Centre Point Building
4th Floor, Room: 440
Kolkata: 700001**

RBI Code of Audit Firm

0	7	1	9	5	5
---	---	---	---	---	---

Statutory Audit Report of **BANGIYA GRAMIN VIKASH BANK, Head Office**

To
The Chairman,
**BANGIYA GRAMIN VIKASH BANK
BERHAMPORE**

Report on the Audit of the Financial Statements

Opinion

1. We have audited the Financial Statements of Head Office, Branch of BANGIYA GRAMIN VIKASH BANK, which comprise the Balance Sheet as at 31st March 2019, the statement of Profit and Loss for the year ended 31st March 2019, the Cash Flow Statement for the year as at 31st March 2019 and other explanatory information in the Notes on Accounts. Incorporated in these Financial Statement are the returns of 20 Branches audited by us and 332 Branches audited by other Branch Auditors. The Branches Audited by us and those Audited by other Auditors have been selected by the Bank in accordance with the guidelines issued by NABARD. Also incorporated in the Balance Sheet and the statement of Profit & Loss and Cash Flow Statement are the returns from 235 branches which have not been subjected to audit. These unaudited branches account for 25.06 percent of advances, 34.15 percent of deposits, 9.83 percent of interest income and 33.34 percent of interest expenses.

2. In our opinion, and to the best of our information and according to the explanations given to us, the information required by the Banking Regulation Act, 1949, Regional Rural Bank Act, 1976 and complying with guidelines issued by Reserve Bank of India and National Bank for Agriculture and Rural Development from time to time in the manner so required for bank and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs in case of the Balance Sheet of the Bank as at March 31, 2019 and true balance of Loss for the year ended on that date.

NOIDA :- D-26, 2nd Floor, Sector - 3, Noida - 201301 (Uttar Pradesh). Ph. No. - 0120-4593360, 0120-4593361

DELHI :- Flat No. - 10, 45 Friends Colony East, New Delhi 110065

MUMBAI :- A/9, Sai Prasad, 2nd Floor, Rajshree Shahu Maharaj Cross Road. (Telly Gulley Cross Road),
Andheri East, Mumbai- 400069, Ph. : 022-32231382

HYDERABAD :- H No. 8-2-618/2/2, Flat No. - 1B, 1st. Floor, R. K. Residency, Road No. - 11, Pin - 500033, Ph. 040-26832264

JAIPUR :- B-269, Janta Colony, Jaipur-302004, Ph. : 0141-2601727



Basis for Opinion

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

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report –

Sr. No.	Key Audit Matter	Auditor's Response
a)	Old unreconciled /unlinked entries under various heads comprising Inter Branch/Office Adjustments.	<p><u>Principal Audit Procedures</u> We assessed the banks process to identify the impact of such old unreconciled /unlinked entries under various heads comprising Inter Branch/Office Adjustments.</p> <p>Our Audit approach tested the relevant information and the Management Controls on such accounts and related information in used and recording these accounts.</p>
b)	Old unreconciled/unlinked entries are lying in various Bank Accounts.	<p><u>Principal Audit Procedures</u> Our Audit approach was a combination of test of internal controls selected some samples of these accounts through inspection of evidence of performance of these controls, tested the operating effectiveness of the internal controls relating to efforts incurred.</p>
c)	The details of the Income Tax cases under Income Tax Section 143(3) pending with Income Tax Department as on 31 st March, 2019 is given on Note No. 28 of Schedule 17	<p><u>Principal Audit Procedures</u> Obtained details of completed tax assessment and demands for the year ended 31st March 2019 from the Management. We also considered legal precedence and other rulings in evaluating Managements position on these tax positions.</p>
d)	In absence of Current & realistic valuation of securities the Classification / Provision in Advances have been done as per latest figures available with the Bank.	<p><u>Principal Audit Procedures</u> Selected a few sample and performed a review to find out the realistic value of securities offered for Loans & Advances.</p>



e)	Proper Activity wise classification of Loans & Advances is needed.	<u>Principal Audit Procedures</u> We assessed the Banks process to identify the classification of Loans & Advances activity wise our test check on such revealed that proper classification has not yet in place. On further checking it was found that the process is on to correctly classify the Loans & Advances activity wise.
f)	Interest on Current Crop Loan Accounts is being compounded.	<u>Principal Audit Procedures</u> Few samples were selected to find out the internal control on account of interest earned on crop loan. On test check revealed that the interest on current crop loan Accounts are being compounded.
g)	Leave with Wages	<u>Principal Audit Procedures</u> As per Accounting Standard-15 it is necessary to have the Actuarial Valuation done on account of Leave with Wages. On our checking it was found that the Bank is providing the same on Adhoc basis.
h)	Deferred Tax	<u>Principal Audit Procedures</u> As per Accounting Standard-22 it is necessary to provide the Deferred Tax in the Accounts. It was observed that the Bank is not providing the Deferred Tax.

Management's Responsibilities for the Financial Statements

5. The Bank's management is responsible with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of Section 29 of the Banking Regulation Act, 1949 and circulars and guidelines issued by the Reserve Bank of India ('RBI') and National Bank for Agriculture and Rural Development from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.



Auditor's Responsibilities for the Audit of the Financial Statements

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

7. The Balance Sheet and the statement of Profit and Loss have been drawn up in accordance with Section 29 of the Banking Regulation Act, 1949;

8. Subject to the limitations of the audit indicated in paragraphs 4 to 6 above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970/1980, and subject also to the limitations of disclosure required therein, we report that:



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

b. The transactions of the Bank which have come to our notice have been within the powers of the Bank.

c. The Returns received from the Branches have been found adequate for the purposes of our audit.

9. We further report that:

a. in our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books;

b. the Balance Sheet, and the statement of Profit and Loss dealt with by this report are in agreement with the books of account;

c. In our opinion, the Balance Sheet, and the statement of Profit and Loss comply with the applicable Accounting Standards, to the extent they are not inconsistent with the Accounting Policies prescribed by RBI.

**FOR BM CHATRATH & CO LLP
CHARTERED ACCOUNTANT
REG. NO. 301011E / E300025**



S.K.BASU (PARTNER)

MEMBERSHIP NO.: 054484



Place: Kolkata

Date: 13.06.2019