

Kumar & Gupta

CHARTERED ACCOUNTANTS

Shiv Mandir Street, Central Town, Sutehri Road, Hoshiarpur-146001

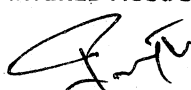
Phone: 01882-246939, Mob.: 99884-55005, 98885-23860

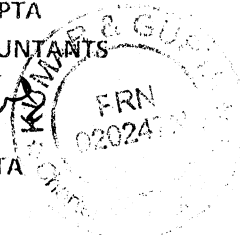
E-mail : aggarwal_gmf@yahoo.com, ca_pardeep@yahoo.co.in

AUDIT REPORT

1. We have audited the attached Balance Sheet of "THE KAPURTHALA CENTRAL COOPRATIVE BANK LTD, KAPURTHALA" ("The Bank") as on March 31, 2016 and also Profit & Loss Account for the year ended March 31, 2016. These financial statements are the responsibility of Bank's Management. Our responsibility is to express opinion on these financial statements based on our audit.
2. We conducted the audit in accordance with Auditing Standards generally accepted in India. These Standards require that we plan & perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An Audit includes examining, on test basis, evidence supporting the amount & 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 statement presentation. We believe that our audit provides reasonable basis for our opinion.
3. On basis of audit as indicated in para 1 above & subject to our observation enumerated in ANNEXURE OF OBSERVATION TO THIS REPORT, In our opinion & and to best of our information & explanations given to us & and shown in the books of accounts of bank:
 - ❖ The Balance Sheet read with annexure of observation to this report does exhibit a true and fair view of affairs of the bank as on March 31, 2016.
 - ❖ The Profit & Loss account read with annexure of observation to this report does show a true amount of the Profit/Loss of the bank for the year ended March 31, 2016.
4. We have obtained all information and explanations, which, to the best of our knowledge and belief, were necessary for the purpose of our audit and have found the same to be satisfactory.
5. The transactions of the bank which have come to our notice have been made within the powers of bank.

FOR KUMAR & GUPTA
CHARTERED ACCOUNTANTS


CA. PARDEEP GUPTA
(PARTNER)



PALCE: HOSHIARPUR
DATE: 31-08-2016

(AUDITED)
Balance Sheet
&
PROFIT & LOSS
STATEMENT

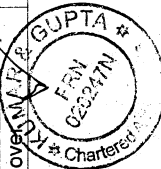
OF

THE KAPURTHALA CENTRAL
COOPERATIVE BANK LIMITED,
KAPURTHALA

AS ON 31.03.2016

**THE KAPURTHALA CENTRAL COOPERATIVE
BALANCE SHEET**

Last Year's (Round Figures)	Capital and Liabilities		Amount		Total	
			Rs.	P.	Rs.	P.
100000000	1 CAPITAL		100000000.00		100000000.00	
72250700	i Authorised Capital 1000000 Shares of Rs.100/- each		76128000.00		76128000.00	
72250700	ii Subscribed Capital 761280 Shares of Rs.100/-each		76128000.00		76128000.00	
	iii Amount called up On 761280. Shares of Rs. 100/-each					
	Less calls unpaid Rs. Nil					
	Of (iii) above held by					
	a) Individuals					
71250700	b) Co-op. Institutions		75128000.00		75128000.00	
1000000	c) State Govt.		1000000.00		1000000.00	
	RESERVE FUND & OTHER RESERVES					
276546616	i Statutory Reserve Fund		293736649.01		293736649.01	
190074907	ii Agricultural (Credit Stabilization Fund)		200440990.00		200440990.00	
85202480	iii Building Fund		88933549.12		88933549.12	
129007	iv Dividend Equilisation Fund		129006.74		129006.74	
12450	v Special Bad Debt Reserve		12450.00		12450.00	
267942604	vi Bad & Doubtful Debt Reserve		276337509.19		276337509.19	
12473165	vii Investment Depreciation Reserve		12473164.71		12473164.71	
	viii Other Funds and Reserves					
	(To be specified)					
1090188	a Share Transfer Fund		1090188.30		1090188.30	
37970	b Cooperative Education Fund		37970.00		37970.00	
26762147	c Common Good Fund		26921978.00		26921978.00	
	d Gratuity Fund					
308837	e Risk Fund		308837.00		308837.00	
2134274	f Special Bad & Doubtful Debt Fund with Apex Bank		2296525.30		2296525.30	
5564106	g Other bad & doubtful Assets Fund		5564106.20		5564106.20	
5849000	h Provision For NPA		5849000.00		5849000.00	
11032938	i Primary cooperative vikas Fund		11086215.00		11086215.00	
18456267	j Leave Encashment Fund		19510968.14		19510968.14	
965542	k Special Reserve u/s. 36 (1) (viii) of the income tax act		965542.00		965542.00	
97683199	Total carried over		1021822648.71		1021822648.71	

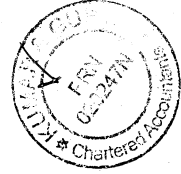


**BANK LTD., KAPURTHALA
AS ON 31.03.2016**

Last Year's (Round Figures)	Property and Assets		Amount		Total	
			Rs.	P.	Rs.	P.
76385175	1 CASH		104262553.16		104262553.16	
	In hand & with Reserve Bank, State Bank of India, State Coop. Bank, and Central Coop. Bank.					
	2 BALANCE WITH OTHER BANKS					
522468844	i Current Deposits		446133024.71		446133024.71	
	ii Saving Bank Deposits					
311500000	iii Fixed Deposits With Punjab State Coop. Bank		242000000.00		242000000.00	
2809500000	Fixed Deposits With Commercial Bank		3840200000.00		3840200000.00	
0	3 MONEY AT CALL AND SHORT NOTICE		50000000.00		50000000.00	
	4 INVESTMENTS					
1310398000	i In Central & State Govt. Securities (At book value)		1607044055.00		1607044055.00	
	Face Value Rs. 1321490000.00					
	Market Value Rs. 1310398000.00					
22505000	ii Other Trustee Securities		22505000.00		22505000.00	
46811400	iii Shares in Cooperative Institutions other than in item (5) below		46811400.00		46811400.00	
	iv Other investments					
	(To be specified)					
2134274	vi Special Bad & Doubtful debt fund with Apex Bank		2296525.30		2296525.30	
30094000	vii Investment in Bonds (NABARD)		30094000.00		30094000.00	
90000000	viii Punjab Coop. Development socs.		90000000.00		90000000.00	
	5 INVESTMENT OUT OF THE PRINCIPAL SUBSIDIARY STATE PARTNERSHIP FUND					
	In Shares of;					
	i Central Coop. Banks					
	ii Primary Agricultural Credit Societies					
	iii Others Societies					
8025296693	Total carried over		1798750980.30		1798750980.30	



Last Year's (Round Figures)	Capital and Liabilities		Amount		Total		Property and Assets		Amount		Total	
	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.	Rs.	P.
976833199	Total brought forward				1021822648.71		Total brought forward				8659346558.17	
	3 PRINCIPAL/SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNT						6 ADVANCES					
	For Share Capital of						i Short Term Loans, Cash Credits, Over Drafts & Bills Discounted		3899741412.16			
	Central Coop. Banks						Of which secured against:					
	Primary Agricultural Credit Societies						a Government and Other approved securities. Nil					
	Other Societies						b Other tangible securities Rs. 35770.09 Lacs					
	4 DEPOSITS & OTHER ACCOUNTS						Of the advances, amount due from Individuals Rs. 16345.09 Lacs					
	i Fixed Deposits						Of the advances, amount overdue Rs. 1658.92 Lacs					
5583780923	a Individuals 4085325050.91						Considered bad & doubtful of recovery Rs. 454.97 Lacs					
	b Central Coop. Banks 2116233575.00				6201558625.91		Medium Term Loan		820415615.99			
4085974904	ii Savings Bank Deposits						Of which secured against:					
	a Individuals 4111736689.98						a Government and Other approved securities. Nil					
	b Central Coop. Banks 179229462.24				4290966152.22		b Other tangible securities Rs. 4178.66 Lacs					
	c Other Socs 516541991.74						Of the advances, amount due from Individuals Rs. 7432.12 Lacs					
519562499	iii Current Deposits						Of the advances, amount overdue Rs. 555.84 Lacs					
	a Individuals 3581154.45				520123146.19		Considered bad & doubtful of recovery Rs. 525.22 Lacs					
	b Central Coop. Banks				0.00		Long Term Loans		224913949.61			
	c Other Socs						Of which secured against:					
	Money at Call & Short Notice						a Government and Other approved securities. Nil					
	5 BORROWINGS						b Other tangible securities Rs. 2242.46 Lacs					
	i From the Reserve Bank of India / State / Central Coop. Bank						Of the advances, amount due from Individuals Rs. 2249.14 Lacs					
1865000000	(a) Short Term loans, Cash Credit & overdrafts				1540900000.00		Of the advances, amount overdue Rs. 56.96 Lacs					
	(b) of which secured against:						Considered bad & doubtful of recovery Rs. 68.46 Lacs				4945070977.76	
	(A) Govt. & Other Approved Securities.											
	(B) Other Tangible Securities											
10000000	(b) Medium Term Loans				87804600.00							
	of which secured against:											
	(A) Govt. & Other Approved Securities.											
	(B) Other Tangible Securities:											
	(c) Long Term Loans											
	of which secured against											
	(A) Govt. & Other Approved Securities.											
	(B) Other Tangible Securities											
13041151525	Total carried over				12034470573.03		Total carried over				13604417535.93	



Last Year's (Round Figures)	Capital and Liabilities	Amount		Total	Last Year's (Round Figures)	Property and Assets	Amount		Total
		Rs.	P.				Rs.	P.	
13041151525	Total brought forward			12034470573.01	13023600844	Total brought forward			13604417535.93
	(i) From State Bank Of India				155517415	7 INTEREST RECEIVABLE			
	(a) Short Term loans, Cash Credit & overdrafts				70095660	i) On Deposits and Investments	165753798.00		
	Of which secured against:					ii) On Loans	68898498.66		234652296.66
	(A) Govt. & Other Approved Securities.					Of which overdue Rs.9173146.78			
	(B) Other Tangible Securities				32702574	Considered bad & doubtful of recovery			
	(b) Medium Term Loans				254263	Rs. 91.73 Lacs			
	Of which secured against:					Interest receivable on NPA account	41008668.87		41008668.87
	(A) Govt. & Other Approved Securities.					BILLS RECEIVABLE BEING BILLS FOR COLLECTION (as per contra)	373021.72		373021.72
	(B) Other Tangible Securities								
	(iii) From the State Government				0	9 BRANCH ADJUSTMENT	0.00		0.00
	(a) Short Term Loans								
	Of which secured against:								
	(A) Govt. & Other Approved Securities.				3614832	10 PREMISES LESS DEPRECIATION	3573176.15		3573176.15
	(B) Other Tangible Securities								
	(b) Medium Term Loans								
	of which secured against								
	(A) Govt. & Other Approved Securities.				21621364	11 FURNITURE AND FIXTURE LESS DEPRECIATION	29638771.63		29638771.63
	(B) Other Tangible Securities								
	(c) Long Term Loans								
	of which secured against								
	(A) Govt. & Other Approved Securities.								
	(B) Other Tangible Securities								
	(c) Loans from Other Sources		0.00	1628704600.00					
254263	6 BILL FOR COLLECTION BEING								
	BILL RECEIVABLE	373021.72		373021.72					
	(as per contra)								
	7 BRANCH ADJUSTMENT								
8060462	8 OVERDUE INTEREST RESERVE	9173146.78		9173146.78					
75633626	9 INTEREST PAYABLE	84186474.39		84186474.39					
13125099875	Total carried over			13756907815.92	13307406953	Total carried over			13913663470.96

Last Year's (Round Figures)	Property and Assets		Amount Rs. P.	Total Rs. P.
	Rs.	P.		
13307406953	Total brought forward			13913663470.96
	12 OTHER ASSETS (To be specified)			
	i	Library	95.89	
	ii	Sundry Recoverable	3996256.00	
	iii	Stock of Stationery	5677229.11	
	iv	Clearing Adjustment		
	v	Vehicles less depreciation	396578.00	
	vi	Income Tax Recoverable from Govt.		
	vii	Prepaid Insurance Premium	805471.20	
	viii	Others Assets	3996905.67	
	ix	2% interest Subvention from NABARD	83916631.00	
	x	RTGS/ NEFT Inward/outward account	8518487.15	
	xi	Leave Encashment fund inv. with LIC of India	78768124.00	
	xii	Amount Recoverable from Imbalance Socs.	1969998.00	
	xiii	Advance Income Tax Paid 31.03.2012	30213750.00	
	xiv	Advance Income Tax Paid 31.03.2013	34002648.00	
	xv	Advance Income Tax Paid 31.03.2010	40315412.02	
	xvi	Advance Income Tax Paid 31.03.2016	21387381.00	
	xvii	Advance Income Tax Paid 31.03.2014	32167424.00	
	xviii	Advance Income Tax Paid 31.03.2015	31673968.00	
		Advance F. B. T.	366000.00	378172359.04
	13 NON BANKING ASSETS ACQUIRED IN SATISFACTION OF CLAIMS (Stating mode of valuation)			
	14 PROFIT AND LOSS			
	GRAND TOTAL:			14291835830.00

13671167530

13671167530

GRAND TOTAL: 14291835830.00

As per our report
Even date attached

PARDEEP GUPTA
M. No 504136

Kanwarjit Singh Dhillion
Vice president

Kanwardeep Singh Makkar
President

Sham Lal
Senior Manager

Jogeshwar Sood
Senior Manager

Lakhvir Singh
Distt. Manager

11

Last Year's (Round Figures)	Capital and Liabilities		Amount Rs. P.	Total Rs. P.
	Rs.	P.		
13125099875	Total brought forward			13756907815.92
	10 OTHER LIABILITIES			
	i	Bills Payable	0.00	
	ii	Unclaimed Dividends/Payable	139195.00	
	iii	Suspense	3250.00	
	iv	a) Sundries (As per Annexure 'A')	90560500.74	
		b) Provision for Gratuity	0.00	
		c) Provision for Standard Assets	14245300.00	
		d) Provision for Bad & Doubtful debt @ 7.50 of profit	47732709.00	
		e) Provision for Bad & Doubtful debt for Rural Advances	179954778.00	
		f) Intt. on NPA account	41008668.87	
		g) Provision for Income tax 31.03.2012	18210006.00	
		Provision for Income tax 31.03.2013	26410619.00	
		Provision for Income tax 31.03.2010	30334871.00	
		Provision for Income tax 31.03.2016	17404688.00	
		Provision for Income tax 31.03.2014	18379740.00	
		Provision for Income tax 31.03.2015	16274453.00	
		Provision for FBT	319347.00	500978125.61
	11 PROFIT AND LOSS			
		Profit as per Last Balance Sheet		
		Less Appropriations	0.00	
		Add Profit for the year brought from Profit & Loss Account	33949888.47	33949888.47
	GRAND TOTAL			14291835830.00
	CONTINGENT LIABILITIES			
	i	Outstanding Liabilities for guaranties issued	200000.00	200000.00
	GRAND TOTAL			131432877.00

13756907815.92

14291835830.00

200000.00

131432877.00

131432877.00

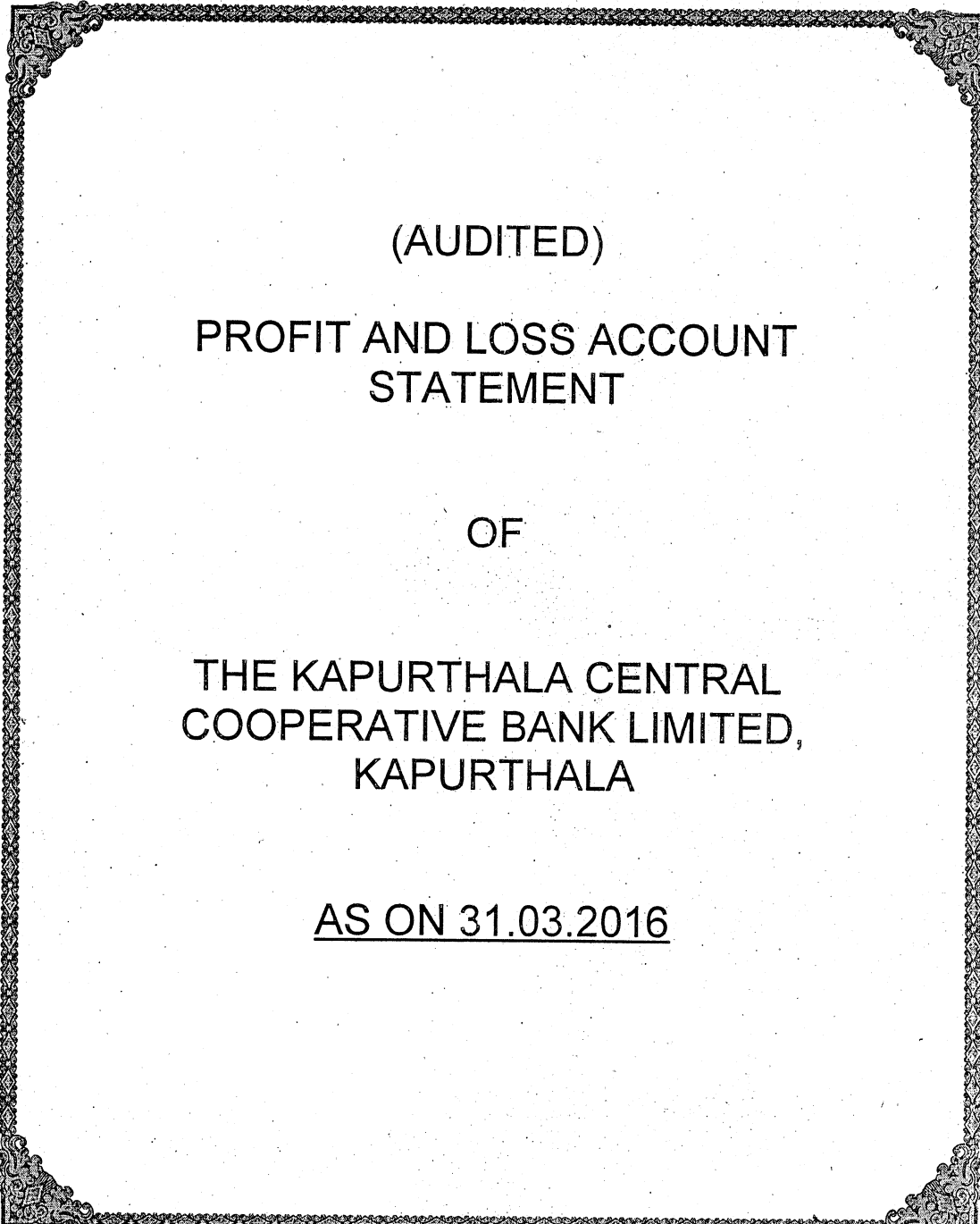
131432877.00

Sham Lal
Senior Manager

Jogeshwar Sood
Senior Manager

Lakhvir Singh
Distt. Manager

10



(AUDITED)

PROFIT AND LOSS ACCOUNT
STATEMENT

OF

THE KAPURTHALA CENTRAL
COOPERATIVE BANK LIMITED,
KAPURTHALA

AS ON 31.03.2016

**BANK LIMITED, KAPURTHALA
FOR THE YEAR ENDED 31.03.2016**

Last Year's (Round Figures)	Income	Amount		Total	
		Rs.	P.	Rs.	P.
1109523298	1 Interest and Discount	1127489957.58		1127489957.58	
2129609	2 Commission, Exchange and Brokerage	1670531.56		1670531.56	
--	3 Subsidies and Donations	--		--	
--	4 Income From Non-Banking assets and profit from sale of or dealing with such assets	--		--	
5876831	5 Others Receipts	6782679.97		6782679.97	
--	6 Loss (if any)	--		--	
1117529737	GRAND TOTAL	1135943169.11		1135943169.11	

AS per our separate report
of even date attached



PARDEEP GUPTA
M No 504136

Kanwarjit Singh
Kanwardeep Singh Makkar
President

Yashvir
Kanwarjit Singh Dhillion
Vice President

S.N. Goel
S.N. Goel
Managing Director

**THE KAPURTHALA CENTRAL COOPERATIVE
PROFIT AND LOSS ACCOUNT**

Last Year's (Round Figures)	Expenditure	Amount		Total	
		Rs.	P.	Rs.	P.
762209360	1 Interest on Deposit, Borrowings etc.	790196154.78		790196154.78	
244253335	2 Salaries and Allowances and Provident Fund	225085444.50		225085444.50	
62460	3 Directors & Local Committee member's fee & Allowances	62940.00		62940.00	
10110287	4 Rent, Taxes, Insurance & Lightning etc.	11000403.09		11000403.09	
25750	5 Law Charges	107500.00		107500.00	
6258938	6 Postage, Telegram and Telephone Charges	7109352.38		7109352.38	
504103	7 Auditor's Fee	418459.00		418459.00	
5606789	8 Depreciation and Repairs	5810475.68		5810475.68	
2057824	9 Stationery, Printing & Advertisement etc.	2475283.51		2475283.51	
--	10 Loss from Sale of or dealing with Non-Banking Assets	--		--	
21034032	11 Other Expenditure	17511931.70		17511931.70	
1372000	12 a) Provision Standard Assets	0.00		0.00	
10783149	b) Premium paid to DICGC	11645748.00		11645748.00	
16274453	c) Provision for income tax	17404688.00		17404688.00	
48124	d) Income Tax for 2010-11	0.00		0.00	
3836890	e) Provision for Bad & Doubtful debt @7.50 of profit	9000000.00		9000000.00	
2000000	f) Provision for Bad & Doubtful debt for Rural Advances	4164900.00		4164900.00	
31092242	g) Special Reserve for Housing Loan U/S.36 (1) (viii)	0.00		0.00	
1117529737	13 Balance of Profit	33949888.47		33949888.47	
	GRAND TOTAL	1135943169.11		1135943169.11	

Lakshmi Singh
Lakshmi Singh
Distt. Manager

Jagjit Singh
Jagjit Singh
Senior Manager

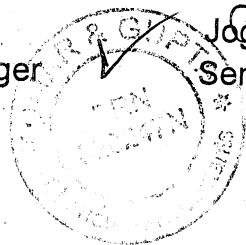
Sham Lal
Sham Lal
Senior Manager

THE KAPURTHALA CENTRAL COOPERATIVE BANK LIMITED, KAPURTHALAAnnexure - ASundries payable forming part of Balance Sheet as on 31.03.2016

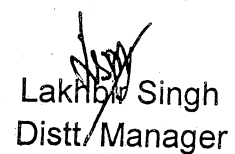
1 Draft Payable	3233914.24
2 Sundries & suspense	3014364.27
3 Bonus/Ex-gratia Payable	4252067.00
4 Audit Fee Payable	275843.62
5 T.D.S. Payable	3894495.00
6 Employees P.F. & F.P. fund Payable	3028143.00
7 Salary Payable	526380.00
8 Stale Cheque Payable	3433796.51
9 Others Payable	3680688.81
10 Coop. Dev. Fund Payable	4212808.00
11 Credit Balance for CC a/cs	1113000.00
12 Provision for Leave Encashment	47062046.00
14 Service tax payable	31163.27
15 Payorder	40343.59
16 RTGS/ NEFT Inward Account	3410903.00
17 Subsidy Payable	3023375.00
18 Surplus Fund U/L Socs.	35406.43
19 Gratuity Payable to staff	2735873.00
20 2% Coop. Bank Emo.Pension F. Payable	3555890.00
Total	90560500.74



Sham Lal
Senior Manager




Jogeshwar Sood
Senior Manager



Lakhbir Singh
Distt. Manager