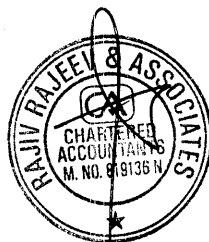




AUDIT REPORT

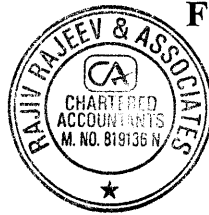
1. We have audited the attached Balance Sheet of “**THE KAPURTHALA CENTRAL COOPERATIVE BANK LTD, KAPURTHALA**” (“The Bank”) as on March 31, 2015 and also Profit & Loss Account for the year ended March 31, 2015. These financial statements are the responsibility of Bank’s Management. Our responsibility 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 mis-statements. 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 the management as well as evaluating the overall financial statement presentation. We believe that our audit provides reasonable basis for our opinion.
3. On the basis of audit as indicated in para 1 above & subject to our observation enumerated in **ANNEXURE OF OBSERVATION TO THIS REORT**, In our opinion & to the best of our information & explanations given to us & as shown in 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, 2015.
 - ❖ 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, 2015.



Conti Page 2

2

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 & 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 the bank.



**FOR RAJIV RAJEEV & ASSOCIATES
CHARTERED ACCOUNTANTS**

**RAJIV PURI
[PARTNER]**

CHARTERED ACCOUNTANT

**HOSHIARPUR
DATE: 24.09.2015**

(AUDITED)
Balance Sheet
&
PROFIT & LOSS
STATEMENT

OF

THE KAPURTHALA CENTRAL
COOPERATIVE BANK LIMITED,
KAPURTHALA

AS ON 31.03.2015

THE KAPURTHALA CENTRAL COOPERATIVE BALANCE SHEET

Last Year's (Round Figures)	Capital and Liabilities	Amount		Total
		Rs.	P.	
1	CAPITAL			
100000000	i Authorised Capital 100000 Shares of Rs. 100/- each	100000000.00		100000000.00
67294800	ii Subscribed Capital 722507 Shares of Rs. 100/-each	72250700.00		72250700.00
67294800	iii Amount called up On 722507 Shares of Rs. 100/-each Less calls unpaid Rs. Nil Of (iii) above held by a) Individuals b) Co-op. Institutions c) State Govt.	72250700.00 ----- 71250700.00 1000000		72250700.00
67294800				72250700.00
	RESERVE FUND & OTHER RESERVES			
265616246	i Statutory Reserve Fund	276546616.12		
178549446	ii Agricultural (Credit Stabilization Fund)	190074907.00		
80267298	iii Building Fund	85202480.12		
129007	iv Dividend Equilisation Fund	129006.74		
12450	v Special Bad Debt Reserve	12450.00		
256838444	vi Bad & Doubtful Debt Reserve	267942604.19		
12473165	vii Investment Depreciation Reserve	12473164.71		
	viii Other Funds and Reserves (To be specified)			
1090188	a Share Transfer Fund	1090188.30		
37970	b Cooperative Education Fund	37970.00		
26547830	c Common Good Fund	26762147.00		
	d Gratuity Fund	-----		
308837	e Risk Fund	308837.00		
1973256	f Special Bad & Doubtful Debt Fund with Apex Bank	2134274.30		
5564106	g Other bad & doubtful Assets Fund	5564106.20		
5849000	h Provision For NPA	5849000.00		
9923499	i Primary cooperative vikas Fund	11032938.00		
17550693	j Leave Encashment Fund	18456267.18		
965542	k Special Reserve u/s. 36 (1) (viii) of the income tax act	965542.00		904582498.86
930991778	Total carried over			976833198.86

BANK LTD., KAPURTHALA AS ON 31.03.2015

Last Year's (Round Figures)	Property and Assets	Amount		Total
		Rs.	P.	
104699185	1 CASH In hand & with Reserve Bank, State Bank of India, State Coop. Bank, and Central Coop. Bank.	76385175.27		76385175.27
294973798	2 BALANCE WITH OTHER BANKS			
-----	i Current Deposits	522468843.64		
2526500000	ii Saving Bank Deposits	-----		
-----	iii Fixed Deposits	3115000000.00		3637468843.64
4218990753	3 MONEY AT CALL AND SHORT NOTICE	2809500000.00		2809500000.00
441811000	4 INVESTMENTS In Central & State Govt. Securities (At book value) Face Value Rs. 1321490000.00 Market Value Rs. 1310398000.00	1310398000.00		
22505000	ii Other Trustee Securities	22505000.00		
46311400	iii Shares in Cooperative Institutions other than in item (5) below	46811400.00		
	iv Other investments (To be specified)			
1973256	vi Special Bad & Doubtful debt fund with Apex Bank	2134274.30		
30094000	vii Investment in Bonds (NABARD)	30094000.00		
-----	viii Punjab Coop. Development socs.	90000000.00		1501942674.30
	5 INVESTMENT OUT OF THE PRINCIPAL SUBSIDIARY STATE PARTNERSHIP FUND			
-----	i In Shares of;			
-----	ii Central Coop. Banks	-----		
-----	iii Primary Agricultural Credit Societies Others Societies	-----		
7687858393	Total carried over			8025296693.21

(Signature)

Last Year's (Round Figures)	Property and Assets	Amount		Total
		Rs.	P.	
7687858393	Total brought forward			8025296693.21
3503350292	6 ADVANCES i Short Term Loans, Cash Credits, Over Drafts & Bills Discounted Of which secured against : a Government and Other approved securities. Nil b Other tangible securities Rs. 35324.89 Lacs Of the advances, amount due from Individuals Rs. 16410.97 Lacs Of the advances, amount overdue Rs. 954.69 Lacs Considered bad & doubtful of recovery Rs. 317.40 Lacs	3889280369.05		
826382369	ii Medium Term Loan Of which secured against : a Government and Other approved securities. Nil b Other tangible securities Rs. 4409.83 Lacs Of the advances, amount due from Individuals Rs. 7531.50 Lacs Of the advances, amount overdue Rs. 475.32 Lacs Considered bad & doubtful of recovery Rs. 488.34 Lacs	856536291.47		
262496706	iii Long Term Loans Of which secured against : a Government and Other approved securities. Nil b Other tangible securities Rs. 2482.17 Lacs Of the advances, amount due from Individuals Rs. 2524.88 Lacs Of the advances, amount overdue Rs. 59.59 Lacs Considered bad & doubtful of recovery Rs. 64.67 Lacs	252487490.58		4998304151.10
1228008760	Total carried over			13023600844.31

Last Year's (Round Figures)	Capital and Liabilities	Amount		Total
		Rs.	P.	
930991778	Total brought forward			976833198.86
--	3 PRINCIPAL/ SUBSIDIARY STATE PARTNERSHIP FUND ACCOUNT For Share Capital of i Central Coop. Banks ii Primary Agricultural Credit Societies iii Other Societies	--	--	--
4959152688	4 DEPOSITS & OTHER ACCOUNTS i Fixed Deposits a Individuals 3725416098.07 b Central Coop. Banks c Other Socs 1858364825.00	5583780923.07		
4011648282	ii Savings Bank Deposits a Individuals 3907474249.10 b Central Coop. Banks c Other Socs 178500654.81	4085974903.91		
547398967	iii Current Deposits a Individuals 516202701.34 b Central Coop. Banks c Other Socs 3359797.44	519562498.78		10189318325.76
1777500000	iv Money at Call & Short Notice 5 BORROWINGS i From the Reserve Bank of India / State / Central Coop. Bank (a) Short Term loans, Cash Credit & overdrafts Of which secured against : (A) Govt. & Other Approved Securities. (B) Other Tangible Securities (b) Medium Term Loans 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	1865000000.00	10000000.00	
12226691715	Total carried over			11166151524.62

Last Year's (Round Figures)	Capital and Liabilities	Amount		Total
		Rs.	P.	
12226691715	Total brought forward			11166151524.62
	(ii) From State Bank Of India			
	(a) Short Term loans, Cash Credit & overdrafts			
	Of which secured against :			
	(A) Govt. & Other Approved Securities.			
	(B) Other Tangible Securities			
	(b) Medium Term Loans			
	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			
	(iii) From the State Government			
	(a) Short Term Loans			
	Of which secured against :			
	(A) Govt. & Other Approved Securities.			
	(B) Other Tangible Securities			
	(b) Medium Term Loans			
	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			
	(iv) Loans from Other Sources	0.00		1875000000.00
176888	6 BILL FOR COLLECTION BEING			
	BILL RECEIVABLE	254263.00		254263.00
	(as per contra)			
	7 BRANCH ADJUSTMENT			
6972522	8 OVERDUE INTEREST RESERVE	8060461.78		8060461.78
67974090	9 INTEREST PAYABLE	75633625.96		75633625.96
12301815215	Total carried over			13125099875.36

Last Year's (Round Figures)	Property and Assets	Amount		Total
		Rs.	P.	
12280087760	Total brought forward			13023600844.31
98729993	7 INTEREST RECEIVABLE	155517415.00		
	i) On Deposits and Investments			
116186754	ii) On Loans	70095660.06		225613075.06
	Of which overdue Rs.6972522.48			
	Considered bad & doubtful of recovery			
	Rs. 69.73 Lacs			
27520186	Interest receivable on NPA account	32702573.87		32702573.87
175867	8 BILLS RECEIVABLE BEING BILLS FOR COLLECTION(as per contra)	254263.00		254263.00
820448	9 BRANCH ADJUSTMENT	0.00		0.00
3733399	10 PREMISES LESS DEPRECIATION	3614832.46		3614832.46
25318304	11 FURNITURE AND FIXTURE LESS DEPRECIATION	21621364.33		21621364.33
12552572711	Total carried over			13307406953.03

Last Year's (Round Figures)	Property and Assets		Amount		Total	
	Rs.	P.	Rs.	P.	Rs.	P.
12552572711	Total brought forward				13307406953.03	
107	12 OTHER ASSETS (To be specified)					
4183508	i	Library		98.69		
6198964	ii	Sundry Recoverable	4494344.75			
---	iii	Stock of Stationery	6080072.55			
548897	iv	Clearing Adjustment				
---	v	Vehicles less depreciation	466562.00			
637049	vi	Income Tax Recoverable from Govt.		541712.00		
3882000	vii	Prepaid Insurance Premium	1152760.42			
1372993	viii	Others Assets	105223522.00			
0	ix	2% Interest Subvention from NABARD		0.00		
81713102	x	Amnt. Rec. from Govt. under DW/DR Sch. 2008		75026184.00		
1969998	xi	Leave Encashment fund inv. with LIC of India		1969998.00		
30213750	xii	Amount Recoverable from Imbalance Soccs.		30213750.00		
34002648	xiii	Advance Income Tax Paid 31.03.2013		34002648.00		
40315412	xiv	Advance Income Tax Paid 31.03.2010		40315412.02		
26249375	xv	Advance Income Tax Paid 31.03.2011		0.00		
30573830	xvi	Advance Income Tax Paid 31.03.2014		32233545.00		
366000	xvii	Advance Income Tax Paid 31.03.2015		31673968.00		
---	xviii	Advance F. B. T.	366000.00			
---	13	NON BANKING ASSETS ACQUIRED IN SATISFACTION OF CLAIMS (Stating mode of valuation)				
---	14	PROFIT AND LOSS				
12814800344	GRAND TOTAL:				13671167530.46	

Signed in terms
of own separate
Audit Report
of Even date
For Ratio Review
KAPURTHALA

Kanwarjit Singh Dhillon
Director

Ajay Babla
Director

Kanwarjit Singh Dhillon
Amandeep Singh Brar
Managing Director
The Kapurthala Central Coop. Bank Ltd
KAPURTHALA

Last Year's (Round Figures)	Capital and Liabilities		Amount		Total	
	Rs.	P.	Rs.	P.	Rs.	P.
12301815215	Total brought forward				13125099875.36	
380809	10 OTHER LIABILITIES					
154731	i	Bills Payable	147671.00	0.00		
3250	ii	Unclaimed Dividends Payable	3250.00			
103604393	iii	Suspense	143424995.27			
0	iv	a) Sundries (As per Annexure 'A')		0.00		
12873100	b)	Provision for Gratuity	14245300.00			
39730919	c)	Provision for Standard Assets	43567809.00			
168954778	d)	Provision for Bad & Doubtful debt @ 7.50 of profit	170954778.00			
27520186	e)	Provision for Bad & Doubtful debt for Rural Advances	32702573.87			
18210006	f)	Intt. on NPA account	18210006.00			
26410619	g)	Provision for Income tax 31.03.2012	26410619.00			
30334871		Provision for Income tax 31.03.2013	30334871.00			
24981861		Provision for Income tax 31.03.2011	0.00			
18379740		Provision for Income tax 31.03.2014	18379740.00			
319347		Provision for Income tax 31.03.2015	16274453.00			
0		Provision for FBT	319347.00		514975413.14	
41126519	11	PROFIT AND LOSS				
		Profit as per Last Balance Sheet		0.00		
		Less Appropriations				
		Add Profit for the year brought from Profit & Loss Account	31092241.96		31092241.96	
12814800344	GRAND TOTAL				13671167530.46	
203000	CONTINGENT LIABILITIES					
	i	Outstanding Liabilities for guaranties issued	203000.00		203000.00	
111602903	Gratuity with L.I.C. of India through trust		90436652.00		90436652.00	

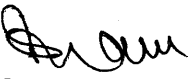
Sham Lal
Senior Manager


Joginder Singh
Senior Manager

Lakshmi Singh
Distt. Manager

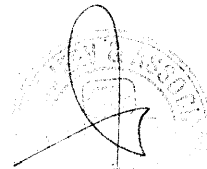
THE KAPURTHALA CENTRAL COOPERATIVE BANK LIMITED, KAPURTHALA**Annexure - A****Sundries payable forming part of Balance Sheet as on 31.03.2015**

1 Draft Payable	3006976.41
2 Sundries & suspense	2993644.84
3 Bonus/Ex-gratia Payable	4252067.00
4 Audit Fee Payable	246743.00
5 T.D.S. Payable	2313219.00
6 Employees P.F. & F.P. fund Payable	4330208.00
7 Salary Payable	1545917.00
8 Stale Cheque Payable	6398559.94
9 Others Payable	2858717.86
10 Coop. Dev. Fund Payable	3932978.00
11 Credit Balance for CC a/cs	2437855.24
12 Provision for Leave Encashment	64405111.00
14 Service tax payable	0.00
15 Payorder	226628.55
16 RTGS/ NEFT Inward Account	6282216.00
17 Subsidy Payable	3173243.00
18 Surplus Fund U/L Socs.	64206.43
19 Gratuity Payable to staff	32022659.00
20 2% Coop. Bank Emo.Pension F. Payable	2934045.00
Total	143424995.27


Sham Lal
Senior Manager


Jogeshwar Sood
Senior Manager


Lakhbir Singh
Distt. Manager



(AUDITED)

PROFIT AND LOSS ACCOUNT
STATEMENT

OF

THE KAPURTHALA CENTRAL
COOPERATIVE BANK LIMITED,
KAPURTHALA

AS ON 31.03.2015

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

Last Year's (Round Figures)	Expenditure	Amount		Total	
		Rs.	P.	Rs.	P.
701836733	1 Interest on Deposit, Borrowings etc.	762209360.38		762209360.38	
207917529	2 Salaries and Allowances and Provident Fund	244253335.08		244253335.08	
13740	3 Directors & Local Committee member's fee & Allowances	62460.00		62460.00	
8866745	4 Rent, Taxes, Insurance & Lightning etc.	10110287.16		10110287.16	
44868	5 Law Charges	25750.00		25750.00	
4366281	6 Postage, Telegram and Telephone Charges	6258937.68		6258937.68	
303990	7 Auditor's Fee	504103.00		504103.00	
8773163	8 Depreciation and Repairs	5606789.21		5606789.21	
3580756	9 Stationery, Printing & Advertisement etc.	2057824.16		2057824.16	
---	10 Loss from Sale of or dealing with Non-Banking Assets	---		---	
17823361	11 Other Expenditure	21034032.20		21034032.20	
850000	12 a) Provision Standard Assets	1372000.00		1372000.00	
9466129	b) Premium paid to DICGC	10783149.00			
18379740	c) Provision for income tax	16274453.00			
50510	d) Income Tax for 2010-11	48124.00			
4823623	e) Provision for Bad & Doubtful debt @7.50 of profit	3836890.00			
---	f) Provision for Bad & Doubtful debt for Rural Advances	2000000			
---	g) Special Reserve for Housing Loan U/S.36 (1) (viii)	---			
41126519	13 Balance of Profit	31092241.96		32942616.00	
1028223687	GRAND TOTAL	1117529736.83		1117529736.83	

Sham Lal
Senior Manager

Jogeshwar Sood
Senior Manager

Lakbir Singh
Distt. Manager

**BANK LIMITED, KAPURTHALA
FOR THE YEAR ENDED 31.03.2015**

Last Year's (Round Figures)	Income	Amount		Total	
		Rs.	P.	Rs.	P.
1018672779	1 Interest and Discount	1109523297.74		1109523297.74	
3774917	2 Commission, Exchange and Brokerage	2129608.50		2129608.50	
--	3 Subsidies and Donations	--		--	
--	4 Income From Non-Banking assets and profit from sale of or dealing with such assets	--		--	
5775990	5 Others Receipts	5876830.59		5876830.59	
--	6 Loss (if any)	--		--	
1028223687	GRAND TOTAL	1117529736.83		1117529736.83	

Ajay Babla
Director

Kanwarjit Singh Dhillon
Director

Amandeep Singh Brar
Managing Director
The Kapurthala Central Coop. Bank Ltd
KAPURTHALA

Signed in presence of
Sobhna Khehwal
Evening
For
Kapurthala