

## 99th Annual Report 2004-2005



**IT'S CLOSER THAN YOU THINK**



ESTD 1906

**The Shamrao Vithal Co-operative Bank Ltd.**

**(Multi-State Scheduled Bank)**



◀ Inauguration of the Extension Counter at Indian Education Society's New English School, Bandra (E) at the hands of Shri Vinod Yennemadi, Executive Director, HDFC Bank.

Inauguration of the ATM Centre at Pune DG Branch. Seen in the picture on the extreme right is Shri. Ramesh Nadkarni, grandson of Shripad Subbrao Talmaki the founder of our Bank ▶



## BOARD OF DIRECTORS

### CHAIRMAN

Suresh S. Hemmady

### VICE – CHAIRMAN

B. S. Chandavarkar

### DIRECTORS

P. A. Bijoor  
R. N. Gokarn  
D. G. Kumta  
R. K. Kulkarni  
R. N. Maskeri  
A. S. Nadkarni  
V. P. Nadkarni  
N. S. Rao  
V. D. Yennemadi

## EXECUTIVES

### CHIEF EXECUTIVE OFFICER

Deepak S. Patil

### DEPUTY GENERAL MANAGERS

J. K. Hattangdi, Operations II  
R.S. Mankikar, Operations I & IT  
R.D. Nadkarni, Administration  
B.D. Ugrankar, Finance & Audit

### DIVISIONAL MANAGERS

S. R. Naidu  
S. L. Naik  
V. R. Rane  
K. D. Shirali  
Siddharth R. Shirali  
Sadananda R. Shirali

### \* **STATUTORY AUDITORS :**

V. J. Kulkarni & Associates.  
Chartered Accountants

## HIGHLIGHTS

### ◆ DEPOSITS

2003 – 2004	:	Rs. 1,726.92 crores
<b>2004 – 2005</b>	:	<b>Rs. 2,006.83 crores</b>
Growth	:	16.21 %

### ◆ CREDIT DEPLOYMENT

2003 – 2004	:	Rs.1,163.73 crores
<b>2004 – 2005</b>	:	<b>Rs.1,243.99 crores</b>
Growth	:	6.90 %

### ◆ PROFITABILITY

2003 – 2004	:	Rs.20.00 crores
<b>2004 – 2005</b>	:	<b>Rs.20.10 crores</b>
Growth	:	0.50 %

### ◆ LIQUIDITY

2003 – 2004	:	Rs. 767.40 crores
<b>2004 - 2005</b>	:	<b>Rs. 923.47 crores</b>

### ◆ C. D. RATIO

2003 – 2004	:	67.39 %
<b>2004 – 2005</b>	:	<b>62.00 %</b>

### ◆ CAPITAL

2003 – 2004	:	Rs.24.55 crores
<b>2004 – 2005</b>	:	<b>Rs.29.27 crores</b>
Growth	:	19.23 %

### ◆ CAPITAL TO RISK ASSET RATIO (CRAR)

2003 – 2004	:	12.58%
<b>2004 – 2005</b>	:	<b>12.77%</b>

## NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the Ninety-Ninth Annual General Meeting of the Members of the Bank will be held at **Y. B. Chavan Auditorium, Gen.Jagannath Bhosale Marg, Near Sachivalaya Gymkhana, Mumbai 400 021**, on Saturday, **May 14, 2005**, at **3.00 p.m.** to transact the following business :-

1. Confirmation of the proceedings of the Ninety-Eighth Annual General Meeting held on Saturday, July 10, 2004.
2. Adoption of Annual Report with Audited Balance Sheet as at March 31, 2005 and the Profit and Loss Account for the year ended March 31, 2005.
3. Declaration of Dividend and Allocation of Profits for the Financial Year 2004-2005.
4. Consideration of Statutory Audit Report from M/s V.J. Kulkarni & Associates with compliance report thereto, for the financial year 2004-05.
5. Review of actual utilization of reserve and other funds.
6. Approval of long term perspective plan, annual operational plan and the annual budget.
7. Review of the list of employees who are relatives of members of the Board or of the Chief Executive Officer.
8. Amendment to Byelaws.
9. Appoint 6 Representatives of the Bank to the Managing Committee of The Saraswat Educational & Provident Co-operative Society Ltd., Mumbai.
10. Appoint Statutory Auditors for the year 2005-06 and authorize the Board to fix their remuneration.
11. Disposal of any other business that may be brought before the meeting and answering of Members' questions, relating to the working of the Bank during the Year 2004-2005, permissible under the Bank's Byelaws and Rules and about which at least 8 days' notice, in writing, has been furnished to the Chief Executive Officer, at the Bank's Registered Office.

**Note:** If, within half an hour after the time appointed for the meeting, the quorum is not formed, the meeting would stand adjourned and this adjourned meeting shall be held either on the same day or on such other date at the time and place as may be decided by the Chairman or the member presiding over the meeting in his absence. At such adjourned meeting, the business before it may be transacted notwithstanding the fact that there is no quorum.

BY ORDER OF THE BOARD OF DIRECTORS

**Deepak S. Patil**  
Chief Executive Officer

### Registered Office

CTS No. 948/B, Village Kole Kalyan,  
Nehru Road, Opp. Vakola Market,  
Santacruz (E), Mumbai – 400 055.

Date : April 16, 2005

## NOTICE

### DIVIDEND FOR 2001-2002 (96<sup>TH</sup> D/W)

Members who have not encashed their dividends for the year 2001 - 2002 are requested to do so immediately. They are requested to please note that if the dividend is not encashed on or before December 31, 2005, it would stand forfeited by the Bank and the proceeds thereof would be transferred to the Bank's Reserve Fund, as per the provisions of the Bank's Byelaw No.91 (b). This intimation by the Bank may be treated as the final notice to the concerned members who have yet to encash their dividends.

For any correspondence relating to shares, dividend or change of address, etc. members are kindly requested to write to :

**Datamatics Financial Software and Services Limited**  
**Unit : SVC**  
**Plot No. B 5, M.I.D.C.,**  
**Part 'B' Cross Lane, Marol,**  
**Andheri (E), Mumbai- 400093**  
**Tel: 28213383-90 Extn. - 214**

#### **IMPORTANT NOTICE TO MEMBERS**

*To ensure fast and speedy credit of Dividend to members, your Bank has introduced ECS facility. Accordingly, Mandate Forms have been already despatched to all Members. Members are hereby requested to submit to the Corporate Office the said Mandate Forms duly filled in to ensure safe and speedy credit of their Dividend.*

*With a view to ensuring that only bonafide members attend the Annual General Meeting the Bank has a system of obtaining 'Attendance Slip' from every member who attends the meeting. The Attendance Slip enclosed in this report must be signed by the Shareholder and should be presented at the Entrance of the Hall to the Bank's authorised representatives.*

*Members are requested to be in their seats before the commencement of the meeting.*



## DIRECTORS' REPORT

Dear Members,

Your Directors have great pleasure in presenting the 99<sup>th</sup> Annual Report together with the Audited Statements of Account for the year ended March 31, 2005.

### FINANCIAL PERFORMANCE

	(Rs. In Crores)		
	March 31, 2005	March 31, 2004	% Increase
Deposits	2,006.83	1,726.92	16.21
Advances	1,243.99	1,163.73	6.90
Total Income	226.88	222.67	1.89
Total Expenditure	206.78	202.67	2.03
Net Profit	20.10	20.00	0.50

### DIVIDEND

Your Bank has had a consistent track record of dividend declaration. The dividend payout ratio in the last seven years has been in the range of 18% to 20%. In continuance with this policy, giving due recognition to the performance during 2004-05, on the eve of your Bank's centenary year, your Directors are pleased to recommend a dividend of **18%** for the year ended March 31, 2005.

### MACROECONOMIC AND FINANCIAL DEVELOPMENTS

The economic performance has been impressive during the financial year 2004-05. In spite of odds like monsoon failure and escalating oil and steel prices, the industrial sector and the services sector posted robust growth at 7.80% and 8.90% respectively (based on CSO's Advance Estimates for FY05). Agriculture was the only sector to have witnessed deceleration during FY05 compared to FY04, but the poor performance of this sector had no perceptible impact on industrial activity indicating a gradual insulation of industry from the vagaries of monsoons. The aggregate GDP growth for the current fiscal year is expected to be at 7.00%.

The average inflation during the first eleven months of FY05 stood at 6.60% over a base of 5.60% during April – February FY04. The inflation situation during FY05 was basically a cost push phenomenon, led by increase in petroleum and metal prices.

In the commercial banking sector growth in bank credit was more than double the growth in bank deposits. The total aggregate deposits outstanding upto February 2005 were Rs.16,83,862 crores and the total outstanding bank credit was Rs.10,63,599 crores. While the fiscal observed robust bank credit growth, on the back of healthy performance of both food and non-food credit, the growth in investments has come down sharply. Aggregate deposit growth rate has been lower than the previous year.

### URBAN CO-OPERATIVE BANKS

Urban Co-operative Banks have been a force to reckon with in the overall Banking System. Currently there are around 2105 urban co-operative banks which have deposits to the tune of Rs.1,10,256.00 crores and advances of Rs.67,930.00 crores.



## **UNION BUDGET 2005-06:**

Overall the union budget is positive for the banking sector. Major features include:

- Increase in deduction for repayment of principal amount of housing loan upto Rs.1.00 lakh u/s 80C will give a strong boost to housing finance
- Proposed amendment to the definition of 'securities' under the Securities Contracts (Regulation) Act, 1956 to include securitised debt will help strengthen the securitisation market in the country.
- Proposed measure to remove the floor and cap on Statutory Liquidity Ratio (SLR) requirements and the upper and lower limits on Cash Reserve Ratio (CRR) for banks will give greater autonomy to the RBI in effective management of banks

The budget is not expected to have a major impact on inflation which is likely to remain at 5% during 2005-06. Overall, India's GDP is expected to grow in the range of 6.75 – 7.00% during 2005-06.

*(Source: Statistics from CSO, Reserve Bank of India and CRISINFAC)*

## **ANNUAL MONETARY POLICY 2005-06**

The Governor, Reserve Bank of India is expected to announce the annual policy for 2005-06 on April 28, 2005. The Indian Bank's Association has submitted a memorandum of suggestions on aspects to be reviewed in the Annual Policy. Prior to submission of this memorandum the IBA had invited suggestions and feedback from member banks. Your bank too has presented issues affecting co-operative banks and laid special emphasis on a proper uniform grading system for co-operative banks so that good and professionally managed co-operative banks be given the freedom required to compete in today's competitive environment.

## **MERGERS/TAKEOVERS:**

The Reserve Bank of India has brought out guidelines for the takeover of smaller co-operative banks by financially sound and strong co-operative banks. Your Bank recognises this as an opportunity for expansion, especially as licenses for opening new branches to the co-operative banking sector are not forthcoming. Your Bank has set in place a team to look out for smaller co-operative banks suitable for a merger, conduct detailed due diligence exercise and identify viable opportunities for takeover.

## **REAL TIME GROSS SETTLEMENT (RTGS)**

Your Bank has, as promised in the previous year put in place the Straight-Through-Processing for real time gross settlement of transactions. "QuickEST", the product spearheading the Straight-Through-Processing for the RTGS system initiated by the Reserve Bank of India has been implemented. Incidentally, your Bank is the 1<sup>st</sup> Co-operative Bank in the country to offer this service to its customers.

Customers can now make & receive remittances to & from counterparties through the RTGS system from any branch of the Bank. The RTGS system provides for transfer of funds between RTGS enabled branches of banks within 2 hours.

## **PERFORMANCE OF THE BANK**

Your Bank has maintained a healthy performance during the financial year 2004-05. Each additional year gives us renewed confidence to be committed to the highest levels of ethical standards, professional integrity and regulatory compliance.



The emphasis has been on generating positive business volumes, aggressive marketing and recovery to bring about an exponential growth and emerge as a strong and successful Bank, a Bank with a difference in the Centenary year 2006.

In addition to the normal banking business, and with a view to increasing fee-based income, your Bank initiates new plans every year. In the previous year the Bank successfully set up insurance business through the referral model. This year your Bank has initiated entry into demat and foreign currency exchange through an authorised agent. The Bank has also applied for a money changer's license to start full fledged foreign currency exchange transactions. These activities would be fully operational in the financial year 2005-06.

During the year 2004-05, the net interest income on advances of your Bank rose to Rs.145.42 crores as compared to Rs.128.14 crores a year earlier, registering a growth of 13.48%. However there was an increase of around 2% in the total income mainly due to the decrease in interest from investments and profit from sale of investments. The net interest margin on funds has reduced during the year 2004-05 as has been the trend in the banking sector. It is heartening to note that inspite of the decrease in interest margins and a fall in prices in the securities market, your Bank has been able to maintain its profitability levels.

In line with the business strategy of introducing innovative products each year, your Bank has set up a 'product development cell' wherein a group of young creative thinkers, review customer needs and create contemporary products. The efforts of this cell has resulted in the introduction of the following products:

- Flexi-Recurring Deposit Scheme
- QuickEST, for quick and speedy transfer of funds
- Sampurna, a complete product giving liquidity as well as returns

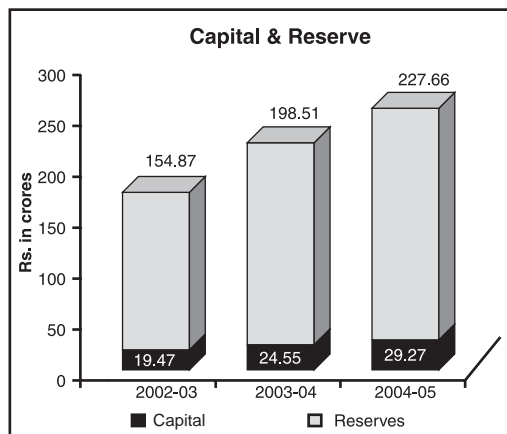
Advances to the small scale and small trade sector received the traditional emphasis. As such, the priority sector advances of your Bank stood at Rs.751.74 crores, which was 60.43% of the total advances.

In the years to come, your Bank will continue to lay emphasis on the following business strategies:

- Expansion, location wise, segment wise and volume wise
- Ensure disciplined, consistent and focused growth with low volatility
- Leverage our technology to ensure product development, customer satisfaction and cost reduction
- Maintain quality of assets
- Continuously develop innovative and contemporary products and services suited to times and specific customer needs

## PERFORMANCE INDICATORS

	(Rs. in crores)		
	31-03-2005	31-03-2004	Increase %
Paid-up Capital	29.27	24.55	19.23
Reserves	227.66	198.51	14.68
Working Capital	2,335.72	2,021.24	15.56
Deposits	2,006.83	1,726.92	16.21
Advances	1,243.99	1,163.73	6.90
Liquid Assets	923.47	767.40	20.34
Gross Income	226.88	222.67	1.89



The Board would like to acknowledge the fact that the above performance of your Bank is largely attributed to the continued faith the members have placed in the Bank's Board of Directors and the Management. Your Bank's Executives, Officers and Staff have contributed significantly in achieving the overall growth with dedication & sincerity.

## MEMBERSHIP

The paid-up Share Capital of your Bank as on March 31, 2005, stood at Rs 29.27 crores contributed by 70221 members.

## DEPOSITS

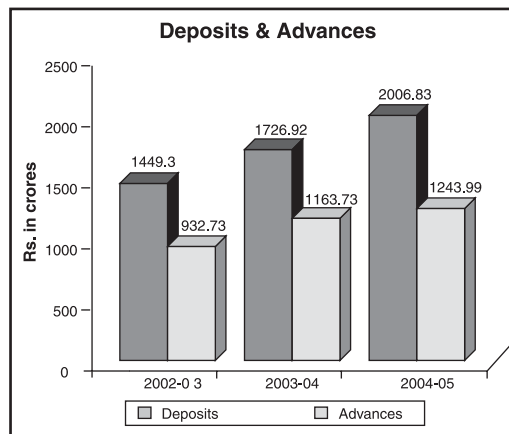
Your Bank's deposits recorded a growth of 16.21% during the financial year 2004-05 as against a growth of 19.16% in the previous year. The average cost of deposits has decreased during the year. The composition and growth in deposits during the financial year 2004-05 is furnished below:

(Rs. in crores)

Type of Deposits	2004-05	%	2003-04	%	2002-03	%
Current	106.21	5.29	88.12	5.10	78.64	5.43
Savings	379.02	18.89	330.34	19.13	280.27	19.34
Term	1,521.60	75.82	1,308.46	75.77	1,090.39	75.23
<b>Total</b>	<b>2,006.83</b>	<b>100.00</b>	<b>1,726.92</b>	<b>100.00</b>	<b>1,449.30</b>	<b>100.00</b>

## ADVANCES

Your Bank was able to keep lending rates in line with market conditions and yet maintain its profitability levels. A steady increase in volume of advances throughout the year, and reduction in cost of deposits enabled this. Implementation of adequate credit risk management systems have also ensured that resources were deployed in good quality assets. As on March 31, 2005, the credit deposit ratio was 62%. The broad classification of advances as on March 31, 2005 is as under:



(Rs. in Crores)

Type of facility	2004-05	%	2003-04	%	2002-03	%
Loans	658.74	52.95	637.90	54.82	479.98	51.46
Cash Credit	462.18	37.15	414.39	35.61	349.47	37.47
Overdraft	50.10	4.03	37.03	3.18	29.25	3.13
Bills Purchased/ Discounted	72.97	5.87	74.41	6.39	74.03	7.94
<b>Total</b>	<b>1,243.99</b>	<b>100.00</b>	<b>1,163.73</b>	<b>100.00</b>	<b>932.73</b>	<b>100.00</b>

## RECOVERY

As you are all aware, the shift in the NPA identification norm from the erstwhile '180 days' to '90 days' came into effect on March 31, 2004. This was a major decision implemented by the Reserve Bank of India in the interest of transparency in disclosure norms. The year ended March 31, 2005 was the first full year after the impact of the above shift came into effect. The entire co-operative banking sector expected that the said shift in the NPA identification norm would be quite pronounced during the year under reference. However, by virtue of a thoughtful transition plan effectively implemented, your Bank could manage the shift smoothly.

The recovery out of the NPA accounts was further consolidated during the year under reference due to sustained efforts. This resulted into controlling of the Gross NPA as a percentage to Total Advances to 11.43%. The percentage of Net NPA to Net Advances stood further reduced from 3.74% as on March 31, 2004 to 2.87% as on March 31, 2005. This has been the result of persistent monitoring and follow-up by all the branches of your Bank and initiation of timely action for recovery of its dues by the Legal and Recovery Department.

Your Bank could effectively step up the recovery efforts by filing suits for recovery of its dues against the defaulting borrowers under the appropriate forum as is made available by law. In addition, your Bank also achieved reasonable success in the action initiated against the defaulting borrowers under the newly enacted Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFESI 2002).

Your Bank is committed to further consolidating on the success in the recovery efforts achieved during the year under review by further strengthening its post sanction monitoring, follow-up and initiating timely action for recovery of its dues.

## INFORMATION TECHNOLOGY

It is with great pride that we note the significant achievements of your Bank in technology implementation during the financial year.

In continuation to the implementation of the banking solutions that had earlier encompassed all the branch operations and supplemented it with Any Branch Banking, your Bank has put in place the following initiatives including the automation of the Administrative Office Departments and the Clearing Department, and these have been integrated with the branch banking software.

The Electronic Clearing System (ECS) has been introduced to facilitate speedy payment of interest on deposits and dividend to members, for credit to customers' accounts with other Banks, wherever the customer has given such mandate.

The in-built functionality in the banking solution for branch transactions, has enabled your Bank to consolidate and compute the service tax payments on a centralised basis. Again, your Bank is the 1<sup>st</sup> Co-operative Bank in the country to be granted permission by the Commissioner of Central Excise & Customs for centralized computation & payment.

New products launched by the Bank have also added to the repertoire of the banking solutions. Banc@Cell - the Mobile Banking and Banc@Call - the Telebanking offerings have ensured that the customers are provided with the prevailing technology-driven delivery channels.

The Bank has in the year under reference, increased its ATM base to 33, giving a broader reach to its customers to access their accounts.

The security of computer operations is another area that is constantly monitored and given due importance. The Bank has deployed an automated solution whereby the anti-virus and other system level critical upgrades would be automatically updated on all the computers across the Bank. This complements the firewalls & intrusion detection system put in place to prevent any unauthorized access by outsiders.

### **HUMAN RESOURCE MANAGEMENT**

Your Bank views its human capital as a key to success. Development of personnel is thus an essential element of our strategy and a key management activity. Continuous enhancement of operational skills and mental ability is thus achieved through training conducted in-house at your Banks' state-of-art in-house training facilities at Training Centres at Vakola and Borivili, and through external agencies like National Institute of Bank Management (NIBM), College of Agricultural Banking (CAB), RBI and other centres.

As at the end of the financial year, the total staff strength was 746. The turnover per employee at Rs.4.36 crores continues to be amongst the highest in Co-operative Banks.

Your Bank continues to have cordial relations with the Officers and the staff of the Bank.

### **BRANCH EXPANSION**

Your Bank opened its 43<sup>rd</sup> business location and 5<sup>th</sup> extension counter at New English High School, Bandra (East). The Extension Counter is fully computerised and specially equipped with products to assist the school as well as the parents of children in their entire fee management exercise. The extension counter was opened by Shri Vinod Yennemadi, Executive Director, HDFC Bank Ltd on December 23, 2004.

As mentioned earlier your Bank will be looking out for viable opportunities to expand through takeover of smaller co-operative banks.

### **INVESTMENT & TREASURY OPERATIONS**

Your Bank has in place an Investment Policy, which is continuously reviewed and fine-tuned in accordance with guidelines issued by the Reserve Bank of India. The investments of your Bank mainly comprise of Government Securities, Treasury Bills, Approved Bonds of Public Sector Undertakings/All India Financial Institutions/Government Undertakings and Bonds guaranteed by State Governments. In view of the regulatory requirement of holding government securities to meet the statutory liquidity ratio (SLR) and a lower CD ratio towards the year end, the Bank maintained a large government securities portfolio. Thus the Bank could realise gains in a declining interest rate environment and was exposed to losses or depreciation in the value of investments when the yields rose. In order to reduce this volatility to an extent and to balance the yield and market risk trade-off, the Bank reduced the average duration of securities held from 5.21 years in the previous year to 4.23 years during 2004-05. Hence the opportunities for gains in the market from the SLR portfolio were lower as compared to earlier years.

During the financial year 2004-05 the Bank's gain from the sale of securities was Rs.5.64 crores as against Rs.20.18 crores earned in the previous financial year. Your Bank continues to comply with the RBI guidelines to Urban Co-operative Banks on the stipulated level of investments in Government securities.

Your Bank has, in place, a proper Asset Liability Management as per RBI Guidelines. The Asset Liability Management Committee comprising the top and senior management executives has been constantly reviewing Bank's ALM position from the risk management perspective.

Your Bank has also implemented the system of concurrent audit of Investment & Treasury transactions as per RBI guidelines.

Summarised position of your Bank's Investments is as under

(Rs. in crores)

Type of Security	2004-05	2003-04
Investment in Government & Trustee Securities	677.97	504.23
Deposits with MSC Bank & other Co-op Banks/others	0.06	0.27
PSU/Financial Institutions Bonds	60.77	63.75
Shares	—	—
<b>TOTAL</b>	<b>738.80</b>	<b>568.25</b>

#### RISK MANAGEMENT:

The identification, measurement, monitoring and management of risks is a key focus area. In line with the Reserve Bank of India's requirements, your Bank has set up a Risk Management Cell to monitor credit and market risk. Appropriate independent systems to evaluate credit risks inherent in the credit portfolio are being developed. Your Bank already has in place appropriate credit approval processes and on-going post-disbursement monitoring and remedial management procedures. In addition, independent monitoring systems to evaluate and monitor credit risks are now being set up.

As regards market risks your Bank has set in place decision support systems to monitor the investment portfolio and identify risk securities. The systems continuously monitor the Bank's investment portfolio against market movements, do a 'Value at Risk' (VaR) analysis of the portfolio, set trigger loss limits and assist in decisions taken to buy and sell securities.

The Audit & Investment Committee also performs the functions of the Risk Management Committee as envisaged by the Reserve Bank of India and continuously monitors the activities of the Risk Management Cell.

#### INTERNAL AUDIT & COMPLIANCE:

Your Bank has an internal audit department which independently evaluates the internal controls and ensures that operating and business units adhere to set internal processes and procedures as well as regulatory and legal requirements. To mitigate operational risks, the Bank has put in place extensive internal controls which include, access control with respect to information technology assets, appropriate segregation of duties and effective audit trails. The process of risk based supervision as required by the Reserve Bank of India is also being introduced as a part of the Internal Audit function.

#### PROPOSED APPROPRIATIONS OF NET PROFIT

The Bank made a net profit of Rs.20.10 crores for the financial year 2004-05. With the carried forward balance held in the Profit & Loss Account of the previous year and after adjustment of the outstanding balance held in prior period adjustment, the amount available for Appropriation is Rs.19.95 crores.

Your Directors recommend the following appropriations be made out of the Net Profit of the Bank:

	<b>2004-05 (Rs.)</b>	<b>2003-04 (Rs.)</b>
Statutory Reserve Fund	5,02,50,000.00	5,00,00,000.00
Building Fund	75,00,000.00	25,00,000.00
Dividend	4,84,00,000.00	3,83,00,000.00
Contingency Reserve	2,10,00,000.00	2,00,00,000.00
Amount provided for charitable and co-operative purposes		
Staff Welfare	7,50,000.00	40,00,000.00
Members	7,50,000.00	45,00,000.00
Public	5,00,000.00	15,00,000.00
Education Fund	20,10,000.00	20,00,000.00
Ex-gratia to staff	3,20,00,000.00	3,06,00,000.00
Centenary Fund	50,00,000.00	50,00,000.00
Reserve for Bad & Doubtful Debts	50,00,000.00	---
Investment Fluctuation Reserve	63,00,000.00	4,30,00,000.00
Capital Reserve	1,87,06,725.00	---
Dividend Equilisation Fund	8,00,000.00	---
Balance carried forward	5,81,212.77	3,71,338.65
Total Profits	19,95,47,937.77	20,17,71,338.65

#### **MEMBERS WELFARE ASSOCIATION**

The activities of the Members Welfare Association during the financial year 2004-05 are listed separately in the Annual Report.

#### **98<sup>th</sup> Foundation Day – Staff Get-Together**

The Foundation day was celebrated with due pomp and gaiety. Children of our staff members participated by giving individual performances. Awards for excellence in their specific areas of work were also given to staff members.

#### **BOARD OF DIRECTORS**

The Board of Directors and its various Committees met regularly during the year 2004-05. These meetings have contributed to the overall growth and progress of the Bank.

#### **TRIBUTES TO THE DEPARTED SOULS**

The Board of Directors expresses its profound sorrow at the sad demise of Mr. Basrur Ramanand Rao, Chairman, erstwhile Managing Committee of Borivili Branch and Mr. Darshan Mohan Nagarkatti, Officer, Vidyamandir Extension Counter, Bangalore.



**ACKNOWLEDGEMENT**

The Board takes this opportunity to express its gratitude to the Members, Depositors, Borrowers and Well-wishers for their valued support.

The Bank is obliged to the Officers of the Reserve Bank of India, especially Urban Banks Department, Central Registrar of Co-operative Societies, New Delhi, Commissioner of Co-operation, Pune, the Divisional Joint Registrar, Mumbai, Officials of the Co-operative Departments in the State of Maharashtra, Karnataka and Goa for their invaluable guidance and assistance rendered to the Bank from time to time.

The Board is grateful to the Members for helping the Bank in augmenting its business.

The Board is also thankful to the Bank's Legal Advisors, Management & Tax Consultants, Architects, Concurrent & Statutory Auditors, other Consultants and vendors for their co-operation and guidance.

The Board conveys its thanks to the various authorities, institutions and individuals who have extended their support and helped the Bank to grow from strength to strength.

Last but not least, the Board conveys its sincere appreciation to all the Executives, Officers and other employees of the Bank for their unstinted loyalty, dedication to duty and constructive support in the Bank's progress during the year under review. They have put their heart and soul into the task of delivering good performance and growth each year.

**For & on behalf of the Board of Directors**

**Suresh S. Hemmady**  
Chairman

Place : Mumbai  
Date : April 16, 2005

**ANNEXURE A**

REGISTERED OFFICE	: CTS No. 948/B, Village Kole Kalyan, Nehru Road, Opp. Vakola Market, Santacruz (E), Mumbai – 400 055.
DATE OF REGISTRATION	: December 27, 1906.
NO. & DATE OF R.B.I LICENCE	: UBD/MH/402 P August 24, 1984.
JURISDICTION	: Metropolitan, Urban and Semi-urban centres in Maharashtra State & 10 Kms. peripheral rural area from the boundaries of these Centres and the Municipal limits of Hubli, Bangalore City, Mangalore City, Belgaum, Bhatkal, Karwar, Coondapura, Tumkur, Hassan, Madekeri, Mysore and Udipi in the State of Karnataka, Municipal limits of Panaji, Madgaon, Mapusa, Vasco-da-Gama, in the State of Goa, Surat, Vadodra and Vapi in the State of Gujarat, Chennai in the State of Tamil Nadu, New Delhi and may be extended to other states and Union Territories of Dadra Nagar Haveli, Silvassa and Daman.

(Rs. in crores)

Items	As on March 31, 2005
No. of Branches	38
No. of Extension Counters	5
<b>Membership :</b>	
No. of Regular Members	70,221
No. of Nominal Members	5,386
Paid up Share Capital	29.27
Total Reserves and funds	227.66
<b>Deposits :</b>	
Current	106.21
Savings	379.02
Term	1,521.60
Total	<b>2,006.83</b>
<b>Advances :</b>	
Secured	1,240.36
Unsecured	3.63
Total	<b>1,243.99</b>
Priority Sector Percentage to Total Advance	60.43%
Of which, Total Percentage to Weaker Section	5.80%
Overdues	126.22
Borrowings (NHB)	8.81
Investments	738.80
Profit	20.10
Working Capital	2,335.72
Total Staff	746

## STATUTORY AUDIT REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2005.

(Under Section 31 of Banking Regulation Act, 1949 and Section 73(4)  
of Multi State Co-operative Societies Act, 2002 and Rule 27  
of Multi-State Co-operative Societies Rules)

We have audited the attached Balance Sheet of “**THE SHAMRAO VITHAL CO-OPERATIVE BANK LIMITED**”, Mumbai as at **31<sup>st</sup> March, 2005** and also the annexed Profit and Loss Account of the Bank for the year ended on that date annexed thereto. These financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those standards required that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

Further to our comments and observations in the Audit Report of even date, we report that—

1. The schedules giving the particulars referred to in Rule 27(3) (a) (b) (c)(d) (e) and (f) to the extent applicable are attached to this report.
2. 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.
3. In our opinion, proper books of accounts as required by the Multi-State Co-operative Societies Act, Rule 27 of the Multi State Co-Operative Societies Rules 2002 and Bye Laws of the Bank have been kept by the Bank, so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches and offices of the Bank, not visited by us.
4. To the best of our knowledge and belief and according to the information and explanations given to us, there is no material impropriety and irregularities in the expenditure or in the realization of monies due to the Bank.
5. To the best of our information and explanations given to us, the transactions of the Bank, which have come to our notice have been within the competence of the Bank and are in compliance with RBI guidelines, as applicable to Multi-State Co-operative Banks.
6. The Balance Sheet and Profit & Loss Account are in agreement with the Books of Account maintained by the Bank.
7. In our opinion and to the best of our information and according to the explanations given to us, the said accounts subject to Significant Accounting Policies and Notes on Accounts forming part of accounts and our comments and observations contained in Audit Memorandum, give all the information as required by the Multi-State Co-operative Societies Act, 2002, and rules made there under, in the manner so required, in conformity with the accounting principles generally accepted in India and give a true and fair view:-
  - A) In the case of the Balance Sheet, of the State of Affairs of the Bank as at 31<sup>st</sup> March 2005 and
  - B) In the case of the Profit & Loss Account of the profit for the year ended on that date.

**For V.J. KULKARNI & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

**Place:** Mumbai  
**Date :** April 16, 2005

**Sd/-**  
**(GAUTAM AMLADI)**  
**PARTNER**

**BALANCE-SHEET AS AT 31 MARCH, 2005**

(Rs. in Lakhs) (Rs. in Lakhs)

<b>CAPITAL AND LIABILITIES</b>		<b>As at Schedule 31-Mar-05</b>	<b>As at 31-Mar-04</b>
<b>1. CAPITAL</b>	<b>1</b>	2,927	2,455
<b>2. RESERVES</b>	<b>2</b>	22,766	19,851
<b>3. DEPOSITS</b>	<b>3</b>	200,683	172,692
<b>4. BORROWINGS</b>	<b>4</b>	881	949
<b>5. BILLS SENT FOR COLLECTION</b>		1,544	1,510
<b>6. BRANCH ADJUSTMENT</b>		163	-
<b>7. i) OVERDUE INTEREST RESERVE-I</b>		722	755
<b>ii) OVERDUE INTEREST RESERVE-II</b>		5,128	4,276
<b>8. INTEREST PAYABLE</b>		-	81
<b>9. OTHER LIABILITIES</b>	<b>5</b>	3,435	3,322
<b>10. PROFIT &amp; LOSS</b>	<b>6</b>	1,995	2,018
<b>GRAND TOTAL</b>		<b>240,244</b>	<b>207,909</b>
<b>CONTINGENT LIABILITIES</b>	<b>16</b>	15,848	10,615

V.R.RANE  
DIVISIONAL MANAGER  
FINANCE

B.D.UGRANKAR  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

DEEPAK S. PATIL  
CHIEF EXECUTIVE OFFICER

AS PER OUR REPORT OF EVEN DATE ATTACHED  
FOR V.J.KULKARNI & ASSOCIATES  
CHARTERED ACCOUNTANTS

GAUTAM .D.AMLADI  
PARTNER  
STATUTORY AUDITORS

R.N.GOKARN  
DIRECTOR

B.S.CHANDAVARKAR  
VICE-CHAIRMAN

SURESH S.HEMMADY  
CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 16 ,2005

**BALANCE-SHEET AS AT 31 MARCH, 2005**

(Rs. in Lakhs) (Rs. in Lakhs)

<b>PROPERTY AND ASSETS</b>		<b>Schedule</b>	<b>As at 31-Mar-05</b>	<b>As at 31-Mar-04</b>
<b>1. CASH</b>		7	11,266	16,480
<b>2. BALANCES WITH OTHER BANKS</b>		8	2,803	3,435
<b>3. MONEY AT CALL &amp; SHORT NOTICE</b>			4,398	-
<b>4. INVESTMENTS</b>		9	73,880	56,825
<b>5. ADVANCES</b>		10	124,399	116,373
<b>6. INTEREST RECEIVABLE</b>				
a) on Investments & Staff housing loans		11	2,559	2,135
b) on Advances-II			5,128	4,276
<b>7. BILLS RECEIVED FOR COLLECTION AS PER CONTRA</b>			1,544	1,510
<b>8. BRANCH ADJUSTMENT</b>			-	125
<b>9. PREMISES</b>		12	1,900	2,228
<b>10. FURNITURES &amp; FIXTURES</b>		13	539	567
<b>11. OTHER FIXED ASSETS</b>		14	1,000	1,079
<b>12. OTHER ASSETS</b>		15	10,828	2,876
<b>GRAND TOTAL</b>			<b>240,244</b>	<b>207,909</b>

V.R.RANE  
DIVISIONAL MANAGER  
FINANCE

B.D.UGRANKAR  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

DEEPAK S. PATIL  
CHIEF EXECUTIVE OFFICER

AS PER OUR REPORT OF EVEN DATE ATTACHED  
FOR V.J.KULKARNI & ASSOCIATES  
CHARTERED ACCOUNTANTS

GAUTAM .D.AMLADI  
PARTNER  
STATUTORY AUDITORS

R.N.GOKARN  
DIRECTOR

B.S.CHANDAVARKAR  
VICE-CHAIRMAN

SURESH S.HEMMADY  
CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 16 ,2005

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2005.**

	(Rs. in Lakhs)	(Rs. in Lakhs)
<b>EXPENDITURE</b>	<b>Year ended 31-Mar-05</b>	<b>Year ended 31-Mar-04</b>
1. Interest on Deposits	12,425	12,083
2. Interest on Borrowings	63	54
3. Salaries and Allowances	2,208	1,860
4. Bank Charges and Commission	50	52
5. Directors' Fees and Travelling and Conveyance	7	5
6. Rent Rates Taxes, Service Charges, Insurance and Lighting	684	609
7. Legal and Professional Charges	85	123
8. Postage, Telegrams and Telephone Charges	44	60
9. Travelling and Conveyance	23	83
10. Audit Fees	43	60
11. Repairs and Maintenance	306	306
12. Depreciation on Fixed Assets	811	795
13. Amortisation	188	-
14. Printing and Stationery	97	72
15. Advertisement	197	141
16. Loss on Redemption of Investments	-	-
17. Loss on sale of Assets	11	8
18. Networking Expenses	48	61
19. Sundry Expenses	408	392
<b>Provisions &amp; Contingencies</b>		
A) Gratuity Payable to Staff	53	37
B) Bad & Doubtful Debts		
i) Amount Provided for Bad and Doubtful Debts	1,800	2,500
ii) Contingent Provision against Standard Assets	18	52
C) Development Reserve Fund	5	15
D) Price Fluctuation Reserves	1	848
E) Depreciation on Securities	1,103	51
Net Profit for the year carried forward to Balance-Sheet	2,010	2,000
<b>TOTAL</b>	<b>22,688</b>	<b>22,267</b>

V.R.RANE  
DIVISIONAL MANAGER  
FINANCE

B.D.UGRANKAR  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

DEEPAK S. PATIL  
CHIEF EXECUTIVE OFFICER

AS PER OUR REPORT OF EVEN DATE ATTACHED  
FOR V.J.KULKARNI & ASSOCIATES  
CHARTERED ACCOUNTANTS

GAUTAM .D.AMLADI  
PARTNER  
STATUTORY AUDITORS

R.N.GOKARN  
DIRECTOR

B.S.CHANDAVARKAR  
VICE-CHAIRMAN

SURESH S.HEMMADY  
CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 16 ,2005





**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2005.**

	(Rs. in Lakhs) (Rs. in Lakhs)	
<b>INCOME</b>	<b>Year ended 31-Mar-05</b>	<b>Year ended 31-Mar-04</b>
1. Interest on Advances	14,542	12,814
2. Interest on Investments	6,298	6,421
3. Commission, Exchange & Brokerage	944	678
4. Rent on S.D.V. Lockers	53	48
5. Profit on Sale of Securities	564	2,018
6. Profit on sale of Assets	4	2
7. Profit on redemption of investments	-	1
8. Other Receipts	283	285
<b>TOTAL</b>	<b>22,688</b>	<b>22,267</b>

V.R.RANE  
DIVISIONAL MANAGER  
FINANCE

B.D.UGRANKAR  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

DEEPAK S. PATIL  
CHIEF EXECUTIVE OFFICER

AS PER OUR REPORT OF EVEN DATE ATTACHED  
FOR V.J.KULKARNI & ASSOCIATES  
CHARTERED ACCOUNTANTS

GAUTAM .D.AMLADI  
PARTNER  
STATUTORY AUDITORS

R.N.GOKARN  
DIRECTOR

B.S.CHANDAVARKAR  
VICE-CHAIRMAN

SURESH S.HEMMADY  
CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 16 ,2005

## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
--	-----------------	-----------------

### SCHEDULE 1 — CAPITAL

#### Authorised Capital

<b>140,00,000</b> Shares of Rs.25/-each.	<b>3,500</b>	<b>3,500</b>
--	--------------	--------------

#### Issued, Subscribed and Paid-up Capital

1,17,09,559 (March'04 No.of Shares 98,21,148 )	<b>2,927</b>	<b>2,455</b>
Shares of Rs.25/- each fully paid up of which held by		
a) Individual & Others	2,927	2,455
b) Societies	-	-

### SCHEDULE 2 — RESERVES

I. Statutory Reserve Fund	3,542	3,035
II. Building Fund	4,243	4,218
III. Investment Fluctuation Reserve	768	338
IV. Price Fluctuation Reserve	849	848
V. Bad and Doubtful Debts Reserves	10,217	8,555
VI. Dividend Equalisation Fund	92	92
VII. Special Reserve Fund	130	130
VIII. Development Reserve Fund	2,011	2,006
IX. Special Contingency Reserve	30	30
X. Contingency Reserve	366	166
XI. Centenary Fund	123	73
XII. Charities Fund	2	12
XIII. Contingent provision against standard Assets	275	257
XIV. Gratuity to Staff	53	43
XV. General Reserves	65	48
<b>Total</b>	<b>22,766</b>	<b>19,851</b>

### SCHEDULE 3 — DEPOSITS

#### I. Current Deposits

i) Individuals	10,510	8,712
ii) Other societies	111	100
<b>Total</b>	<b>10,621</b>	<b>8,812</b>

#### II. Savings Deposits

i) Individuals	36,030	31,258
ii) Other societies	1,872	1,776
<b>Total</b>	<b>37,902</b>	<b>33,034</b>

## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
<b>III. Term Deposits</b>		
i) Individuals	122,012	108,490
ii) Other societies	26,325	18,497
<b>Total</b>	<b>148,337</b>	<b>126,987</b>
<b>IV. Matured Deposits</b>	<b>3,823</b>	<b>3,859</b>
<b>Total (I+II+III+IV)</b>	<b>200,683</b>	<b>172,692</b>
<b>SCHEDULE 4 — BORROWINGS</b>		
<b>Borrowings from National Housing Bank</b>	<b>881</b>	<b>949</b>
<b>SCHEDULE 5 — OTHER LIABILITIES</b>		
i) Bills Payable	54	59
ii) Unclaimed Dividends	60	53
iii) Drafts Payable	607	492
iv) Bonus/Ex-gratia Payment to Staff	2	2
v) Pay orders Issued	1,544	1,449
vi) Margin Money	300	565
vii) Sundries	868	702
<b>Total</b>	<b>3,435</b>	<b>3,322</b>
<b>SCHEDULE 6 — PROFIT &amp; LOSS</b>		
Profit as per last Balance Sheet	2,018	1,709
Less: Appropriations		
i) Reserve Fund	500	415
ii) Building Fund	25	275
iii) Dividend to Members	383	335
iv) Charities	15	15
v) Staff Welfare Fund	40	34
vi) Education Fund	20	16
vii) Members' Welfare Fund	45	34
viii) Ex-gratia to Staff	306	290
ix) Centenary Fund	50	25
x) Additional Provision for Bad and Doubtful Debts	-	100
xi) Contingency Reserves	200	166
xii) Investment Fluctuation Reserve	430	-
Profit for the last year	4	4
Add: Prior Period Adjustment Account	(19)	14
Add: Net Profit for the year as per Profit & Loss Account	2,010	2,000
<b>Total</b>	<b>1,995</b>	<b>2,018</b>

## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
<b>SCHEDULE 7 — CASH</b>		
i) Cash in Hand	985	961
<b>Current Deposits</b>		
i) Balances with Reserve Bank of India	9,744	14,584
ii) Balances with State Bank of India & its Subsidiaries	498	700
iii) Balances with State Co-operative Banks	5	208
iv) Balances with District Central Co-operative Banks	34	27
<b>Total</b>	<b>11,266</b>	<b>16,480</b>
<b>SCHEDULE 8 — BALANCES WITH OTHER BANKS</b>		
i) Current Deposits with Private and Nationalised Banks	872	603
ii) Fixed Deposits with SBI, Private & Nationalised Banks	1,931	2,832
<b>Total</b>	<b>2,803</b>	<b>3,435</b>
<b>SCHEDULE 9 — INVESTMENTS</b>		
i) Government Securities	67,622	49,757
ii) Other Trustee Securities	175	666
iii) Shares in Co-op.Institutions & Co-op Hsg.Societies	6	7
iv) P.S.U.Bonds & Bonds of all India financial institutions	6,077	6,375
v) Fixed Deposits with State Co-operative Banks	-	10
vi) Fixed Deposits with District central Co-operative Banks	-	10
<b>Total</b>	<b>73,880</b>	<b>56,825</b>
<b>SCHEDULE 10 — ADVANCES</b>		
<b>I ) Short Term Loans, Cash Credit, Overdraft , Bills Discounted</b>	<b>62,432</b>	<b>55,324</b>
<b>Of which, Secured against</b>		
a) Govt. & Other approved Securities	157	150
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	62,092	54,957
c) Unsecured Advances / Surety Loans with or without Collateral Securities	183	217
Of the advances, amount due from individuals	3,372	3,064
Of the advances, amount Overdue	7,533	6,963
Considered Bad & Doubtful of recovery (Fully Provided for)	3,657	3,241

**SCHEDULES**

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
<b>II) Medium Term Loans</b>	<b>42,157</b>	<b>44,988</b>
<b>Of which, Secured against</b>		
a) Govt. & Other approved Securities	29	31
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	41,949	44,766
c) Unsecured Advances / Surety Loans with or without Collateral Securities	179	191
Of the advances, amount due from individuals	5,098	6,382
Of the advances, amount Overdue	4,141	4,122
Considered Bad & Doubtful of recovery (Fully Provided for)	1,511	1,027
<b>III) Long Term Loans</b>	<b>19,810</b>	<b>16,061</b>
<b>Of which, Secured against</b>		
a) Govt. & Other approved Securities	-	-
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	19,810	16,061
c) Unsecured Advances / Surety Loans with or without Collateral Securities	-	-
Of the advances, amount due from individuals	9,033	8,699
Of the advances, amount Overdue	948	689
Considered Bad & Doubtful of recovery (Fully Provided for)	368	111
<b>Total</b>	<b>124,399</b>	<b>116,373</b>

**SCHEDULE 11 — INTEREST RECEIVABLE**

i) On Investments	2,199	1,812
ii) On Staff Housing Loans	360	323
<b>Total</b>	<b>2,559</b>	<b>2,135</b>

**SCHEDULE 12 — PREMISES****GROSS BLOCK**

At Original cost	3,346	3,241
Additions during the year	-	105
Deductions during the year	-	-
<b>Total</b>	<b>3,346</b>	<b>3,346</b>

## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	1,118	790
Additions during the year	328	328
Deductions during the year	-	-
<b>Total</b>	<b>1,446</b>	<b>1,118</b>
<b>NET BLOCK</b>	<b>1,900</b>	<b>2,228</b>
<b>SCHEDULE 13 — FURNITURES &amp; FIXTURES</b>		
<b>GROSS BLOCK</b>		
At Original cost	1,083	996
Additions during the year	73	107
Deductions during the year	19	20
<b>Total</b>	<b>1,137</b>	<b>1,083</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	516	433
Additions during the year	94	96
Deductions during the year	12	13
<b>Total</b>	<b>598</b>	<b>516</b>
<b>NET BLOCK</b>	<b>539</b>	<b>567</b>
<b>SCHEDULE 14 — OTHER FIXED ASSETS</b>		
<b>I) PLANT &amp; MACHINERY</b>		
<b>GROSS BLOCK</b>		
At Original cost	1,967	1,624
Additions during the year	281	372
Deductions during the year	94	29
<b>Total</b>	<b>2,154</b>	<b>1,967</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	1,281	1,004
Additions during the year	319	303
Deductions during the year	89	26
<b>Total</b>	<b>1,511</b>	<b>1,281</b>
<b>NET BLOCK (A)</b>	<b>643</b>	<b>686</b>
<b>II) CIVIL WORKS</b>		
<b>GROSS BLOCK</b>		
At Original cost	623	585
Additions during the year	46	57
Deductions during the year	2	19
<b>Total</b>	<b>667</b>	<b>623</b>



## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-05	As at 31-Mar-04
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	298	254
Additions during the year	62	59
Deductions during the year	1	15
<b>Total</b>	<b>359</b>	<b>298</b>
<b>NET BLOCK (B)</b>	<b>308</b>	<b>325</b>
<b>III) VEHICLES</b>		
<b>GROSS BLOCK</b>		
At Original cost	47	58
Additions during the year	12	8
Deductions during the year	1	19
<b>Total</b>	<b>58</b>	<b>47</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	14	19
Additions during the year	8	8
Deductions during the year	1	13
<b>Total</b>	<b>21</b>	<b>14</b>
<b>NET BLOCK (C)</b>	<b>37</b>	<b>33</b>
<b>IV) CAPITAL WORK IN PROGRESS (D)</b>	<b>12</b>	<b>35</b>
<b>TOTAL (A+B+C+D)</b>	<b>1,000</b>	<b>1,079</b>

## SCHEDULE 15 — OTHER ASSETS

i) Tax Refund Receivable	113	157
ii) Stock of Stationery	71	60
iii) Deposits with BEST, Telephones & BMC	91	91
iv) Miscellaneous Assets	10,471	2,489
v) Deposits towards acquisition of Premises	82	79
<b>Total</b>	<b>10,828</b>	<b>2,876</b>

## SCHEDULE 16 — CONTINGENT LIABILITIES

i) Bank Guarantees	6,170	5,304
ii) Letters of Credit	9,678	5,311
<b>Total</b>	<b>15,848</b>	<b>10,615</b>

**NOTES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR  
ENDED 31<sup>ST</sup> MARCH 2005 AND BALANCE SHEET AS ON THAT DATE.**

**I. SIGNIFICANT ACCOUNTING POLICIES:**

**1) Accounting Convention:**

The financial statements are drawn up keeping in mind the historical cost and going concern concept and in accordance with generally accepted accounting principles and practices prevailing in the Co-operative Banks in India except otherwise stated.

**2) Revenue Recognition:**

Income and Expenditure are accounted on accrual basis except as stated below:

- i) Interest on Advances classified as Sub-Standard, Doubtful or Loss Assets is recognised on realisation. The unrealised interest in these cases is accounted in Overdue Interest Reserve-I.
- ii) Interest on Fixed Income Securities is recognised on accrual basis in case it is serviced regularly.
- iii) Leave encashment payable to employees is accounted on cash basis.
- iv) Commission exchange and locker rent are recognized as income on receipt basis, to the extent of income accrued and due.

**3) Advances:**

- i) Advances are classified into Standard, Sub-standard, Doubtful and Loss assets in accordance with the guidelines issued by the Reserve Bank of India from time to time.
- ii) Provision on Advances categorised under Sub-Standard, Doubtful and Loss Assets is made in accordance with the guidelines issued by the Reserve Bank of India. In addition, a general provision of 0.25% is made on all standard assets as per RBI guidelines.
- iii) The overdue interest in respect of advances classified as Non-Performing Assets is provided separately under "Overdue Interest Reserve- II" as per the directives issued by the Reserve Bank of India.

**4) Investments:**

The Bank has classified the investments in accordance with the RBI guidelines applicable to Urban Co-operative Banks. Accordingly, classification of investments for the purpose of valuation is done under the following categories:

- a) Held to Maturity.
- b) Held for Trading.
- c) Available for Sale.
- Investments under "Held to Maturity" Category have been valued at acquisition cost. Premium, if any, on such investments is amortised over the residual life of the particular investment.
- Investments under "Held for Trading" category have been marked to market on the basis of guidelines issued by Reserve Bank of India. While net depreciation, if any, under each classification has been provided for, net appreciation, if any, has been ignored.

- Investments under "Available for Sale" category have been marked to market on the basis of guidelines issued by Reserve Bank of India. While net depreciation, if any, under each classification has been provided for, net appreciation, if any, has been ignored.
- Treasury bills under all the classifications have been valued at acquisition cost.
- The shares of Co-operative Societies held by the Bank have been carried at Re.1/- per society.
- For the purpose of valuation, market value in the case of State Govt. and other Securities, for which quotes are not available is determined on the basis of the "Yield to Maturity" indicated by Primary Dealers Association of India (PDAI) jointly with Fixed Income and Money Market Derivates Association of India (FIMMDA).

#### 5) Fixed Assets and Depreciation:

- Fixed Assets are stated at written down value.
- Depreciation is calculated on written down value basis on fixed assets other than premises and computers. Depreciation on premises and computers is calculated on straight-line method.
- Fixed Assets are depreciated at the rates considered appropriate by the Management as under:

Premises	10%
Furniture & Fixtures	15%
Vehicles	20%
Computers	33.33%
Machinery	25%

- Depreciation on fixed assets purchased during the year is charged for the full year, if the asset is purchased and retained for 180 days or more, otherwise it is charged at 50% of the normal rate. No depreciation is charged on fixed assets sold during the year as per the generally accepted norms.
- Software expenses are amortised over a period of two years.

#### 6) Staff Retirement Benefits:

- Provident Fund contribution made to a trust separately established for the said purpose is accounted for on accrual basis.
- The liability towards gratuity is based on actuarial valuation.
- The bank has decided to account Leave Encashment payable to employees on cash basis, as the Bank is confident of meeting the said liability as and when it arises.

## II. NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2005.

### 1) STATUTORY LIABILITY:

The Bank has a statutory liability, u/s 63(1)(B), towards Education Fund of Rs.131 lakhs to be paid to the National Federation of Urban Co-operative Banks under the Multi State Co-operative Societies Act and Rules. However, the Bank has not paid the said amount till 31.03.2005 and has created an Education Fund wherein this contribution is appropriated from the profits of each year. This fund is reflected under "Sundries".

**2) CONTINGENT LIABILITIES:**

Contingent Liabilities on account of Bank Guarantees and Letters of Credit are as follows:

(Rs.in lakhs)

31.03.2004	Particulars	31.03.2005
5304	Bank Guarantees	6170
5311	Letters of Credit	9678
<b>10615</b>	<b>Total</b>	<b>15848</b>

**3) PRIOR PERIOD ITEMS:**

The details of prior period items debited / credited to profit and loss account are given as under:

(Rs.in lakhs)

Particulars	Debit	Credit
Excess provision of previous years in Leave Travel Assistance, Medical Aid & Bonus Ex-gratia payable to staff written back		2
Expenses for operation of Banking Ombudsman Scheme paid to RBI	1	
Ex-Gratia payable for the yr.2003-04	6	
Prior period exp/income wrongly accounted by branches in current P & L now adj at AO	14	
<b>Total</b>	<b>21</b>	<b>2</b>

- 4) Out of the loss of Rs.645 lakhs incurred on account of shifting of securities to HTM category, Rs.129 lakhs has been charged off to the Profit and Loss account and Rs.516 lakhs has been carried forward under the head Miscellaneous Assets, to be written off over the next four accounting years. This is as per guidelines of RBI issued vide its circulars dated 2<sup>nd</sup> Sept 2004 & 28<sup>th</sup> March 2005.
- 5) During the year, the Bank has sold securities held under HTM category. Profit arising on these transactions amounting to Rs187 lakhs, is to be transferred to Capital Reserve through appropriations of profits, as per guidelines of RBI issued vide its circular dated 28<sup>th</sup> March 2005.
- 6) The fixed assets are shown in accordance with the Accounting Standard 6 (AS 6) and Accounting Standard 10 (AS 10) issued by the Institute of Chartered Accountants of India (ICAI).
- 7) The accounting of leave encashment on cash basis is not in accordance with the Accounting Standard 15 (AS 15) issued by the Institute of Chartered Accountants of India (ICAI). Since the figure of amount payable to employees on account of leave encashment is not made available, the effect of the same on the profit of the Bank is not quantifiable.
- 8) The entire operation of the Bank is one composite Banking business not liable to different risks and rewards. Consequently in the opinion of the Bank Accounting Standard 17 on "Segment Reporting" issued by The Institute of Chartered Accountants of India is not applicable to the Bank.
- 9) The Bank is a co-operative society under the Multi –State Co-operative Act, 2002 and there are no related parties requiring a disclosure under Accounting Standard 18 issued by The Institute of

Chartered Accountants of India other than of one Key Management Personnel, viz. Mr. Deepak.S.Patil, the Chief Executive Officer of the Bank. However in terms of RBI circular dated 29<sup>th</sup> March, 2003, he being single party coming under the category, no further details thereon need to be disclosed.

**10) Ownership Premises Rs. 1900 lakhs**

Non-Banking Assets Rs.45 lakhs (acquired against satisfaction of claims is shown under Miscellaneous Assets.)

- 11)** The Bank has written off an amount of Rs.138 lakhs towards bad debts identified by the Management as irrecoverable, certified by the Statutory Auditors and approved by the General Body Meeting and the same is adjusted against Bad and Doubtful Debts Reserves. This amount had been fully provided for in the earlier years.
- 12)** The Board of Directors has decided to change the presentation format of the Balance Sheet & Profit & Loss a/c with amounts in lakhs.
- 13)** Previous years figures have been regrouped/ rearranged wherever necessary to conform to the presentation of the accounts of the current year.

**III. DISCLOSURE AS PER RBI GUIDELINES**

(Rs. in lakhs)

Sr. No.		31.03.2005	31.03.2004
1)	Capital to Risk Asset Ratio (CRAR)	12.77%	12.58%
2)	Movement of CRAR	1.51%	1.78 %
	Risk Weighted assets	136977	119371
3)	Values of Investments are as under:		
	Government/ Approved Securities		
	Face Value	63537	45913
	Book Value	67622	49757
	Market Value	70170	56466
	Bonds of Public Sector Undertakings	6077	6375
	Other Trustee Securities	175	666
	Fixed Deposits in Co-op Banks, Dist.Central & State Co-op.Banks	0	20
	Shares in Co-operative Institution	6	7
	<b>Total Face Value</b>	<b>69795</b>	<b>52981</b>
	<b>Total Book Value</b>	<b>73880</b>	<b>56825</b>
	<b>Total Market Value</b>	<b>76428</b>	<b>63534</b>

(Rs. in lakhs)

Sr. No.		31.03.2005	31.03.2004
4)	Advances against Real Estate, Construction Business, Housing		
	Real Estate	7176	8643
	Construction Business	938	765
	Housing	8198	7492
5)	Advances against Shares & debentures	28	33
	<b>Advances of Rs.124399 lakhs (Previous year Rs. 116373 lakhs ) shown in the Balance Sheet include:</b>		
		(Rs.in lakhs)	
	Particulars	31.03.2005	31.03.2004
		FUND BASED	
		NON-FUND BASED	
	Advance to Directors, their relatives and Companies / Firms in which they are interested	13	99
		-	-
		(Rs. in lakhs)	
Sr. No.		31.03.2005	31.03.2004
6)	Average cost of deposits	6.79%	7.65%
7)	NPAs		
	a) Gross NPAs	14224	13289
	b) Net NPAs	3258	4004
8)	Movement in NPA		
	Opening Balance ***	13289	11150
	Add: Additions during the year	2873	3282
	Less: Closed/ Recovered/ Written Off	1938	1143
	Closing Balance	14224	13289
9)	Profitability		
	A. Interest income as a percentage of working funds	8.98%	9.59%
	B. Non-interest income as a percentage of working funds.	0.73%	1.43%
	C. Operating profit as a percentage of working funds	1.67%	2.70%
	D. Return on Assets (Net Profit/ Average of working funds)	0.86%	1.01%
	E. Business (Deposits + Advances) per employee	436	396
	F. Profit per employee	3	3



(Rs. in lakhs)

Sr. No.		31.03.2005	31.03.2004
10)	Provisions made towards NPA during the year	1800	2500
	Additional provision from last year's profits	-	100
11)	Provision made towards depreciation in investments during the year	-	-
12)	Provision made towards Price Fluctuation Reserve	1	848
***	Includes OIR I as per present Directives of RBI. Previous year Closing Balance at Rs.12560 lakhs was exclusive of OIR I.		
(Rs. in lakhs)			
Sr. No.		31.03.2005	31.03.2004
13)	<b>Movement in provisions</b>		
	<b>A. Towards NPAs</b>		
	Opening Balance	8555	6047
	Add: Additions during the year	1800	2500
	Fresh Provisions		
	Additional provisions from last year's profit	-	100
	Less: Closed/ Recovered/ Written Off	138	92
	Closing Balance	10217	8555
	<b>B. Towards Standard Assets</b>		
	Opening Balance	257	205
	Add: Additions during the year	18	52
	Closing Balance	275	257
14)	<b>Movement in Investment Depreciation Reserve</b>		
	Opening Balance	-	337
	Less: Transferred	-	337
	Add: Additions during the year	-	-
	Provisions	-	-
	Closing Balance	Nil	Nil

15) (a) Composition of Non SLR Investments.

(Rs.in lakhs)

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	5225	Nil	Nil	5070
2	FIs	402	Nil	Nil	400
3	Nationalised Banks	450	Nil	Nil	450
4	Others	Nil	Nil	Nil	Nil
5	Provision held towards depreciation	Nil	Nil	Nil	Nil
	<b>TOTAL</b>	<b>6077</b>	<b>Nil</b>	<b>Nil</b>	<b>5920</b>

15) (b) Non performing Non-SLR Investments

Particulars	Amount
Opening Balance	Nil
Additions during the year since 1st April	Nil
Reductions during the above period	Nil
Closing Balance	Nil
Total provisions held	Nil

**V.R. RANE**  
DIV.MANAGER  
FINANCE

**B.D.UGRANKAR**  
DY.GEN.MANAGER  
FINANCE & AUDIT

**DEEPAK.S.PATIL**  
CHIEF EXECUTIVE OFFICER

**R.N. GOKARN**  
DIRECTOR

**B.S. CHANDAVARKAR**  
VICE – CHAIRMAN

**SURESH.S. HEMMADY**  
CHAIRMAN

PER OUR REPORT OF EVEN DATE ATTACHED  
FOR **V.J.KULKARNI & ASSOCIATES**  
CHARTERED ACCOUNTANTS

PLACE: MUMBAI  
DATED: 16.04.2005

(GAUTAM.D.AMLADI)  
PARTNER.  
STATUTORY AUDITORS.

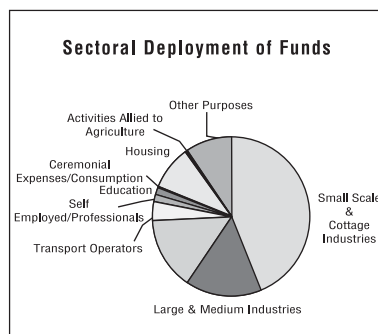
## APPENDIX

### CREDIT PORTFOLIO AT A GLANCE

#### A) OUR BORROWERS

(Rs. in Crores)

ADVANCES	NO. OF A/cs.	%	AMOUNT
Upto Rs.5,000/-	363	0.15	1.87
Rs.5,000 – 25,000	1,426	0.14	1.76
Above Rs.25,000/-	11,842	99.71	1,240.36
<b>TOTAL</b>	<b>13,631</b>	<b>100.00</b>	<b>1,243.99</b>



#### SECTORAL DEPLOYMENT OF FUNDS

(Rs. in Crores)

SECTOR	No. of Borrowers	Outstanding as on 31.3.2005	%
Small Scale & Cottage Industries	2,076	547.52	44.01
Large & Medium Industries	178	193.34	15.54
Trade & Commerce	1,873	181.15	14.56
Transport Operators	198	49.53	3.98
Self Employed / Professionals	891	16.89	1.36
Education	1,265	18.76	1.51
Ceremonial Expenses }			
Consumption }	147	0.97	0.08
Housing	5,096	111.31	8.95
Activities Allied to Agriculture	24	6.51	0.52
Other Purposes	1,883	118.01	9.49
<b>TOTAL</b>	<b>13,631</b>	<b>1,243.99</b>	<b>100.00</b>

#### PRIORITY SECTOR LENDING

(Rs. in Crores)

ACTIVITIES	No. of Accounts	Outstanding as on 31.3.2005	%
Activities Allied to Agriculture	24	6.51	0.88
Small Scale / Cottage Industries	2,076	547.52	72.83
Transport Operators	168	12.14	1.61
Small Business & Retail Traders	1,461	36.79	4.89
Self Employed / Professionals	887	16.87	2.24
Housing	5,096	111.31	14.81
Others	1,293	20.60	2.74
<b>TOTAL</b>	<b>11,005</b>	<b>751.74</b>	<b>100.00</b>

**STATEMENT SHOWING PARTICULARS OF LOANS AND ADVANCES TO THE DIRECTORS AND THEIR RELATIVES**

Directors/ their relatives who have borrowed from the Bank	Amount of loans outstanding at the beginning of the Co-operative year i.e. 1.4.2004 Rs.	Amt. of loans sanctioned during the Co-operative year Rs.	Amt. of loans outstanding at the end of the Co-operative year i.e. 31.03.2005 Rs.	% of total loans and advances
a) Directors	7,58,607.00	-	6,58,348.00	0.0053
b) Relatives of Directors	5,69,960.00	-	6,08,006.00	0.0049
C) Companies / firms in which Directors are interested	86,14,851.16	-	-	-
<b>TOTAL</b>	<b>99,43,418.16</b>	<b>-</b>	<b>12,66,354.00</b>	<b>0.0102</b>

**NOTE. : All these advances are strictly on Commercial terms and there are no overdues.**

**PROGRESS AT A GLANCE**

(Rs. in Crores ) \*

Sr. No	PARTICULARS	1998	1999	2000	2001	2002	2003	2004	2005
1.	Capital & Reserves	64.20	79.42	98.83	118.86	141.67	174.34	223.06	256.93
2.	Deposits	626.91	818.66	964.09	1,150.97	1,269.43	1,449.30	1,726.92	2,006.83
3.	Advances	440.13	518.93	635.56	760.05	833.71	932.73	1,163.73	1,243.99
4.	Investments	204.58	308.69	359.80	444.96	480.01	494.46	568.25	738.80
5.	Total income	87.56	112.19	134.06	164.23	171.29	193.99	222.67	226.88
6.	Total Expenditure & Provisions	77.65	101.29	121.52	148.23	155.00	177.39	202.67	206.78
7.	Net Profit	9.91	10.90	12.54	16.00	16.29	16.60	20.00	20.10
8.	Working Capital	731.27	939.02	1,104.23	1,329.89	1,470.99	1,682.70	2,021.24	2,335.72
9.	No. of Branches	30	30	34	35	36	37	38	38
10.	No. of Employees	698	689	686	688	700	704	730	746
11.	No. of Shareholders	65,337	69,903	74,692	80,109	83,641	91,585	63,420	70,221
12.	Dividend (%)	18 %	18 %	18%+2%	18%	18%	18%	18%	18%
13.	Audit Classification	A	A	A	A	A	A	A	A

\*Items No 1 to 8

### AWARDS TO STAFF MEMBERS

PARTICULARS	RECEIPT	PARTICULARS	RECEIPT
<b>Late Shamrao Vithal Kaikini Award</b> (For Outstanding Performance)	Ms. Youlet Gonsalves Manager, Legal Dept., Corp.Off.	<b>Vice-Chairman's Award</b> (For Best Clerk)	Ms. Monisha Mahaddalkar, Clerk, Sakinaka Branch
<b>Late Rao Bahadur S.S. Talmaki Award</b> (For Outstanding Performance)	Mr. Rajendra S. Rane Manager, Nashik Branch	<b>Chairman's Award</b> (For Best Sub-Staff)	Mr. Chandrashekar Nalawade Vileparle Branch
<b>Special Award</b> (For Extra Ordinary Achievement)	Information Technology Dept.	<b>Vice-Chairman's award</b> (For Best Sub-Staff)	Mr. Krishna Poojari Gamdevi Branch
<b>Shamrao Vithal Bank Award</b> (For Best Branch)	Hubli Branch	<b>Shri Bijoor Ananth Bhat Award</b> (For Best Typist/ Steno/ Computer Operator)	Ms.Smita Hattikudur Clerk, Bandra Branch
<b>Chairman's Award</b> (For Best Manager)	Mr. Shekhar S. Upponi Manager, Hesargatta Extn. Counter	<b>Smt.S.S.Gulvady Award</b> (For Best All-round clerk)	Mr.Anand Samant Clerk, Finance Dept.
<b>Vice-Chairman's Award</b> (For Best Manager)	Mr. Shrikant D. Herwathe Manager, Marketing Department	<b>Late Shri Rajiv Bailoor Award</b> (For Best Clerk)	Ms. Lata V. Murdeswar Clerk, Mandvi Branch
<b>Chairman's Award</b> (For Best Officer)	Ms. Kalpana Mukherjee Asst. Br. Manager, Gamdevi Br.	<b>Late Shri Rajiv Bailoor Award</b> (For Best Sub-Staff)	Mr. Prabhakar T. Narkar Sub-staff, Santacruz Branch
<b>Vice-Chairman's Award</b> (For Best Officer)	Mr. Bipin Joshi Asst. Br. Manager, Vakola Br.	<b>Shanta Mundkur Memorial Award for Branch with Best Audit Report and Lowest Non Performing Assets.</b>	Peenya Branch
<b>Chairman's Award</b> (For Best Clerk)	Mr. Madhukar Majalkar, Clerk, Borivali Branch		

## AMENDMENT TO BYELAWS

Text of the Present Byelaw	Amendment Proposed	Reason for Amendment
<p>(1) The name of the Society is THE SHAMRAO VITHAL CO-OPERATIVE BANK LTD., and its registered office shall be CTS No.948/B, Village Kole Kalyan, Nehru Road, Opp. Vakola market, Santacruz (East), Mumbai – 400 055.</p> <p>Any change of address shall be notified to the Registrar within 30 days and published in local newspaper</p>	<p>(1) The name of the Bank is THE SHAMRAO VITHAL CO-OPERATIVE BANK LTD., and its Principal place of business and the registered and corporate office shall be SVC Tower, Nehru Road, Vakola, Santacruz (East), Mumbai – 400 055 (hereinafter referred to as “the Bank”).</p> <p>Any change of address shall be notified to the Central Registrar within 15 days of its change and may be published in the local news paper and shall be made by an amendment of the bye laws, after following the procedure laid down in section 11 of the Act.</p>	<p>To delete reference to the CTS No. and the Village where the property is situated and to give reference to the name of the building i.e., SVC Tower. Also to match the postal address with that notified to the Reserve Bank of India. Rule 8(3) of the Multi State Co-operative Societies Rules, 2002 provides for the Central Registrar been notified about a change of address within 15 days.</p>
<p>3(a) “The Act” means The Multi-State Co-operative Societies Act, 1984, or any other enactment for the time being in force in India relating to Co-operative Societies and includes the Rules made thereunder;</p>	<p>3(a) “ The Act” means The Multi-State Co-operative Societies Act, 2002 and amendments thereto from time to time;</p>	<p>To delete reference to The Multi-State Co-operative Societies Act, 1984 in view of it been repealed and to refer to the Multi-State Co-operative Societies Act, 2002.</p>
<p>4 (k) New Bye Law</p>	<p>4(k) To provide safe deposit vaults and ancillary services.</p>	<p>To provide the permissible services.</p>
<p>4(l) New Bye Law</p>	<p>4(l) To acquire, construct, maintain, and to alter any building or works necessary or convenient for the purpose of the Bank and also to acquire, hold and deal in property or title, right, interest in such property which may form security /part of security or connected with security for any loans and advances;</p>	<p>To enable the Bank to acquire and deal in such properties whether mortgaged or otherwise.</p>
<p>4(m) New Bye Law</p>	<p>4(m). To open branches and/or extension counters with permission of the Reserve Bank of India within the area of operation of the Bank for providing Banking services to the public;</p>	<p>To enable the Bank to expand its business and branch network.</p>
<p>4(n) New Bye Law</p>	<p>4(n) To acquire, manage and to undertake the whole or part of the business of any other Co-operative Society with the prior permission of the Central Registrar;</p>	<p>Proposed in view of a transfer been permitted by a multi-state co-operative society, to any other multi-state co-operative society under section 17 of the MSCS Act, 2002.</p>

**AMENDMENT TO BYELAWS**

<b>Text of the Present Byelaw</b>	<b>Amendment Proposed</b>	<b>Reason for Amendment</b>
4(o) New Bye Law	4(o) To enter into participation, consortium arrangements with any other Bank or Banks or financial institutions with the object of making loans and advances with the permission of the Reserve Bank of India wherever necessary;	To undertake consortium finance arrangements with Banks and other financial institutions.
4(p) New Bye Law	4(p) Undertaking and executing trusts, undertaking the administration of estates as executor, trustee or otherwise.	To enable the Bank to undertake additional ancillary services.
4(q) New Bye Law	4(q) To enforce any security interest created in favour of the Bank with and/ or without the intervention of court or tribunal,	Added in view of the same being permitted under the provisions of The Securitisation and Reconstruction of Financial Asset and Enforcement of security Interest Act, 2002.
4(r) New Bye Law	4(r) To take possession of the secured assets of the borrower including the right to transfer by way of lease, assignment or sale for realising the secured asset/s in the event of default by the borrower to discharge his liability in full within the period specified,	Added in view of the same been permitted under the provisions of The Securitisation and Reconstruction of Financial Asset and Enforcement of security Interest Act, 2002.
4(s) New Bye Law	4(s) To take over a non- performing asset and sell/dispose it off by itself without handing it over to a asset reconstruction company or securitisation company or at its option hand over the non- performing asset to an asset reconstruction company or securitisation company	Added in view of the same been permitted under the provisions of The Securitisation and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002.
4(t) New Bye law	4(t) To take over the management of the secured assets of the borrower including the right to transfer by way of lease, assignment or sale for realising the secured assets.	Added in view of the same been permitted under the provisions of The Securitisation and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002.
4(u) New Bye Law	4(u) To appoint any person as manager to manage the secured assets which has been taken over by the secured creditor;	Added in view of the same been permitted under the provisions of The Securitisation and Reconstruction of Financial Asset and Enforcement of Security Interest Act, 2002.

## AMENDMENT TO BYELAWS

Text of the Present Byelaw	Amendment Proposed	Reason for Amendment
4(v) New Bye Law	4(v) To promote one or more subsidiary institutions under any law for the time being in force;	Section 19(1) of the Multi-State Co-operative Societies Act, 2002 permits formation of a subsidiary institution.
4(x) to do all such other things as are incidental or conducive to the attainment of any or all of the aforesaid objects.	4(w) to do all such other things as are incidental or conducive to the attainment of any or all of the aforesaid objects.	To renumber the existing bye law no. 4(x) as 4(w).
5(b) The Authorised Share Capital of the Bank shall be Rs.35,00,00,000 divided into 1,40,00,000 shares of Rs.25/- each and may be increased or reduced with the previous sanction of the General Body, subject to the approval of the Central Registrar provided that in any year when the Share Capital is reduced, refunds of such Capital shall not in aggregate exceed 1/10 <sup>th</sup> of the total paid-up Share Capital as it stood on the last day of the Co-operative Year immediately preceding.	5(b) The Authorised Share Capital of the Bank shall be Rs.60,00,00,000 divided into 2,40,00,000 shares of Rs.25/- each and may be increased or reduced with the previous sanction of the General Body, subject to the approval of the Central Registrar provided that in any year when the Share Capital is reduced, refunds of such Capital shall not in aggregate exceed 1/10 <sup>th</sup> of the total paid-up Share Capital as it stood on the last day of the Co-operative Year immediately preceding.	To fulfill the Capital Adequacy Ratio Norms prescribed by the Reserve Bank of India for Urban Co-operative Banks, in view of the future growth projections of the Bank.
8(c)A society registered or deemed to be registered under the Act;	8(c)A society registered or deemed to be registered under the Societies Registration Act, 1860 (XXI of 1860) and/or under any other Act in force.	To enable admission of a society registered under the Act, 1860 (XXI of 1860) and/or any other Act in force.
8(g) New Bye Law	8(g) Hindu Undivided Family.	To enable the admission of an HUF as a member, under the discretionary powers conferred under section 25(h), in view of Banking business been carried out by the Bank.
8(h) New Bye Law	8(h) Sole Proprietary Concern.	To enable the admission of a proprietary concern as a member under the discretionary powers conferred under section 25(h), in view of Banking business being carried out by the Bank.



A.O./Depts/Branches	Telephone No.
Registered Office, Personnel & HRM, Operations (Credit), Legal & Recovery, Administration, Marketing, Finance, Central Accounts, Legal, Audit & Inspection, Facilities, Planning, Information Technology, Shares, Secretarial.  CTS No.948/B, Village Kole Kalyan, Nehru Road, Opp.Vakola Market, Santacruz (E),Mumbai – 400 055.	5699 9999
<b>Clearing</b> Anand Building, Mezzanine Floor, 82/84, Kazi Syed Street, Mandvi, Mumbai-400 009.	23439044 23443981 23425825 FAX : 23443130
<b>D. M.'s Office, Bangalore</b> 49/1, 1 <sup>st</sup> floor, 5 <sup>th</sup> Cross Road, Malleshwaram, Bangalore 560 003	080-23466468, 080-23466469 FAX :23466468
<b>D.M.'s Office,Pune</b> Nandita, Jungli Maharaj Rd Deccan Gymkhana,Pune- 411 004	020-25538371, 020-25532460 FAX:020-25532519
<b>Bandra</b> Bldg No. C, Chitrapur CHS Ltd. 27 <sup>th</sup> Road TPS III, Bandra (W), Mumbai 400 050	26426280 26428562 FAX : 26426324
<b>Borivali</b> Bal Vatsalaya Bldg, Kasturba Cross Rd No. 1, Borivali (E) Mumbai 400 066	28058425 28086749 FAX: 28626943
<b>Borivali Extension Counter</b> Bima Nagar Education Society's New Bldg., C.T.S., 1377, Near Shanti Ashram, Jeevan Bhima Nagar, Borivali (West) Mumbai : 400 103	28943626
<b>Chembur</b> Natasha Plaza, Plot no. 913, D. K. Sandhu Marg, Chembur (E) Mumbai 400 071	25235389 25293193 FAX: 25244617
<b>Cuffe Parade</b> Maker Towers 'E', 1 <sup>st</sup> floor, Cuffe Parade, Mumbai 400 005	22161836, 22166253 56374941-43 FAX : 56374944
<b>Gamdevi</b> B/2, Saraswat Building Dr. Kashibai Navrange Marg Opp Gamdevi Police Station, Mumbai 400 007	23885013, 56021501 FAX : 23885013

A.O./Depts/Branches	Telephone No.
<b>Ghatkopar</b> Jayant Arcade, Rajawadi Naka, Ghatkopar (East), Mumbai 400 077.	25153308, 25101974 FAX: 25165373
<b>Goregaon</b> 12, Udyog Nagar, Time Star Bldg., S.V.Road,Goregaon (W), Mumbai 400 062.	28740578, 28743877 FAX: 28754174
<b>Kandivali</b> No 6,Ground floor, Manek Nagar, M.G.Road, Kandivali (W), Mumbai- 400 067	28020579, 28634490 FAX: 28634975
<b>Khar</b> Vanvaria Apts., Corner of 2 <sup>nd</sup> Road and S.V.Road ,Khar (West), Mumbai 400 052	26465991, 26465992 FAX: 26008423
<b>Malad</b> 47/A, S. M. House, Lourdes Colony, Orlem, Malad (W) Mumbai 400 064	28069163, 28656495 FAX: 28638893
<b>Mandvi</b> Anand Building, 82/84, Kazi Syed Street, Mandvi, Mumbai 400 003	23412433, 23431097 FAX: 23420933
<b>Matunga</b> 5, Kanara House, Mogal Lane, Mahim, Mumbai 400016	24379927, 24372644 FAX : 24316813
<b>Matunga Extension Counter</b> New English School, Government Servant's Colony, Bandra (East), Mumbai 400 051	2657 1951 2657 1889
<b>Mira Road</b> Ground Floor, Royal Challenge Building, Mira-Bhayender Rd. District Thane – 401 107	28122372, 28122373 FAX: 28123503
<b>Mulund</b> G-1,6,7,8, Ganesh Kripa, RHB Road, Mulund (W), Mumbai – 400 080	25605735, 25917840 FAX : 25917840
<b>Mahakali Caves Road</b> Sanskriti Park, Opp. Canossa High School Andheri (East), Mumbai 400093.	28370781, 28355888 FAX: 28389556
<b>Sakinaka</b> Yamuna Sadan, Saki Vihar Road, Sakinaka, Andheri (East) Mumbai 400 072	28522508, 28593310 FAX : 28520708



## The Shamrao Vithal Co-op. Bank Ltd.

(Scheduled Bank)

ESTD 1906

A.O./Depts/Branches	Telephone No.
<b>Santacruz</b> 8/1, Saraswat Colony Santacruz (West), Mumbai 400 054	26608726, 26600584 FAX: 26600965
<b>Shamrao Vithal Marg</b> H/2, Anandashram, Shamrao Vithal Marg, Mumbai 400 007	23867924, 23880030 FAX: 23894564
<b>Sleater Road</b> A/2,3,4,5&6 Ganesh Prasad, Naushir Bharucha Marg, Mumbai 400 007	23812092, 23811541 FAX: 23813571
<b>Thane</b> Shop No.11 & 12, Sita Vihar, Damani Estate, L. B. S. Marg, Naupada, Thane(W) 400 602	25338706, 25338715 FAX: 25434883
<b>Vashi</b> Jay Mangal Oil Complex, Near APMC-II, Sector 19, Plot no. 48 & 49, (Dana Bunder) Phase II, Vashi, Turbhe 400 703	27847651, 27847652 FAX: 27840682
<b>Vakola</b> SVC Tower, Nehru Road, Opp. Vakola Market, Santacruz (E), Mumbai – 400 055.	5699 9701-9714 FAX : 5699 9700
<b>Vile Parle</b> Mani Villa, Nehru Road, Vile Parle (E), Mumbai 400 057.	26124280, 26133210 FAX: 26191507
<b>Versova</b> 7, Sarkar Corner, J. P. Road Andheri (West)Mumbai 400 058	26770151, 26772738 FAX: 26770847
<b>Aurangabad</b> Rajendra Bhavan, Plot no. 1, Opp. Hotel Aurangabad Ashoka, Adalat Road Aurangabad 431 001	0240-2324929 FAX: 0240-2324930
<b>Bangalore (Malleshwaram)</b> 49/1, 5 <sup>th</sup> Cross Road Malleshwaram Bangalore 560 003	080-23441629, 080-23447875 FAX: 080-23340014
<b>Bangalore (Peenya)</b> 5 <sup>th</sup> Cross Stage I, KSSIDC Multi Storeyed Bldg; Peenya Indstl Estate, Bangalore 560 058	080-28399355 FAX: 080-28399354
<b>Peenya Extension Counter</b> Triveni Memorial Educational Trust, 28/29, Hessarghatta Main Road, Mallasandra, Bangalore – 560 057	080-28393699
<b>Bangalore(Rajaji Nagar)</b> 815/23, 17 <sup>th</sup> 'E' Main Road, 5 <sup>th</sup> Block, Rajajinagar, Bangalore 560 010	080-23403271 FAX: 080-23403276

A.O./Depts/Branches	Telephone No.
<b>Bangalore Extension Counter</b> Sri. Vidya Mandir Education Society, 11 <sup>th</sup> Cross, 6 <sup>th</sup> Main, Malleshwaram, Bangalore 560 003	080-23316709
<b>Chitrapur Shirali</b> Building 8-3, Survey No.426/ B, Ward No.5,N.H.No.17, Shirali, Taluka Bhatkal, Dist.-Uttara Kannada 581354	08385-258569 FAX : 08385-258570
<b>Hubli</b> Ground Floor, Satellite Space Age Complex, Koppikar Road, Hubli 580 020	0836-2366973 FAX: 0836-2366972
<b>Kalyan</b> Sai Vihar, Chhatrapati Shivaji Path, Shivaji Chowk, Kalyan 421 301.	0251-2313786 0251-2313479 FAX:0251-2314455
<b>Koramangala</b> Plot No.780, Ground floor, ESSZED Meridian, 80 ft. road, Block No.4, Koramangala, Bangalore – 560 034.	080-25503861 FAX: 080-25503862
<b>Mangalore</b> G-07, Crystal Arc, Balmatta Road, Mangalore 575 001	0824-2441263 FAX: 0824-2441586
<b>Mangalore Extension Counter –</b> Ganapathy High School Saraswat Education Society Ganapathy Pre-University College Campus, Ganapathy High School Road, Mangalore 575 001	0824-2420139 FAX: 0824-2420382
<b>Nashik</b> Gala No. L-15 and G-16, Utility Centre, Opp Rajiv Gandhi Bhavan, N. M. C. Sharanpur Road, Nashik 422 001.	0253-2311618 FAX: 0253-2311619
<b>Panjim</b> Midas Touch Bldg., 1 <sup>st</sup> Floor, Market Area, Panjim, Goa 403 001	0832-2432552 FAX: 0832-2432553
<b>Pimpri-Chinchwad</b> Plot No. 63, Sector 27 A, Village Akurdi, PCNT, Nigdi Pune 411 044	020-27659285, 020-27659286 FAX: 020-27654676
<b>Pune D.G.</b> Nandita, Jungli Maharaj Road, Deccan Gymkhana, Pune 411 004	020-25538371, 020-25532460 FAX: 020-25532519
<b>Pune Satara Road</b> Shop No. 9 to 14, Chaphalkar Centre, Near Hotel Utsav, Pune-411 037	020-24215075, 020-24215076 FAX: 020-24215080



**THE SHAMRAO VITHAL CO-OPERATIVE BANK LTD.**

**REGISTERED OFFICE**

CTS No. 948/B, VILLAGE KOLE KALYAN, NEHRU ROAD OPP. VAKOLA MARKET, SANTACRUZ (E), MUMBAI - 55

**ATTENDANCE SLIP**  
**99<sup>TH</sup> ANNUAL GENERAL MEETING**

**Regn.No.:** \_\_\_\_\_

I declare that I am a registered shareholder of The Shamrao Vitthal Co-operative Bank Limited.

I hereby record my presence at the 99<sup>th</sup> Annual General Meeting of the Bank at the **Y. B. Chavan Auditorium, Next to Sachivalaya Gymkhana, Mumbai 400 021** on Saturday, May 14, 2005.

**NAME IN BLOCK LETTERS**

**SIGNATURE**

**NOTE:** Please fill up this Attendance Slip. Sign and hand it over at the Entrance of the Hall.





**THE SHAMRAO VITHAL CO-OPERATIVE BANK  
MEMBERS WELFARE ASSOCIATION**

[Regn. No F-21348(M) of July 24, 1998]

C/o The Shamrao Vithal Co-operative Bank Limited, Maker Towers 'E', Cuffe Parade, MUMBAI 400005

**NOTICE**

**(TO ALL MEMBERS OF THE BANK AS ON 31<sup>ST</sup> MARCH 2000)**

NOTICE is hereby given to all the Members that the 8<sup>th</sup> Annual General Meeting will be held on **Sunday May 22<sup>nd</sup>, 2005** at 9 am in the Shrimat Anandashram Hall, Talmakiwadi, Javji Dadaji Marg, Mumbai – 400 007 with the following Agenda.

1. To read and confirm the Proceedings of the 7<sup>th</sup> AGM held on July 17, 2004.
2. To receive and adopt the Annual Report for the F.Y. 2004-2005.
3. To receive, approve and adopt the Audited Income & Expenditure Account for the year ended March 31, 2005 and the Audited Balance Sheet as on March 31, 2005.
4. To appoint Auditors for F.Y. 2005-2006.
5. To receive the Budget for F.Y. 2005-2006.
6. Any other matter with the permission of the Chair.

**Gurudutt Mundkur**

President

Date: April 12, 2005.

Place: Mumbai 400005

**Ratnakar N. Gokarn**

Hon. Secretary

*N.B. If there is no quorum at the appointed time, the meeting will be adjourned and reconvened after half an hour on the same day and at the same place and shall thereafter be held even if there is no quorum.*

**ANNUAL REPORT**

The Association disbursed Awards to 42 students [last year 30] for meritorious performance, one award for excellence in the field of Sports at National Level, re-imbursed Medical Expenses to 392 members [last year 289], Medical check-up expenses to 46 members [last year 24] and Mediclaim Premium to 257 members [last year 209]. The amounts disbursed are given in the attached Income & Expenditure Statement.

**This year your Association earned a nominal income of Rs.7,191/= for the first time in four years. The Board of Trustees has however, found it necessary to re-programme the disbursement percentages in some of the categories for re-imbursement and have amended the rules accordingly. Earlier years' surpluses could sustain additional applications for reimbursements.**

**In view of our limited resources as well as the growing list of members eligible for benefits and claimants, the Committee appeals to all affluent members to refrain from making claims, so that the prime objective of helping the more needy members is met.**

Shri.S.D.Joshi, a Nominee of the Management of the SVC Bank Ltd, ceased to be a Trustee of the Association due to his resignation from the services of the Bank. The Management of the Bank has nominated Shri.Ravikiran S.Mankikar in place of Shri.S.D.Joshi. The Board of Trustees places on record its appreciation for the valuable contribution made by Shri.S.D.Joshi during his close association with the functioning of the Trust. The Board of Trustees welcomes Shri.Mankikar.

The Managing Committee met five times during the year. The average attendance was 6 members per meeting, against the maximum possible of 7.

**Gurudutt Mundkur**

President

**Ratnakar N. Gokarn**

Hon. Secretary

April 12, 2005.



## THE SHAMRAO VITHAL CO-OPERATIVE BANK MEMBERS WELFARE ASSOCIATION

[Regn. No F-21348(M) of July 24, 1998]

C/o The Shamrao Vithal Co-operative Bank Limited, Maker Towers 'E', Cuffe Parade, MUMBAI 400005

### A NOTE FROM THE TRUSTEES

The Trustees have been receiving from time to time several queries regarding the activity of the Association. This Note is intended to answer those queries as well as clear some misconceptions.

The Members Welfare Association [MWA] has been created by The Shamrao Vithal Cooperative Bank Ltd. **After MWA was registered as a Trust with the Charity Commissioner, it has ceased to be functionally a part of the Bank.** The Bank continues to contribute to the corpus of the Trust every year.

The functions of the Trust is mainly to reimburse the medical expenses incurred by the members of MWA, from the interest received on the Corpus. With falling rates of interest, the amount for reimbursement has reduced significantly over the past three years. Also, the number of members who claim reimbursement has increased.

**As a result, with pressure from both sides, there has not been a surplus during the past four years.** (The surplus during 2004-05 has been just coincidental, having been able to obtain a slightly better rate of interest in the second half of the year.) *With this financial situation in mind, the Trustees request that affluent members may please refrain from claiming reimbursement.* **The Trust has so far reimbursed every claim that meets the Rules. The Trustees wish to continue to do so.**

The Trustees review and analyse the reimbursements *vis-a-vis* the rules for reimbursement every two months, as we desire to expand the scope of reimbursements. With this in mind, we have introduced the reimbursement up to Rs 25,000 for member-patients suffering from that dreaded disease, cancer. Reimbursement in varying amounts in the case of treatment of cardiac conditions continues.

We are constrained to reduce the limit for part-reimbursement of Mediclaim to Rs 1000 p.a.

We have, so far, been reimbursing the pathological fees up to Rs 1000 per annum as a part of Medical Check-up, though, as the Rule specifies, it has to be done in a Laboratory that is part of the Medical Hospital where the patient is being treated. That was not the intention when the Rules were framed. Such reimbursements will henceforth be treated as a part of the Medical Expenses.

Simultaneously, we are increasing the reimbursement of **Medical Check-up fees to Rs 1,500, once a year, but will not include any pathological test done as part of treatment.** The intention is to encourage members to have themselves fully medically checked up every year.

**We take this opportunity to request members to direct their queries to the Hon Secretary of MWA and not to any officials of the Bank. Also to raise their queries at the AGM of MWA and NOT at the AGM of the Bank.**

**For us in the Trust, it is a case of budgeting and making the rupee reach the maximum number of deserving claimants.** This is the spirit in which the Trustees function.



**THE SHAMRAO VITHAL CO-OPERATIVE BANK  
MEMBERS WELFARE ASSOCIATION**

[Regn. No F-21348(M) of July 24, 1998]

C/o The Shamrao Vithal Co-operative Bank Limited, Maker Towers 'E', Cuffe Parade, MUMBAI 400005

**S. K. SHETTY & ASSOCIATES  
CHARTERED ACCOUNTANTS**

203, Lok Centre, Marol Maroshi Road, Marol, Andheri (E), Mumbai - 400 59. Tel: 28506525

**AUDITORS REPORT**

We have audited the Balance Sheet of **THE SHAMRAO VITHAL CO-OP. BANK MEMBERS' WELFARE ASSOCIATION**, as at 31<sup>st</sup> March, 2005 and also the annexed Income and Expenditure Account for the year ended on that date.

1. We have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
2. The Balance Sheet and the Income & Expenditure Account dealt with by the report are in agreement with the books of accounts.
3. In our opinion and to the best of our information and according to the explanations given to us, read with Accounting Policies,
  - i) in the case of Balance Sheet, of the state of affairs as at 31<sup>st</sup> March , 2005;
  - and
  - ii) in the case of the Income & Expenditure Account, of the excess of Income over Expenditure for the year ended on that date.

For, S. K. SHETTY & ASSOCIATES

**S. K. SHETTY**  
*Partner*

**PLACE: Mumbai**  
**DATE: April 12, 2005**



**THE SHAMRAO VITHAL CO-OPERATIVE BANK  
MEMBERS WELFARE ASSOCIATION**

[Regn. No F-21348(M) of July 24, 1998]

**BALANCE SHEET AS ON 31ST MARCH, 2005.**

AMOUNT 2003-2004	LIABILITIES	AMOUNT 2004-2005	AMOUNT 2003-2004	ASSETS	AMOUNT 2004-2005
11,526,949	<b>CORPUS FUND :</b> Opening Balance 11,526,949 Add : Addition <u>4,500,000</u>	16,026,949	11,850,006	<b>INVESTMENTS :</b> F.D. with The Shamrao Vithal Bank Opening Balance 11,850,006 Add : Addition <u>4,464,513</u>	16,314,519
550,085	<b>RESERVE FUND :</b> Opening Balance 550,085 Add : Current Year <u>7,191</u>	557,276	75,000	<b>LOANS &amp; ADVANCES :</b> <b>EDUCATION LOAN</b> Opening Balance 75,000 Add : Received <u>-</u>	75,000
7,500	<b>OUTSTANDING EXPENSES :</b> Audit fees 4,500 <u>-</u>	4,500	158,871 657	<b>CURRENT ASSETS :</b> Cash at Bank 198,120 Cash in hand <u>1,086</u>	199,206
<b>12,084,534</b>	<b>TOTAL :-</b>	<b>16,588,725</b>	<b>12,084,534</b>	<b>TOTAL :-</b>	<b>16,588,725</b>

As per our report of even date  
For, S.K. SHETTY & ASSOCIATES

For, The Shamrao Vithal Co-operative Bank  
Members Welfare Association

sd/-

**S.K. SHETTY**

Partner

**G N Mundkur**

(President)

**R N Gokarn**

(Hon. Secretary)

**M S Murdeshwar**

(Hon Treasurer)

PLACE : MUMBAI

DATE : 12.04.2005



**THE SHAMRAO VITHAL CO-OPERATIVE BANK  
MEMBERS WELFARE ASSOCIATION**

[Regn. No F-21348(M) of July 24, 1998]

**INCOME & EXPENDITURE STATEMENT FOR THE YEAR 2004-05.**

AMOUNT 2003-2004	INCOME	AMOUNT 2004-2005	AMOUNT 2003-2004	EXPENDITURE	AMOUNT 2004-2005
	<b>INTEREST INCOME :</b>			<b>ESTABLISHMENT EXPENSES :</b>	
938,602	Fixed Deposit A/c 1,223,538		18,000	Office Assistant Charges 18,000	
	Savings A/c 4,151		585	Conveyance & Travelling 3,810	
-	Interest on		4,000	Audit Fees 4,500	
	Education Loan -	1,227,689	-	General Expenses 2,268	
			1,366	Postage & Courier Expenses 2,332	
3,250	Sundry balance W/Off	-	647	Printing & Stationery 1,360	
			-	Bank Charges 28	
	<b>Excess of Expenditure over</b>		4,808	Meeting Expenses 5,800	38,098
10,971	<b>Income</b>				
				<b>EXPENDITURE ON OBJECTS</b>	
				<b>OF THE TRUST :</b>	
			28,000	Merit & Sports Awards 43,000	
			294,587	Mediclaim 364,977	
			578,780	Medical Expenses 736,508	
			22,050	Medical Check-up Scheme 37,915	1,182,400
			-	<b>Excess of Income over</b>	
				<b>Expenditure</b>	7,191
<b>952,823</b>	<b>TOTAL :-</b>	<b>1,227,689</b>	<b>952,823</b>	<b>TOTAL :-</b>	<b>1,227,689</b>

As per our report of even date  
For, S.K. SHETTY & ASSOCIATES

For, The Shamrao Vithal Co-operative Bank  
Members Welfare Association

sd/-

**S.K. SHETTY**  
Partner

**G N Mundkur**  
(President)

**R N Gokarn**  
(Hon. Secretary)

**M S Murdeshwar**  
(Hon Treasurer)

PLACE : MUMBAI  
DATE : 12.04.2005



## THE SHAMRAO VITHAL CO-OPERATIVE BANK MEMBERS WELFARE ASSOCIATION

[Regn. No F-21348(M) of July 24, 1998]

C/o The Shamrao Vithal Co-operative Bank Limited, Maker Towers 'E', Cuffe Parade, MUMBAI 400005

### GENERAL ELIGIBILITY CRITERIA [APPLICABLE TO ALL INDIVIDUAL MEMBERS]

- [a] A member who **has completed 5 full years of membership** of the Bank as a shareholder as on March 31<sup>st</sup> of the Bank on the **immediate previous March 31** is automatically a member of MWA [e.g. A Member who has joined on or before March 31, 2000 is **automatically** eligible for the benefits from April 01, 2005 and so on]
- [b] FOR AGE LIMITS, "AGE NEARER BIRTHDAY" WILL BE THE CRITERION.
- [c] **The benefits shall be applied for within 3 months after the event, i.e. after discharge / cure in the case of illness or payment of Mediclaim Premium or the results in the case of public examinations.**
- [d] In joint share holding, **only the first named member** is eligible, except for Awards / Loan Scholarship.

### RULES, BENEFITS AND RELATED ELIGIBILITY CRITERIA [FROM 01/06/2005]

#### 1. MEDICAL/ SURGICAL:

- [a] (i) Reimbursement of costs of a **Medical Check-up** up to Rs 1500/=. The check-up shall be done at a Hospital, which has a separate department for check-up, or the KSA Health Centre
- (ii) This re-imbursement will be made only on submission of the original Receipt/s,  
# every year for those over 65 years  
# once in two years for members over 55 years;  
# once in three years for members below 55 years.

- [b] A member shall apply not more than once in three months. Cost of non prescription medicines, like aspirin, paracetamol, pain balms etc., shall not be reimbursed. Vitamins, tonics will be considered only if prescribed with full mention of the nature of ailment. [General weakness will **not** be considered as an ailment.]

**Reimbursement of 40%** of cost of prescribed medicines and / or hospitalisation expense with an upper limit of

Rs 6,000 every year for members over 75 years;	Rs 6,000 every TWO years for members over 65 years
Rs 4,000 every TWO years for members over 55 years;	Rs 2,500 every TWO years for members below 55 years

Original receipts/ cash-memos shall be submitted with the claim. Each claim shall have to be accompanied by a photocopy of doctor's relevant prescription which shall mention ailment being treated. These prescription copies and receipts / cash memos shall not be returned. **No correspondence will be entertained in this regard.**

- [c] (i) MEMBERS WHO HAVE SUFFERED CARDIAC ATTACKS WILL BE GRANTED, ON PRODUCTION OF RELEVANT DOCUMENTS, Rs 10,000/= FOR AN ANGIO-GRAPHY, Rs 15,000/= FOR AN ANGIO-PLASTY & Rs 25,000/= FOR A CARDIAC BY-PASS SURGERY.
- (ii) Members suffering from Cancer will be granted, on production of relevant documents - Rs.25, 000/=

#### 2. MEDICLAIM: REIMBURSEMENT OF 50% Mediclaim PREMIUM WITH AN UPPER LIMIT OF Rs 1,000/=. ON AN ANNUAL BASIS. SPOUSE, PARENTS AND CHILDREN MAY BE INCLUDED AS A PART OF THE SAME MEDICLAIM POLICY. ORIGINAL PREMIUM PAID RECEIPT AND COPY OF POLICY SCHEDULE (1<sup>ST</sup> PAGE ONLY) TO BE SUBMITTED, WITH DETAILS OF MEMBERSHIP NUMBER, BANK A/C NUMBER AS MENTIONED AT THE END OF THIS PAGE.

**[A] Members availing of this benefit shall not be eligible for re-imbursements under Rule 1 (a) and (b) above.**

**[B] MEMBERS AVAILING OF THIS BENEFIT SHALL NOT BE ELIGIBLE FOR RE-IMBURSEMENTS UNDER RULE 1 ( c ) ABOVE IF THE TOTAL EXPENDITURE INCURRED BY THE MEMBER IS EQUAL TO OR LESS THAN THE AMOUNT REIMBURSED BY THE INSURANCE COMPANY UNDER HIS/HER MEDI CLAIM POLICY.**

**[C] MEMBERS IN EMPLOYMENT SHALL SUBMIT A CERTIFICATE FROM THEIR EMPLOYERS STATING THAT THE EMPLOYEES ARE NOT BEING REIMBURSED THE MEDICAL EXPENSES / PREMIUM CLAIMED.**

#### 3. Merit Students / Sports / Artists awards

- [a] A Prize of Rs 1,000/= shall be awarded to a member / member's spouse / member's child / children who passes / pass  
# The School Final or The H S C or equivalent examination with 85 % marks  
# A Graduation examination, securing 85 % in Science, 80% in Commerce or 75% in Arts.  
# A Post graduation examination of any discipline in the first division
- [b] A prize of Rs 1000/= shall be awarded to a member achieving distinction in Sports or Fine Arts at the State or National level. This Prize/award would be given notwithstanding other awards / scholarships that the person would have secured / been awarded by other sources.

**[c] A special award upto Rs 10,000/= per individual may be considered by the Managing Committee for an outstanding performance in the international fields of sports and education.**

- 4 Revolving Loan Schemes for full time post-graduate professional courses [including Ph.D]. Candidates who have secured admission may write to the Hon. Secretary for details.

**Note: Claims for reimbursement (TO BE MADE ON PLAIN PAPER WITHIN 3 MONTHS) MUST mention :-**

**[a] Member's Regn No. (Membership No.) of the Bank [b] Date of Birth [c] Bank A/c No., Bank Name & Branch [not necessarily SVC Bank] If you do not have an A/c in SVC Bank, we request you to open one. [ d ] In case of any dispute, the decision of the Board of Trustees will be Final. [e] These rules shall come into effect from June 01, 2005 and shall supersede all previous rules.**

April 12, 2005.

**Ratnakar N.Gokarn**  
Hon. Secretary

*Please note the changes and preserve for future reference.*



▶ Lighting the Lamp ceremony on the launching of Customer Get-together held at M.I.G. Cricket Club, Bandra on December 15, 2004.



◀ Special Award for Extra-Ordinary Achievement given to the Information Technology Team for outstanding performance in the In-house development of GENIUS I Banking software.

BOOK - POST

*If undelivered, please return to:*



**The Shamrao Vithal Co-operative Bank Ltd.**

**(Multi-State Scheduled Bank)**

Corporate Off : S.V.C.Tower, Nehru Road, Vakola, Santacruz (E), Mumbai - 400055.