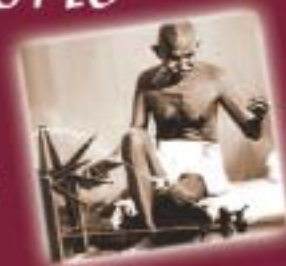


Once in a hundred years,  
a star is born.



Once in a  
hundred years, the world  
sees a revolution.



Once in a hundred years, things  
change... forever.



100th Annual Report 2005-2006



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

(Multi-State Scheduled Bank)

## *Pioneers of the Co-operative Movement in Mumbai*



Late Shri Shamrao Vithal Kaikini  
1842 - 1905



Late Rao Bahadur S.S. Talmaki  
1868 - 1948

## **Our Vision**

*Founded in 1906, this unique financial institution rests on the pillars of thrift, fellowship, character, accommodation and the selfless service of all individuals and organisations who wish to help themselves progress. We see ourselves as a family of*

*honest, loyal and committed professionals, harmoniously employing technology, innovation and the human touch to achieve customer satisfaction and goodwill-the corner-stones of our success and the focus of all our efforts.*

*The prosperity of our customers is the engine of our success and they will find in us a fast, timely, flexible, co-operative and competitive partner in their progress. We shall reach out to our customers anywhere and at any time to make their dealings with us a pleasure. We shall warmly welcome them into our aesthetic surroundings or take our services to their doorsteps. We are committed to approachability, simplicity and transparency in our dealings with all our stake holders and shall be a temple of their trust.*

*We shall use our employee involvement and sense of togetherness to generate high levels of teamwork, efficiency, excellence and profits. We shall mobilize aggressively, invest wisely, disburse prudently, recover assiduously, reduce costs and create a learning organisation that offers products and services in tune with and ahead of the times.*

## **Our Vision is our Mission**



ESTD 1906

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

(Multi-State Scheduled Bank)



## **BOARD OF DIRECTORS**

### **CHAIRMAN**

Suresh S. Hemmady

### **VICE – CHAIRMAN**

B. S. Chandavarkar

### **DIRECTORS**

P. A. Bijoor  
R. N. Gokarn  
S.N. Kudyadi  
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

### **GENERAL MANAGER**

Jayvanthy K. Hattangdi

### **DEPUTY GENERAL MANAGERS**

Ravikiran S. Mankikar  
Ratnakar D. Nadkarni  
Bhavana D. Ugrankar

### **ASST. GENERAL MANAGERS**

S. L. Naik  
K. D. Shirali  
Siddharth R. Shirali

### **DIVISIONAL MANAGERS**

S.M. Nadkarni  
S.R. Naidu  
C.S. Pandit  
P.V. Rajadhyax  
V.R. Rane  
Sadanada R. Shirali  
V.S. Shiroor  
Ajit Venugopalan

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

V. J. Kulkarni & Associates.  
Chartered Accountants



## HIGHLIGHTS

### ◆ DEPOSITS

2004 – 2005	:	Rs. 2,006.83 crores
<b>2005 – 2006</b>	:	<b>Rs. 2,434.80 crores</b>
Growth	:	21.32%

### ◆ CREDIT DEPLOYMENT

2004 – 2005	:	Rs. 1,243.99 crores
<b>2005 – 2006</b>	:	<b>Rs. 1,647.23 crores</b>
Growth	:	32.41%

### ◆ PROFITABILITY

2004 – 2005	:	Rs. 20.10 crores
<b>2005 – 2006</b>	:	<b>Rs. 21.00 crores</b>
Growth	:	4.47%

### ◆ LIQUIDITY

2004 – 2005	:	Rs. 923.47 crores
<b>2005 – 2006</b>	:	<b>Rs. 1,068.71 crores</b>

### ◆ C. D. RATIO

2004 – 2005	:	62.00%
<b>2005 – 2006</b>	:	<b>67.65%</b>

### ◆ CAPITAL

2004 – 2005	:	Rs. 29.27 crores
<b>2005 – 2006</b>	:	<b>Rs. 35.53 crores</b>
Growth	:	21.38%

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

2004 – 2005	:	12.77%
<b>2005 – 2006</b>	:	<b>12.34%</b>



**NOTICE OF THE ANNUAL GENERAL MEETING**

Notice is hereby given that the Hundredth 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 20, 2006** at **2.00 p.m.** to transact the following business :-

1. Adoption of Annual Report with Audited Balance Sheet as at March 31, 2006 and the Profit and Loss Account for the year ended March 31, 2006.
2. Declaration of Dividend and Allocation of Profits for the Financial Year 2005-2006.
3. To draw upon Dividend Equilisation Reserve to pay additional dividend for the Centenary Year.
4. Consideration of Statutory Audit Report from M/s V.J. Kulkarni & Associates with compliance report thereto, for the financial year 2005-06.
5. Appoint Statutory Auditors for the year 2006-07 and authorize the Board to fix their remuneration.
6. Review of the list of employees who are relatives of members of the Board or of the Chief Executive Officer.
7. Appoint 6 Representatives of the Bank to the Managing Committee of The Saraswat Educational & Provident Co-operative Society Ltd., Mumbai.
8. To grant leave of absence to those members of the Bank who have not attended this General Meeting and to condone the absence of members who have not attended three consecutive General Meetings.
9. 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 2005-2006, 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**

S.V.C. Tower,  
Nehru Road, Vakola,  
Santacruz (E), Mumbai – 400 055.

Date : April 27, 2006



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

(Scheduled Bank)

**NOTICE**

**DIVIDEND FOR 2002-2003 (97<sup>th</sup> D/W)**

Members who have not encashed their dividends for the year 2002 - 2003 are requested to do so immediately. They are requested to please note that if the dividend is not encashed on or before December 31, 2006, 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 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***

***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,

**“Pushing to the Edge is within your limits,  
Going beyond is Evolution”**

***With extreme pride and great pleasure on achieving this milestone of 100***, your Directors present the 100<sup>th</sup> Annual Report together with the Audited Statements of Account for the year ended March 31, 2006.

### FINANCIAL PERFORMANCE

	(Rs. In Crore)		
	March 31, 2006	March 31, 2005	% Increase
Deposits	2,434.80	2,006.83	21.32
Advances	1,647.23	1,243.99	32.41
Total Income	246.61	226.88	8.70
Total Expenditure	225.61	206.78	9.11
Net Profit	21.00	20.10	4.47

### SHARE CAPITAL & DIVIDEND

Your Bank proposes growth through mergers and foray into new areas such as foreign exchange. This would require a substantial increase in the share capital base. A larger capital base in future may require adjustments on the quantum of dividend payments keeping in mind the requirement to plough back profits for expansion.

Your Bank has maintained a consistent track record as regards payment of dividend. Your Directors are pleased to recommend a dividend of **15%** for the year ended March 31, 2006. This being the centenary financial year, an additional dividend of **5%** (over & above 15%) has been recommended.

### MACROECONOMIC AND FINANCIAL DEVELOPMENTS

The growth momentum of FY04 and FY05 continued in FY06. The Central Statistical Organisation's (CSO) advance estimates peg the Gross Domestic Product (GDP) growth for the Indian economy at 8.1 per cent in FY06, with agriculture, industry and service growing at 2.3, 9.0 and 9.8 per cent respectively. High oil prices and volatility in the agricultural sector have failed to slow the overall growth performance. Further, the recent macroeconomic trends show that economic growth in India is also becoming more balanced and more sustainable — consumption-led growth is now being balanced by a strong contribution from investment-led sources of growth. Budget 2006-07 assumes nominal GDP growth of 12 per cent for 2006-07. Under the assumption of 4.5-5 per cent inflation, forecasting agencies view the real GDP growth in this scenario to be 7-7.5 per cent. This implies a mild moderation over the preceding year's growth of 8.1 per cent amid high global oil prices and rising domestic and global interest rates.

The continued growth in retail credit coupled with the growing economic activity has led to a 23.3 % growth in bank credit during 2005-06. The growth in non-food credit was also high at 24%. The growth in services credit was led by retail, particularly housing, commercial real estate and personal loans.

During 2005-06 deposits grew by 14.1%. Demand deposits grew by 30.3% and time deposits by 14.8%.

With increasing credit offtake, the credit deposit ratio increased from 55.3% as of March 2004 to 62.5% as of March 2005 and 70.1% for the week ended February 6, 2006.





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

(Scheduled Bank)

### **UNION BUDGET 2006-07**

The Union budget has laid a lot of emphasis on the government's social sector programmes. Major proposals affecting the Co-op Banking sector are:

- Service tax to be levied on services involved in ATM operations.
- Co-operative banks which were exempt from tax under Sec.80P have now been excluded from the scope of that section.

Overall the initiatives in the Union Budget are expected to keep inflation at around 5% during the financial year 2005-06. 10 year G-sec yields are likely to remain in the 7.25 to 7.50 % range with a mild upward bias in case of slippage of the deficit.

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

(Data upto January 6, 2006)

### **Highlights of RBI's Monetary & Credit Policy 2006-07**

- GDP growth projection for FY 07 at 7.5 to 8.0%
- Inflation rate for FY 07 projected at 5.0 to 5.5%
- Bank rate unchanged at 6.0%
- Cash Reserve Ratio unchanged at 5.0%
- Reverse Repo rate and Repo rate kept unchanged at 5.5% and 6.5% respectively
- M3 growth expected at 15.0% in FY 07
- Growth in Aggregate deposits expected at 3,300 billion in FY 07.
- Non-food Bank Credit projected to increase by 20.0% in FY 07.
- Risk weight on exposure to real estate increased from 125% to 150%.
- General provisioning requirement on standard advances in specific sectors, i.e. personal loans, capital market exposures, residential housing loans beyond Rs. 2 million and commercial real estate loans raised from the present level of 0.40% to 1.0%

### **MERGERS / TAKEOVERS**

Your Bank had 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. Accordingly, the team identified four smaller co-operative banks for which your Bank has already submitted proposals for takeover to The Reserve Bank of India, The Commissioner of Co-operation, Pune and The Central Registrar, New Delhi. Till date your Bank has received the order for merger for one Co-operative Bank in Nashik. The effective date of merger is May 1, 2006. Your Bank would like to thank The Reserve Bank of India, The Commissioner of Co-operation, Pune, the Central Registrar, Delhi and all its members for their unstinted support in effecting this merger.

The merger of the remaining three Banks is likely to take effect in the current financial year.

### **PERFORMANCE OF THE BANK**

Your Bank has recorded exceptional growth in business turnover of over Rs.831.00 crore during the F.Y. 2005-06 as compared to Rs. 361.00 crore in the F.Y. 2004-05.

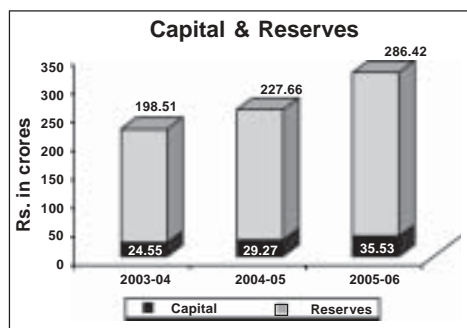
During the year 2005-06, the net interest income on advances of your Bank rose to Rs.149.58 crore as compared to Rs.145.42 crore a year earlier. Total income during the F.Y.2005-06 has increased by 8.69% over that in the previous year 2004-05.





**PERFORMANCE INDICATORS**

	(Rs. in crore)		
	31-03-2006	31-03-2005	% Increase
Paid-up Capital	35.53	29.27	21.38
Reserves	286.42	227.66	25.81
Deposits	2,434.80	2,006.83	21.32
Advances	1,647.23	1,243.99	32.41
Liquid Assets	1,068.71	923.47	15.73
Gross Income	246.61	226.88	8.70
Working Funds	2,816.69	2,335.72	20.59



**MEMBERSHIP**

The paid-up Share Capital of your Bank as on March 31, 2006, stood at Rs 35.53 crore contributed by 76077 members. During the current financial year, your Bank proposes to broaden its capital base. Towards this end we are confident that each of you would support your Bank in fulfilling this requirement.

**DEPOSITS**

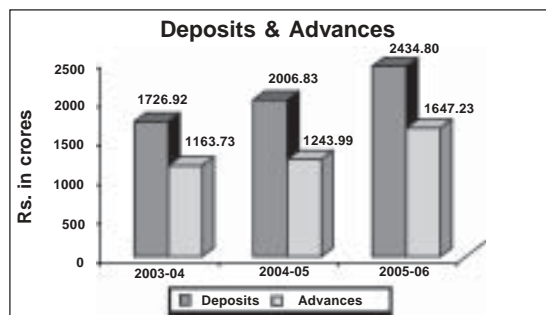
Your Bank's deposits recorded a growth of Rs.427.97crore (a % growth of 21.33) during the financial year 2005-06 as against a growth of Rs.279.91 crore (a % growth of 16.21) in the previous year. The average cost of deposits has decreased during the year. The composition and growth in deposits during the financial year 2005-06 is furnished below:

(Rs. In crore)						
Type of Deposits	2005-06	%	2004-05	%	2003-04	%
Current	146.21	6.01	106.21	5.29	88.12	5.10
Savings	452.60	18.59	379.02	18.89	330.34	19.13
Term	1,835.99	75.40	1,521.60	75.82	1,308.46	75.77
<b>Total</b>	<b>2,434.80</b>	<b>100.00</b>	<b>2,006.83</b>	<b>100.00</b>	<b>1726.92</b>	<b>100.00</b>

**ADVANCES**

Your Bank's advances recorded a growth of Rs.403.24crore (a % growth of 32.42) as against a growth of Rs. 80.26crore (a % growth of 6.90) in the previous year.

The broad classification of advances as on March 31, 2006 is as under:



(Rs. in Crore)						
Type of facility	2005-06	%	2004-05	%	2003-04	%
Loans	873.27	53.01	658.74	52.95	637.90	54.82
Cash Credit	570.06	34.61	462.18	37.15	414.39	35.61
Overdraft	81.68	4.96	50.10	4.03	37.03	3.18
Bills Purchased/Discounted	122.22	7.42	72.97	5.87	74.41	6.39
<b>Total</b>	<b>1,647.23</b>	<b>100.00</b>	<b>1,243.99</b>	<b>100.00</b>	<b>1163.73</b>	<b>100.00</b>

**PROFITABILITY**

Competitive pressures compelled your Bank to maintain lending rates in line with market conditions. This has arrested the growth in profitability levels though your Bank has been able to record a growth of 4.48% in net profits



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

(Scheduled Bank)

(Rs.21.00 crore during 2005-06 as against Rs.20.10 crore in the previous year) during the financial year 2005-06 over the previous year. The decrease in cost of deposits has also helped ensure this growth. As on March 31, 2006, the credit deposit ratio was 67.65%.

### DEPOSITORY SERVICES

Your Bank launched its Depository Services ( Demat Account Facility marketed under the product name “ STOCKMAN – We manage your stocks”) by becoming a Depository Participant of Central Depository Services (India) Ltd., (CDSL). These services were launched on 17<sup>th</sup> Oct 2005. Initially these services were introduced at select branches. However with the encouraging response received, these services have now been extended across the bank’s network of branches. Till date the Bank has opened over 1100 demat accounts.

### RETAIL BANKING

Retail Banking has been a niche area of Co-operative Banks for over seventy years during the 20<sup>th</sup> Century, before the advent of 20 Nationalized Banks. In those days, Private Banks and Foreign Banks were mainly into “class” banking. Banking for the masses did not interest them in that era. However, with the aggressive entry of Private & Foreign Banks into this area during the last few years, the Bank started the Retail Banking Department this year for reestablishing itself in the retail segments.

Several schemes targeting various segments of the customers were introduced.

**SV Classic Business** Account is an attractive scheme offering several free services to current account holders. Another novel scheme, **SV Property Finanz** offering overdraft facility against immovable property is meant for small business enterprises, help businesses tide over financial crunches.

The Bank opened five Extension Counters during the year in schools and one had been opened at the tail end of the previous year, taking the number of Extension Counters in schools to ten.

With a view to introducing young children to the concept of “Savings” and to inculcate this habit in them, the Bank introduced two schemes for the benefit of children. **SV Bal Raksha** Account offers free medical / accident insurance cover while **SV Zero Balance Minor** Account aims to educate the child about Banking Services.

With this basic goal in mind, Retail Banking and Marketing Department held several meets for parents and children evocating a tremendous response.

The Bank already has Bancassurance tie-ups with ICICI Prudential Life Insurance and Bajaj Allianz Life Insurance so as to offer additional value added services to our customers. The Bank is exploring several options for introducing innovative services for the benefit of customers in the ensuing year.

### BRANCH EXPANSION

The Bank opened five Extension Counters during the year.

The first Extension Counter at Nashik Road in the premises of J.D.C. Bytco School was inaugurated by Dr. M.S. Gosavi, Secretary, Gokhale Education Society, a respected veteran educationist of Nashik in September 2005.

The second Extension Counter was inaugurated a few days later at Vijaynagar, Bangalore at KVV English Medium School, by Shri Jeppu Krishna Rao, Chief Commissioner of Income Tax, Karnataka & Goa.

Three Extension Counters were opened in Pune. The first one was inaugurated in the Rosary School, Wanowrie in October 2005 by Lt. Gen. Ashok Joshi (Retd). The second was declared open in the Rosary School, Viman Nagar on November 13, 2005 by a veteran scholar of the Co-operative Sector, Prof. Ramesh V. Nadkarni. It was a journey down memory lane for SVCians as Prof. Nadkarni is the grandson of the Bank’s founder, Rao Bahadur Shripad Talmaki. The third was opened in the Rosary School, Pune Camp on the same day by veteran educationist of Pune, Shri Vivek Aranha, Chairman Rosary Group.



All these outlets except the Nashik Road Extension Counter have a safe deposit locker facility.

Further, all these outlets have been provided with ATM facilities. The ATM Centre of the Bank's Hubli branch was inaugurated by Shri Vikram Sirur, of the illustrious Sirur family of Hubli in July 2005. With this the total number of ATM Centres of the Bank have risen to 39.

The Bank had been looking out for alternate location for Vile Parle branch for some now. During the year the branch has moved to spacious premises on Nehru Road a couple of buildings away from the earlier location. The branch now has a décor which would compare favourably with any foreign bank branch. It has been provided with a spacious Safe Deposit vault to cater to the locker requirements of our Vile Parle branch customers.

### **INVESTMENT & TREASURY OPERATIONS**

The investments of your Bank mainly comprise of Government of India securities, Treasury Bills, State Development securities, Approved Bonds of All India financial Institutions/ Public Sector Undertakings and Bonds guaranteed by State Governments. As the Banks Credit Deposit ratio increased during the course of the year , with the rate of increase in credit surpassing the rate of increase in deposits , the Bank took appropriate steps to unwind the Investment in securities for meeting the requirement of funds for meeting the increase in Loans and Advances. The SLR holding declined from 34.43 % at the beginning of the year to 32.32% at the end of the year. The Reserve Bank of India hiked Repo/ Reverse Repo rates by an aggregate of 75 basis points during the course of the F.Y. 2005-06 with a resultant impact by way of increase in yields on securities. Increase in the yields result in decline in prices with a consequent depreciation in value of the portfolio of securities. Your Bank devised appropriate strategies whereby the bank booked net gain of Rs 2.00 crore from securities transactions. Although the net gain in F.Y. 2005-06 is relatively less than the net gain of Rs 5.64 crore booked during the F.Y. 2004-05, it has to be seen in the context of the steep increase in yield / decline in prices of securities during the F.Y. 2005-06. As the yield curve kept moving upwards in response to the steps taken by the RBI though rate hikes, the opportunities for gains in the market by trading in securities declined.

Appropriate investment strategies kept the depreciation on securities to the minimum inspite of increase in yields and decline in prices.

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. Your Bank continues to comply with the RBI guidelines for Urban Co operative banks on the stipulated level of Investments in Government securities. The securities are held in the SGL account maintained with the RBI PDO Mumbai.

During the F.Y. 2005-06 the RBI / Clearing Corporation of India (CCIL) introduced electronic gilts trading system viz. Gilts Order Matching system on the Negotiated Dealing System ( NDS ).Your bank is amongst the first batch of the Banks to have been admitted as a member of the order matching system. Your Bank has already started using the said electronic system for trading in securities and is already a member of the NDS system introduced by the RBI.

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

Your Bank maintained appropriate level of CRR stipulated by the RBI during the F.Y. 2005-06. Similarly your Bank maintained Non SLR within the limits stipulated by the RBI.

Summarised position of your Bank's Investments is as under

<b>(Rs. In Crore)</b>		
<b>Type of Security</b>	<b>2005-06</b>	<b>2004-05</b>
Investment in Government & Trustee Securities	774.53	677.97
Deposits with MSC Bank & other Co-op Banks/others	0.06	0.06
PSU/Financial Institutions Bonds	51.07	60.77
<b>TOTAL</b>	<b>825.66</b>	<b>738.80</b>



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

(Scheduled Bank)

### **RISK MANAGEMENT:**

Growth opportunities, competition, cost reduction, value creation for our esteemed shareholders and customers and bottom line improvements are providing new challenges for Banks. It is imperative that banks have a robust credit risk management system which is sensitive and responsive to these factors. The effective identification, measurement, monitoring and management of risks is critical and essential for long term success of any banking organization.

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. As regards Credit Risk your Bank already has in place appropriate approval processes and on-going post disbursement monitoring and remedial management procedure.

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 appropriate decision support systems for identification of risk securities and monitoring and setting up of limits and trigger for the Investment portfolio. The systems continuously monitor the Bank's investment portfolio against market movements, do a 'Value at Risk' (VaR) analysis of the portfolio and assist in decisions 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.

### **RECOVERY**

The performance of your Bank on the front of recovery has shown a marked improvement during the year. Your Bank is striving to address both the facets of NPA management, namely, recovering out of the existing NPAs and more importantly, arresting fresh additions to the NPAs. For this purpose, your Bank has instituted the Asset Recovery Management Cell and a Recovery Cell during the F.Y. 2005-06 within the Legal & Recovery Department comprising of selected staff members of the Bank of various grades who were entrusted the job of concentrating essentially on control of overdues and arresting fresh additions to the NPAs. They have significantly contributed by recovering from overdue accounts and have arrested slippages of various accounts to the NPA category. Their efforts have effectively supplemented the efforts of the Legal & Recovery Department which was concentrating more on the recovery out of chronic NPA accounts.

Your Bank was thus successful in restricting the gross NPA to Rs. 145.25 crore as on March 31, 2006 as compared to Rs. 142.24 crore as on March 31, 2005. The percentage of Gross NPA to Advances was brought down from 11.43% as of March 31, 2005 to 8.82% as of March 31, 2006. Likewise, your Bank could effectively bring down the percentage of Net NPA to Net Advances from 2.87% as of March 31, 2005 to 1.30% as of March 31, 2006.

Your Bank is committed to further arrest the NPAs by stepping up the follow-up and action against the defaulting borrowers and thus step up the efforts to report a Net NPA position of 0% by the next financial year.

### **INFORMATION TECHNOLOGY**

The achievements of your Bank in the technological implementation during the year under reference has been matching that of the best in the industry.

The new facets of business that your Bank introduced like cache tokens, insurance based banking products, DEMAT services, Money Changing services, and various tailor made products & schemes etc. to suit the requirements of our customers were all facilitated due to the technology developments.

The repertoire of banking products include:

1. Genius – the complete banking product that covered all the functionalities required in the branch operations.
2. Banc @ Call – the telebanking facility. Over and above the normal features available in the telebanking products, a significant feature was the customer being able to check out the cheques received in inward clearing for clearance. This facility was greatly welcomed and used handsomely by the Cash Credit Customers.
3. Banc @ Cell – the SMS based mobile banking facility that the customers use to avail of the services on par by that offered by the other banks.



4. Cache Token – the Bank introduced the Cache Token whereby all the cash payments requested by non ATM cardholders below Rs.10000/- were made on the ATMs. This not only gave a positive response from the customers, but also increased the ATM usage to a good extent.
5. QuickEST – The Straight Through processing feature within the RTGS was a hit with our customers.
6. Sampoorna – Sweep-in & Sweep-out facility
7. Flexi Recurring Deposit – a combination of a recurring deposit with a term deposit flavour
8. SV Zero Balance Minor Account – a no frills account
9. SV Business Classic – accounts for premium customers
10. SV Bal Raksha – an insurance linked savings account for children
11. Automated emailing of statement of accounts

These products were developed and implemented considering the demand of such products from the customers, and also by the Bank to provide better customer service.

The Shamrao Vithal Co-operative Bank was awarded the runner up award for “Best User of IT in Retail Banking” by the Indian Banks Association at its Banking Technology Awards 2005 function held at Hilton Towers on 8<sup>th</sup> February 2006. The technology achievement of your Bank was evaluated vis-à-vis the technology implementations of various Private Sector, Public Sector and Co-operative Banks.

The Bank bagged this award on being evaluated on achieving objectives and development of IT Projects in the Bank, the contribution of technology to the overall success of the organization and of retail banking, the process efficiencies gained, returns on investment, cultural transformation within the IT function

It has been the endeavour of the Bank to develop and put in place to cater to all of its customers' requirements to live up to the Banks motto “For Personalised Service”.

The Bank has so far attempted to buildup the environment, platform and the infrastructure required to provide effective customer service, reduce cost of operations, bring in controls and standardization of processes. This is the foundation that the Bank feels will provide the impetus to propel the Bank as a leader in this Sector - both in terms of growth in business as well as implementation of technology and processes required to supplement and sustain the growth.

It is a matter of pride for the Bank that the DGM Credit & IT Mr. Ravikiran Mankikar was conferred the “**CTO of the Year 2006**” Award by the CTO Forum for all the technology implementations at your Bank. The implementations were evaluated over more than 150 nominations from across all the industry sectors on an all India basis.

Your Bank has always strived and will always strive to be leaders in technology implementation .

## **HUMAN RESOURCE MANAGEMENT**

Your Bank believes that its greatest asset is its Human Resources and the development of personnel is our highest priority. Our personnel are the strong pillars on which the entire edifice rests. Synergising the staff towards greater goals and achievements by conducting regular Training programmes at your Banks' state-of-the-art Training Centres at Vakola and Borivali, is our earnest endeavour towards enhancement of their operational skills and upgradation of knowledge. In all, we conducted 22 in-house Training programmes and also attended 28 Training programmes organised by external agencies of repute.

At the end of the financial year, the total staff strength was 759 and the turnover per employee at Rs.5.38crore continues to be amongst the highest in Co-operative Banks.

Your Banks' Management continues to have a very good rapport and healthy industrial relations with all the employees of the Bank. The new Memorandum of Settlement with the Employees Union was signed on August 17, 2005 and with the Officers Association was signed on December 26, 2005.

Your bank is one of the few privileged Banks, to have a full-fledged Library for the benefit of all its employees.



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

(Scheduled Bank)

The Library has a total collection of about 5700 documents which include: Books, Journals, Reports, RBI & IBA updates, CDs and all the important Standing Instruction Circulars, giving instructions to the Branch employees.

The Library provides the latest information and news-updates in the Banking sector and has a software installed, from which any employee can access any type of circular, sitting at their work-stations.

Providing the right information, at the right time is the prime motto of your SVC Library.

### AUDIT :

Your Bank is having a full fledged Internal Audit Department which ensures the safety & security of business operations & consequently secures the interest of Depositors & Shareholders. Efforts are continuously made to bring in innovative ideas and upgrade the audit process in line with required standards to match the rapidly changing Banking environment more particularly for the Co-operative Banking sector. Information Systems Audits are also undertaken in view of increasing usage of Information Technology in Banking Operations. During the year the department successfully implemented the ACL audit tool which has enabled the Audit department to generate independent exceptional reports remotely from the database. This has ensured a focused audit by clearly identifying operational risk areas. In the following year, the department is contemplating implementation of risk based audit and supervision as envisaged in Basel II. Efforts towards this have already been initiated.

### PROPOSED APPROPRIATIONS OF NET PROFIT

The Bank made a net profit of Rs.21.00 crore for the F.Y. 2005-06 which after including the following adjustments gives a sum of Rs.42.57 crore for appropriation:

- Write back of Development Reserve Fund Rs. 20.11 crore
- Write back of Special Reserve Fund Rs.1.30 crore
- Prior period Adjustment Rs.0.16 crore

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

	2005-06 (Rs.)	2004-05 (Rs.)
Statutory Reserve Fund	10,65,00,000.00	5,02,50,000.00
Building Fund	16,05,00,000.00	75,00,000.00
Dividend	5,36,76,000.00	4,84,00,000.00
Contingency Reserve as introduced u/s 63 of Multi-State Act, 2002	4,26,00,000.00	2,10,00,000.00
Amount provided for charitable and co-operative purposes		
Staff Welfare	5,00,000.00	7,50,000.00
Members	5,00,000.00	7,50,000.00
Public	—	5,00,000.00
Education Fund	21,00,000.00	20,10,000.00
Ex-gratia to staff	5,60,00,000.00	3,20,00,000.00
Centenary Fund	—	50,00,000.00
Reserve for Bad & Doubtful Debts	—	50,00,000.00
Investment Fluctuation Reserve	—	63,00,000.00
Capital Reserve	32,00,000.00	1,89,00,000.00
Dividend Equilisation Fund	—	8,00,000.00
Balance carried forward	1,26,428.35	3,87,937.77
Total Profits	42,57,02,428.35	19,95,47,937.77





#### **MEMBERS WELFARE ASSOCIATION**

The activities of the Members Welfare Association during the F.Y. 2005-06 are listed separately in the Annual Report.

#### **99<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.

#### **CENTENARY CELEBRATIONS**

Your Bank, as you are all aware, has entered its Centenary Year on December 28, 2005. The celebrations commenced with a Grand Inaugural Function at the NCPA, Nariman Point, Mumbai to pay tributes to its founder Rao Bahadur Sripad Subbarao Talmaki. The Bank was honoured to have His Excellency, Shri S. M. Krishna, Governor of Maharashtra as the Chief Guest for the inaugural function.

It is planned to hold the Centenary Celebrations throughout the Centenary Year commencing on December 28, 2005 and conclude with a grand finale on December 27, 2006

#### **BOARD OF DIRECTORS**

The Board of Directors and its various Committees met regularly during the year 2005-06. 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. Vinod U. Karnad, Asst. Manager, Ghatkopar Branch.

#### **ACKNOWLEDGEMENT**

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

The Bank records its appreciation towards the co-operation extended by 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 27, 2006





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

(Scheduled Bank)

### ANNEXURE A

<b>REGISTERED OFFICE</b>	: S.V.C. Tower, Nehru Road, Vakola, Santacruz (E), Mumbai - 400 055
<b>DATE OF REGISTRATION</b>	: December 27, 1906.
<b>NO. &amp; DATE OF R.B.I LICENCE</b>	: UBD/MH/402 P August 24, 1984.
<b>JURISDICTION</b>	: 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, Madakeri, 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 crore)

Items	As on March 31, 2006
No. of Branches	38
No. of Extension Counters	10
<b>Membership :</b>	
No. of Regular Members	76,077
No. of Nominal Members	6,099
Paid up Share Capital	35.53
Total Reserves and funds	286.42
<b>Deposits :</b>	
Current	146.21
Savings	452.60
Term	1,835.99
Total	<b>2,434.80</b>
<b>Advances :</b>	
Secured	1,640.86
Unsecured	6.37
Total	<b>1,647.23</b>
Priority Sector Percentage to Total Advance	60.13%
Of which, Total Percentage to Weaker Section	5.17%
Overdues	125.68
Borrowings (NHB)	8.14
Investments	825.66
Profit	21.00
Working Fund	2,816.69
Total Staff	759



**STATUTORY AUDIT REPORT  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2006.**

(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, 2006** 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. 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;
2. 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.
3. 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;
4. 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.
5. The Balance Sheet and Profit & Loss Account are in agreement with the Books of Account maintained by the Bank.
6. 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 2006 and
  - b) In the case of the Profit & Loss Account of the profit for the year ended on that date.
  - c) In the case of the Cash Flow Statement of the Cash Flows of the Bank for the year ended on that date.

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

**Place:** Mumbai  
**Date :** April 15, 2006

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



# The Shamrao Vithal Co-op. Bank Ltd.

(Scheduled Bank)

## BALANCE-SHEET AS AT 31 MARCH, 2006

		(Rs. in Lakhs)	(Rs. in Lakhs)	
CAPITAL AND LIABILITIES		As at Schedule 31-Mar-06	As at 31-Mar-05	
1.	CAPITAL	1	3,553	2,927
2.	RESERVES	2	28,642	22,766
3.	DEPOSITS	3	243,480	200,683
4.	BORROWINGS	4	814	881
5.	BILLS SENT FOR COLLECTION		1,806	1,544
6.	BRANCH ADJUSTMENT		887	163
7.	i) OVERDUE INTEREST RESERVE-I		753	722
	ii) OVERDUE INTEREST RESERVE-II		6,133	5,128
8.	INTEREST PAYABLE	-		
9.	OTHER LIABILITIES	5	4,143	3,435
10.	PROFIT & LOSS	6	4,257	1,995
	<b>GRAND TOTAL</b>		<b>294,468</b>	<b>240,244</b>
	<b>CONTINGENT LIABILITIES</b>	16	20,156	15,848

V.R.RANE  
DIVISIONAL MANAGER  
FINANCE

B.D.UGRANKAR  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

J.K. HATTANGDI  
GENERAL MANAGER  
OPERATIONS

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.MASKERI  
DIRECTOR

B.S.CHANDAVARKAR  
VICE-CHAIRMAN

SURESH S.HEMMADY  
CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 15 ,2006





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

(Scheduled Bank)

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2006.**

	(Rs. in Lakhs)	(Rs. in Lakhs)
	Year ended 31-Mar-06	Year ended 31-Mar-05
<b>EXPENDITURE</b>		
1. Interest on Deposits	13,700	12,425
2. Interest on Borrowings	61	63
3. Salaries and Allowances	2,390	2,208
4. Bank Charges and Commission	59	50
5. Directors' Fees and Travelling and Conveyance	8	7
6. Rent Rates Taxes, Service Charges, Insurance and Lighting	766	684
7. Legal and Professional Charges	101	85
8. Postage, Telegrams and Telephone Charges	50	44
9. Travelling and Conveyance	40	23
10. Audit Fees	49	43
11. Repairs and Maintenance	398	306
12. Depreciation on Fixed Assets	821	811
13. Amortisation	660	188
14. Printing and Stationery	98	97
15. Advertisement	349	197
16. Loss on Redemption of Investments	-	-
17. Loss on sale of Assets	12	11
18. Networking Expenses	58	48
19. Sundry Expenses	461	408
<b>Provisions &amp; Contingencies</b>		
A). Gratuity Payable to Staff	59	53
B). Bad & Doubtful Debts		
i) Amount Provided for Bad and Doubtful Debts	1,873	1,800
ii) Contingent Provision against Standard Assets	325	18
C). Development Reserve Fund	-	5
D). Price Fluctuation Reserves	-	1
E). Depreciation on Securities	223	1,103
Net Profit for the year carried forward to P&L Appropriation A/C	2,100	2,010
<b>TOTAL</b>	<b>24,661</b>	<b>22,688</b>

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CHAIRMAN

PLACE : MUMBAI  
DATED: APRIL 15 ,2006



**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2006.**

		(Rs. in Lakhs)	(Rs. in Lakhs)
		Year ended 31-Mar-06	Year ended 31-Mar-05
<b>INCOME</b>			
1	Interest on Advances	14,958	14,542
2	Interest on Investments	7,932	6,298
3	Commission, Exchange & Brokerage	1,082	944
4	Rent on S.D.V. Lockers	54	53
5	Profit on Sale of Securities	200	564
6	Profit on sale of Assets	32	4
7	Profit on redemption of investments	-	-
8	Other Receipts	403	283
<b>TOTAL</b>		<b><u>24,661</u></b>	<b><u>22,688</u></b>

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PLACE : MUMBAI  
DATED: APRIL 15 ,2006

**PROFIT AND LOSS APPROPRIATION ACCOUNT FOR THE YEAR ENDED 31 MARCH, 2006**

DATE	EXPENDITURE	AMOUNT	DATE	INCOME	AMOUNT
31.03.2006	To Net profit carried forward to the Balance Sheet	4,241.00	31.03.2006	By Net Profit brought forward from P & L A/C	2,100.00
				By Write back of Special Reserve fund	130.00
				By Write back of Development Reserve Fund	2,011.00
	<b>TOTAL</b>	<b>4,241.00</b>		<b>TOTAL</b>	<b>4,241.00</b>

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CHAIRMAN

PLACE : MUMBAI  
DATED : APRIL 15, 2006







**SCHEDULES**

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>SCHEDULE 1 — CAPITAL</b>		
<b>Authorised Capital</b>		
260,00,000 Shares of Rs.25/-each. (March '05 No. of shares 1,40,00,000 of Rs. 25/- each)	6,000	3,500
<b>Issued,Subscribed and Paid-up Capital</b>		
1,42,15,731 (March'05 No.of Shares 1,17,09,559 ) Shares of Rs.25/- each fully paid up of which held by	3,553	2,927
a) Individual & Others	3,553	2,927
b) Societies	-	-
<b>SCHEDULE 2 — RESERVES</b>		
I. Statutory Reserve Fund	4,051	3,542
II. Building Fund	4,318	4,243
III. Investment Fluctuation Reserve	831	768
IV. Price Fluctuation Reserve	849	849
V. Bad and Doubtful Debts Reserves	12,071	10,217
VI. Dividend Equalisation Fund	99	92
VII. Special Reserve Fund	-	130
VIII. Development Reserve Fund	-	2,011
IX. Special Contingency Reserve	30	30
X. Contingency Reserve	576	366
XI. Centenary Fund	-	123
XII. Charities Fund	12	2
XIII. Contingent provision against standard Assets	600	275
XIV. Gratuity to Staff	59	53
XV. General Reserves	98	65
XVI. Capital Reserve	187	-
XVII. Revaluation Reserve	4,861	-
<b>Total</b>	<b>28,642</b>	<b>22,766</b>
<b>SCHEDULE 3 — DEPOSITS</b>		
<b>I. Current Deposits</b>		
i) Individuals	14,499	10,510
ii) Other societies	122	111
<b>Total</b>	<b>14,621</b>	<b>10,621</b>
<b>II. Savings Deposits</b>		
i) Individuals	42,936	36,030
ii) Other societies	2,324	1,872
<b>Total</b>	<b>45,260</b>	<b>37,902</b>



# The Shamrao Vithal Co-op. Bank Ltd.

(Scheduled Bank)

## SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>III. Term Deposits</b>		
i) Individuals	154,540	122,012
ii) Other societies	25,332	26,325
<b>Total</b>	<b>179,872</b>	<b>148,337</b>
<b>IV. Matured Deposits</b>	<b>3,727</b>	<b>3,823</b>
<b>Total (I+II+III+IV)</b>	<b>243,480</b>	<b>200,683</b>
<b>SCHEDULE 4 — BORROWINGS</b>		
<b>Borrowings from National Housing Bank</b>	<b>814</b>	<b>881</b>
<b>SCHEDULE 5 — OTHER LIABILITIES</b>		
i) Bills Payable	74	54
ii) Unclaimed Dividends	65	60
iii) Drafts Payable	504	607
iv) Bonus/Ex-gratia Payment to Staff	2	2
v) Pay orders Issued	1,850	1,544
vi) Margin Money	333	300
vii) Sundries	1,315	868
<b>Total</b>	<b>4,143</b>	<b>3,435</b>
<b>SCHEDULE 6 — PROFIT &amp; LOSS</b>		
Profit as per last Balance Sheet	1,995	2,018
Less: Appropriations		
i) Reserve Fund	503	500
ii) Building Fund	75	25
iii) Dividend to Members	484	383
iv) Charities	5	15
v) Staff Welfare Fund	7	40
vi) Education Fund	20	20
vii) Members' Welfare Fund	7	45
viii) Ex-gratia to Staff	320	306
ix) Centenary Fund	50	50
x) Additional Provision for Bad and Doubtful Debts	50	-
xi) Contingency Reserves	210	200
xii) Investment Fluctuation Reserve	63	430
xiii) Dividend Equilisation Fund	8	-
xiv) Capital Reserve	187	-
Profit for the last year	6	4
Add: Prior Period Adjustment Account	10	(19)
Add: Net Profit for the year as per Profit & Loss Account	2,100	2,010
Add : Profit & Loss Appropriation A/c	2,141	-
<b>Total</b>	<b>4,257</b>	<b>1,995</b>



**SCHEDULES**

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>SCHEDULE 7 — CASH</b>		
i) Cash in Hand	1,247	985
<b>Current Deposits</b>		
i) Balances with Reserve Bank of India	14,967	9,744
ii) Balances with State Bank of India & its Subsidiaries	413	498
iii) Balances with State Co-operative Banks	11	5
iv) Balances with District Central Co-operative Banks	42	34
<b>Total</b>	<b>16,680</b>	<b>11,266</b>
<b>SCHEDULE 8 — BALANCES WITH OTHER BANKS</b>		
i) Current Deposits with Private and Nationalised Banks	1,604	872
ii) Fixed Deposits with SBI, Private & Nationalised Banks	3,371	1,931
<b>Total</b>	<b>4,975</b>	<b>2,803</b>
<b>SCHEDULE 9 — INVESTMENTS</b>		
i) Government Securities	77,353	67,622
ii) Other Trustee Securities	100	175
iii) Shares in Co-op.Institutions & Co-op Hsg.Societies	6	6
iv) P.S.U.Bonds & Bonds of all India financial institutions	5,107	6,077
<b>Total</b>	<b>82,566</b>	<b>73,880</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	156	157
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	80,062	62,092
c) Unsecured Advances / Surety Loans with or without Collateral Securities	243	183
Of the advances, amount due from individuals	3,020	3,372
Of the advances, amount Overdue	6,900	7,533
Considered Bad & Doubtful of recovery (Fully Provided for)	4,103	3,657



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

(Scheduled Bank)

**SCHEDULES**

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>II) Medium Term Loans</b>	<b>46,337</b>	<b>42,157</b>
<b>Of which, Secured against</b>		
a) Govt. & Other approved Securities	26	29
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	46,150	41,949
c) Unsecured Advances / Surety Loans with or without Collateral Securities	161	179
Of the advances, amount due from individuals	5,030	5,098
Of the advances, amount Overdue	605	4,141
Considered Bad & Doubtful of recovery (Fully Provided for)	2,511	1,511
<b>III) Long Term Loans</b>	<b>37,925</b>	<b>19,810</b>
<b>Of which, Secured against</b>		
a) Govt. & Other approved Securities	—	—
b) Other Tangible Securities( Including Rs.NIL against endorsements / acceptances by Banks)	37,691	19,810
c) Unsecured Advances / Surety Loans with or without Collateral Securities	234	—
Of the advances, amount due from individuals	7,731	9,033
Of the advances, amount Overdue	395	948
Considered Bad & Doubtful of recovery (Fully Provided for)	577	368
<b>Total</b>	<b>164,723</b>	<b>124,399</b>

**SCHEDULE 11 — INTEREST RECEIVABLE**

i) On Investments	2,304	2,199
ii) On Staff Housing Loans	396	360
<b>Total</b>	<b>2,700</b>	<b>2,559</b>

**SCHEDULE 12 — PREMISES**

**GROSS BLOCK**

At Original cost	3,346	3,346
Additions during the year	5,404	—
Deductions during the year	35	—
<b>Total</b>	<b>8,715</b>	<b>3,346</b>



**SCHEDULES**

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	1,446	1,118
Additions during the year	350	328
Deductions during the year	22	-
<b>Total</b>	<b>1,774</b>	<b>1,446</b>
<b>NET BLOCK</b>	<b>6,941</b>	<b>1,900</b>
<b>SCHEDULE 13 — FURNITURES &amp; FIXTURES</b>		
<b>GROSS BLOCK</b>		
At Original cost	1,137	1,083
Additions during the year	166	73
Deductions during the year	39	19
<b>Total</b>	<b>1,264</b>	<b>1,137</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	598	516
Additions during the year	95	94
Deductions during the year	27	12
<b>Total</b>	<b>666</b>	<b>598</b>
<b>NET BLOCK</b>	<b>598</b>	<b>539</b>
<b>SCHEDULE 14 — OTHER FIXED ASSETS</b>		
<b>I) PLANT &amp; MACHINERY</b>		
<b>GROSS BLOCK</b>		
At Original cost	2,154	1,967
Additions during the year	314	281
Deductions during the year	89	94
<b>Total</b>	<b>2,379</b>	<b>2,154</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	1,511	1,281
Additions during the year	306	319
Deductions during the year	82	89
<b>Total</b>	<b>1,735</b>	<b>1,511</b>
<b>NET BLOCK (A)</b>	<b>644</b>	<b>643</b>
<b>II). CIVIL WORKS</b>		
<b>GROSS BLOCK</b>		
At Original cost	667	623
Additions during the year	86	46
Deductions during the year	29	2
<b>Total</b>	<b>724</b>	<b>667</b>



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

(Scheduled Bank)

### SCHEDULES

(Rs. in Lakhs)

	As at 31-Mar-06	As at 31-Mar-05
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	359	298
Additions during the year	62	62
Deductions during the year	23	1
<b>Total</b>	<b>398</b>	<b>359</b>
<b>NET BLOCK (B)</b>	<b>326</b>	<b>308</b>
<b>III) VEHICLES</b>		
<b>GROSS BLOCK</b>		
At Original cost	58	47
Additions during the year	–	12
Deductions during the year	–	1
<b>Total</b>	<b>58</b>	<b>58</b>
<b>DEPRECIATION</b>		
As at 31 March of the preceding year	21	14
Additions during the year	8	8
Deductions during the year	–	1
<b>Total</b>	<b>29</b>	<b>21</b>
<b>NET BLOCK (C)</b>	<b>29</b>	<b>37</b>
<b>IV) CAPITAL WORK IN PROGRESS (D)</b>	<b>17</b>	<b>12</b>
<b>TOTAL (A+B+C+D)</b>	<b>1,016</b>	<b>1,000</b>

#### SCHEDULE 15 — OTHER ASSETS

i) Tax Refund Receivable	43	113
ii) Stock of Stationery	66	71
iii) Deposits with BEST, Telephones & BMC	93	91
iv) Miscellaneous Assets	3,385	10,471
v) Deposits towards acquisition of Premises	94	82
<b>Total</b>	<b>3,681</b>	<b>10,828</b>

#### SCHEDULE 16 — CONTINGENT LIABILITIES

i) Bank Guarantees	7,792	6,170
ii) Letters of Credit	12,364	9,678
<b>Total</b>	<b>20,156</b>	<b>15,848</b>



**NOTES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR  
ENDED 31<sup>ST</sup> MARCH 2006 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 0.40% 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.
- i) 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.
  - ii) 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.





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

(Scheduled Bank)

- iii) 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.
- iv) Treasury bills under all the classifications have been valued at acquisition cost.
- v) 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:

- i) Fixed Assets are stated at written down value.
- ii) 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.
- iii) Fixed Assets are depreciated at the rates considered appropriate by the Management as under:

Premises-Commercial	10%
Premises-Residential	5%
Civil Works	10%
Furniture & Fixtures	15%
Vehicles	20%
Computers	33.33%
Machinery	25%

- iv) 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.
- v) The shares of Co-operative Societies held by the Bank in respect of ownership premises have been carried at Re.1/- per society

### 6) Staff Retirement Benefits:

- i) Provident Fund contribution made to a trust separately established for the said purpose is accounted for on accrual basis.
- ii) The liability towards gratuity is based on actuarial valuation.
- iii) 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, 2006.

### 1) STATUTORY LIABILITY:

The Bank has a statutory liability, u/s 63(1) (B), towards Education Fund of Rs.151 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 31.03.2006 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)

31.03.2005	Particulars	31.03.2006
6,170	Bank Guarantees	7,792
9,678	Letters of Credit	12,364
<b>15,848</b>	<b>Total</b>	<b>20,156</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 payable to staff written back		2
Expenses for operation of Banking Ombudsman Scheme paid to RBI	1	
Amount forfeited from Retention Money payable to contractor on account of Branch renovation for poor quality of work		2
Amount wrongly adjusted to Rent & taxes instead of non-Banking assets in the year 1997 now adjusted		3
Amount wrongly capitalized in Hubli Branch premises instead of Non-Banking assets in the year 1996 now adjusted		4
<b>Total</b>	<b>1</b>	<b>11</b>

- 4) In terms of the RBI Guidelines vide its circulars dated September 2, 2004 and March 28, 2005, the bank has debited proportionate depreciation (20% out of the loss of Rs.645 lakhs i.e.Rs.129 lakhs, incurred on account of shifting of securities to HTM category) to Profit & Loss account and balance of Rs.387 lakhs has been carried under the head "Miscellaneous Assets" to be written off over the next three accounting years. Further In terms of the RBI Guidelines vide its circulars dated March 29, 2006, the bank has debited proportionate amortization of depreciation of Rs.0.30lakhs (incurred on account of shifting of securities to HTM category) to Profit & Loss account and balance of Rs.801 lakhs has been carried under the head "Miscellaneous Assets" to be written off over the residual maturity of the respective securities.
- 5) During the year, the Bank has sold securities held under HTM category. Profit arising on these transactions amounting to Rs.32 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) Ownership Premises Rs.6,941 lakhs Accounting Standard 10 (AS 10)  
(Includes Revaluation of ownership premises of Rs.4861 lakhs as per the revaluation report during the year)  
Non-Banking Assets Rs.26 lakhs (acquired against satisfaction of claims is shown under Miscellaneous Assets.)
- 8) 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.



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

(Scheduled Bank)

### 9) Primary Segment Reporting (By Business Segments) Accounting Standard 17 (AS 17)

(Rs. In Lakhs)

PARTICULARS	TREASURY	OTHER BANKING OPERATIONS	TOTAL 31 MARCH ,2006
Revenue	8,174	16,487	24,661
Result	1,109	3,248	4,357
Unallocated Expenses			–
Operating Profit			4,357
Income Tax			–
Extraordinary Profit/Loss			–
Gross Profit			4,357
<b>OTHER INFORMATION</b>			
Segment Assets	105,859	182,114	287,973
Unallocated Assets			6,495
<b>Total Assets</b>			<b>294,468</b>
Segment Liabilities	(1,867)	(265,502)	(267,369)
Unallocated Liabilities			(27,099)
<b>Total Liabilities</b>			<b>(294,468)</b>

- 10) 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 (AS 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.
- 11) Details of Expenditure on Computer Software – shown under Miscellaneous Assets – Software Expenses and included in Other Assets in accordance with Accounting Standard 26 (AS 26), on Intangible Assets issued by ICAI are as under:

(Rs. In Lakhs)

Opening Balance of Software Expenses at the beginning of the year (Other Assets)	48.00
Additions during the year	156.00
Deductions during the year	160.00
Closing Balance of Software Expenses	44.00

- 12) The Bank has ascertained that there is no material impairment of any of its assets and as such no provision under Accounting Standard 28 (AS 28) issued by the ICAI is required.
- 13) The Bank has written off an amount of Rs.69 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.
- 14) The Reserve Bank of India has during the year conducted an inspection of Bank's books of account as on March 31, 2005. The Bank has since submitted their compliance to the Inspection Report. The Reserve Bank of India has not imposed any strictures or penalties on the Bank.
- 15) 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.		31.03.2006	31.03.2005
1)	Capital to Risk Asset Ratio (CRAR)	12.34%	12.77%
2)	Movement of CRAR	(3.37%)	1.51%
	Risk Weighted assets	175,845	136,977
3)	Values of Investments are as under: <b>Government/ Approved Securities-(SLR)</b>		
	<b>a) PERMANENT CATEGORY</b>		
	Face Value	46,164	39,951
	Book Value	48,104	42,089
	<b>b) CURRENT CATEGORY</b>		
	Face Value	27,793	23,761
	Book Value	29,349	25,708
	Market Value	30,805	26,228
	Bonds of Public Sector Undertakings	5,107	6,077
	Shares in Co-operative Institution	6	6
	<b>Total Face Value (of investments)</b>	<b>79,070</b>	<b>69,795</b>
	<b>Total Book Value (of investments)</b>	<b>82,566</b>	<b>73,880</b>
	<b>Total Market Value (of investments)</b>	<b>84,030</b>	<b>76,428</b>
4)	Advances against Real Estate, Construction Business, Housing		
	Real Estate	11,013	7,176
	Construction Business	2,894	938
	Housing	8,179	8,198
5)	Advances against Shares & debentures	24	28

Advances of Rs.164,723 lakhs (Previous year Rs.124,399 lakhs) shown in the Balance Sheet include:

(Rs.in lakhs)

Particulars	31.03.2006	31.03.2005	31.03.2006	31.03.2005
	FUND BASED		NON-FUND BASED	
Advance to Directors, their relatives and Companies / Firms in which they are interested	11	13	-	-



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

(Scheduled Bank)

(Rs. in lakhs)

Sr. No.		31.03.2006	31.03.2005
6)	Average cost of deposits	6.37%	6.79%
7)	NPAs		
	a) Gross NPAs	14,525	14,224
	b) Net NPAs	1,983	3,258
8)	Movement in NPA		
	Opening Balance	14,224	13,289
	Add: Additions during the year	2,876	2,873
	Less: Closed/ Recovered/ Written Off	2,575	1,938
	Closing Balance	14,525	14,224
9)	Profitability		
	A. Interest income as a percentage of working funds	8.18%	8.98%
	B. Non-interest income as a percentage of working funds.	0.58%	0.73%
	C. Operating profit as a percentage of working funds	1.56%	1.67%
	D. Return on Assets (Net Profit/ Average of working funds)	0.80%	0.86%
	E. Business (Deposits + Advances) per employee	538	436
	F. Profit per employee	3	3
10)	A. Provisions on NPAs required to be made	9,216	7,785
	B. Provisions on NPAs actually made	12,071	10,217
	C. Additional provision from last years profit	-	50
	D. Provisions required to made for Overdue interest taken into Income (*) Refer note below	-	-
	E. Provisions actually made for Overdue interest taken into income	-	-
	(*) – The Overdue Interest amount taken into income is not material. In view of the excess provisions made, this amount has not been separately provided for.		
11)	A. Provision required to be made on depreciation in investments	-	-
	B. Provision actually made on Depreciation in investments	-	-
	C. Provision made towards Price Fluctuation Reserve	-	1
12)	A. Provision required to be made for Gratuity Fund	59	53
	B. Provision actually made for Gratuity Fund	59	53
	C. Provision required to be made for Provident Fund	190	186
	D. Provision actually made for Provident Fund	190	186
13)	A. Provision required to be made for Inter-Branch Account	2	1
	B. Provision actually made for Inter-Branch Account	2	1
	C. Provision required to be made for Inter-Bank Account	-	-
	D. Provision actually made for Inter-Bank Account	-	-



(Rs. in lakhs)

Sr. No.		31.03.2006	31.03.2005
14)	<b>Movement in provisions</b>		
	<b>A. Towards NPAs</b>		
	Opening Balance	10,217	8,555
	Add: Additions during the year	1,873	1,800
	Fresh Provisions/Additional provisions from last year's profit	50	-
	Less: Closed/ Recovered/ Written Off	69	138
	Closing Balance	12,071	10,217
	<b>B. Towards Standard Assets</b>		
	Opening Balance	275	257
	Add: Additions during the year	325	18
	Closing Balance	600	275
	<b>C. Towards Overdue Interest taken Into income</b>		
	Opening Balance	-	-
	Add: Additions during the year	-	-
	Closing Balance	-	-
15)	<b>Movement in Provisions</b>		
	<b>A. Towards Depreciation on Investments</b>		
	Opening Balance	-	-
	Add: Additions during the year	-	-
	Closing balance	-	-
	<b>B. Towards Investment Fluctuation Reserve</b>		
	Opening Balance	768	338
	Add: Additions during the year	63	430
	Closing balance	831	768
16)	<b>Movement in Provisions</b>		
	<b>A. Towards Gratuity Fund</b>		
	Opening Balance	53	37
	Add: Additions during the year	6	16
	Closing balance	59	53
	<b>B. Towards Provident Fund</b>		
	Opening Balance	186	175
	Add: Additions during the year	4	11
	Closing balance	190	186
17)	<b>Movement in Provisions</b>		
	<b>A. Towards Inter Branch Account</b>		
	Opening Balance	1	-
	Add: Additions during the year	1	1
	Closing balance	2	1
	<b>B. Towards Inter-Bank Account</b>		
	Opening Balance	-	-
	Add: Additions during the year	-	-
	Closing balance	-	-
18)	Payment of insurance premium to the DICGC, including arrears, if any	172	169
19)	Penalty imposed by RBI for any Violation	-	-



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

(Scheduled Bank)

20) (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	4,155	Nil	Nil	2,505
2	FIs	2	Nil	Nil	Nil
3	*Nationalised Banks	950	Nil	Nil	200
4	Others	Nil	Nil	Nil	Nil
5	Provision held towards depreciation	Nil	Nil	Nil	Nil
	<b>TOTAL</b>	<b>5,107</b>	<b>Nil</b>	<b>Nil</b>	<b>2,705</b>

\*UCO Bank Bonds issued in the month of March 2006 are in the process of being listed with National Stock Exchange of India Ltd. Value Rs.500 Lakhs

20) (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

21) There were no Repo / Reverse Repo Transactions during the year.

**V.R. RANE**  
DIVISIONAL MANAGER  
FINANCE

**B.D. UGRANKAR**  
DEPUTY GENERAL MANAGER  
FINANCE & AUDIT

**J.K. HATTANGDI**  
GENERAL MANAGER  
OPERATIONS

**DEEPAK S. PATIL**  
CHIEF EXECUTIVE  
OFFICER

**R.N. MASKERI**  
DIRECTOR

**B.S. CHANDAVARKAR**  
VICE-CHAIRMAN

**SURESH S. HEMMADY**  
CHAIRMAN

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

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

PLACE: MUMBAI.  
DATE: APRIL 15, 2006.





**CASH FLOW FOR THE YEAR ENDED MARCH 31,2006**

(Rs.in Lakhs)

PARTICULARS	MARCH 31, 2006	
	Cash Inflow	Cash Outflow
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit as per profit & Loss account	2,100	
Previous year Adjustments	16	
Add: Notional Losses	1,705	
<b>SUB-TOTAL</b>	<b>3,821</b>	
Net Increase in Reserves		
Provisions made out of profit for the Current year	2,257	
Less: Cash Out -Flows on account of following		
Exgratia to staff		320
Dividend		484
Centenary Fund		173
Gratuity Payable to Staff		53
Net Increase in Reserves	<b>1,227</b>	
Increase in Deposits	42,797	
Decrease in Borrowings		68
Increase in advances		40,393
Increase in investments		9,570
Increase in interest receivable		140
Increase in other Liabilities	708	
Decrease in other assets	7,870	
	51,375	50,171
<b>SUB-TOTAL</b>	<b>2,431</b>	
<b>Net cash flow from operating activities——A</b>	<b>6,252</b>	
Cash flow from Investing activities		
Net Increase in Fixed assets		1,041
<b>Net cash Flow from Investing activities——B</b>		<b>1,041</b>
Net Cash Flow from Financing Activities		
Increase in Share Capital	627	
<b>Net Cash Flow from Financing Activities——C</b>	<b>627</b>	
<b>Net Increase in Cash Flows on account of Operating, Investing &amp; Financing activities——(A+B+C)</b>	<b>5,838</b>	
<b>CASH &amp; CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>18,467</b>	
<b>CASH &amp; CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>24,305</b>	
<b>Net Increase in Cash Flows on account of Operating, Investing &amp; Financing activities-</b>	<b>5,838</b>	



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

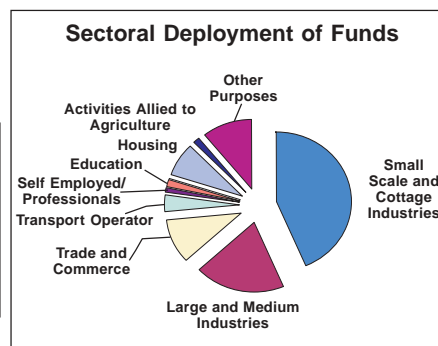
(Scheduled Bank)

### APPENDIX CREDIT PORTFOLIO AT A GLANCE

#### A) OUR BORROWERS

(Rs. in Crore)

ADVANCES	NO. OF A/cs.	%	AMOUNT
Upto Rs.5,000/-	434	0.00	0.03
Rs.5,000 – 25,000	1,254	0.09	1.49
Above Rs.25,000/-	11,745	99.91	1,645.71
<b>TOTAL</b>	<b>13,433</b>	<b>100.00</b>	<b>1,647.23</b>



#### SECTORAL DEPLOYMENT OF FUNDS

(Rs. in Crore)

SECTOR	No. of Borrowers	Outstanding as on 31.3.2006	%
Small Scale & Cottage Industries	2,106	718.23	43.60
Large & Medium Industries	203	319.39	19.39
Trade & Commerce	1,651	168.52	10.23
Transport Operators	165	65.13	3.95
Self Employed / Professionals	810	21.11	1.28
Education	1,388	26.89	1.63
Ceremonial Expenses } Consumption }	71	0.77	0.05
Housing	5,090	126.09	7.65
Activities Allied to Agriculture	36	20.75	1.26
Other Purposes	1,913	180.36	10.95
<b>TOTAL</b>	<b>13,433</b>	<b>1,647.23</b>	<b>100.00</b>

#### PRIORITY SECTOR LENDING

(Rs. in Crore)

ACTIVITIES	No. of Accounts	Outstanding as on 31.3.2006	%
Activities Allied to Agriculture	36	20.75	2.10
Small Scale / Cottage Industries	2,106	718.23	72.51
Transport Operators	144	19.63	1.98
Small Business & Retail Traders	1,501	55.83	5.64
Self Employed / Professionals	806	18.71	1.89
Housing	5,090	126.09	12.73
Others	1,422	31.23	3.15
<b>TOTAL</b>	<b>11,105</b>	<b>990.47</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. 1.4.2005 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. 31.03.2006 Rs.	% of total loans and advances
a) Directors	6,58,348.00	—	5,45,496.00	0.0033
b) Relatives of Directors	6,08,006.00	—	5,38,507.00	0.0033
c) Companies / firms in which Directors are interested	—	—	—	—
<b>TOTAL</b>	<b>12,66,354.00</b>	<b>—</b>	<b>10,84,003.00</b>	<b>0.0066</b>

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

**PROGRESS AT A GLANCE**

(Rs. in Crore) \*

Sr. No	PARTICULARS	1999	2000	2001	2002	2003	2004	2005	2006
1.	Capital & Reserves	79.42	98.83	118.86	141.67	174.34	223.06	256.93	321.95
2.	Deposits	818.66	964.09	1,150.97	1,269.43	1,449.30	1,726.92	2,006.83	2,434.80
3.	Advances	518.93	635.56	760.05	833.71	932.73	1,163.73	1,243.99	1,647.23
4.	Investments	308.69	359.80	444.96	480.01	494.46	568.25	738.80	825.66
5.	Total income	112.19	134.06	164.23	171.29	193.99	222.67	226.88	246.61
6.	Total Expenditure & Provisions	101.29	121.52	148.23	155.00	177.39	202.67	206.78	225.61
7.	Net Profit	10.90	12.54	16.00	16.29	16.60	20.00	20.10	21.00
8.	Working Funds	939.02	1,104.23	1,329.89	1,470.99	1,682.70	2,021.24	2,335.72	2,816.69
9.	No. of Branches	30	34	35	36	37	38	38	38
10.	No. of Employees	689	686	688	700	704	730	746	759
11.	No. of Shareholders	69,903	74,692	80,109	83,641	91,585	63,420	70,221	76,077
12.	Dividend (%)	18 %	18%+2%	18%	18%	18%	18%	18%	15%+5%
13.	Audit Classification	A	A	A	A	A	A	A	A

\*Items No 1 to 8



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

(Scheduled Bank)

ESTD 1906

### AWARDS TO STAFF MEMBERS

PARTICULARS	RECEIPT
<b>Late Shamrao Vithal Kaikini Award</b> (For Outstanding Performance)	Mr. Satish S. Rawool Manager, Facilities Department
<b>Late Rao Bahadur S.S. Talmaki Award</b> (For Outstanding Performance)	Mrs. Sangeeta A. Nadkarni Asst. Manager, Mira Road Branch
<b>Shamrao Vithal Bank Award</b> (For Best Branch)	Vakola Branch
<b>Chairman's Award</b> (For Best Manager)	Mr. Sudhir Phalke Manager, Divisional Office, Pune
<b>Vice-Chairman's Award</b> (For Best Manager)	Mr. Deepakrao R. Manel Manager, Pimpri-Chinchwad Branch  Mr. Devdatta P. Bijoor Manager, Centralised Credit Cell
<b>Chairman's Award</b> (For Best Officer)	Ms. Smita Kamath Asst. Manager, Kalyan Branch  Ms. Pooja G. Kamath Officer, Mahakali Caves Road Branch
<b>Vice-Chairman's Award</b> (For Best Officer)	Ms. Shilpa Gadkari Asst. Manager, Mulund Branch
<b>Chairman's Award</b> (For Best Clerk)	Mr. Vinayak Katre Clerk, Kandivili Branch
<b>Vice-Chairman's Award</b> (For Best Clerk)	Ms. Nandita A. Bijur Clerk, Malleswaram Branch
<b>Chairman's Award</b> (For Best Sub-Staff)	Mr. Rahul Charwad Sub-Staff, Pimpri-Chinchwad Branch
<b>Vice-Chairman's award</b> (For Best Sub-Staff)	Mr. Sanjay Sable Sub-Staff, Kalyan Branch
<b>Shri Bijoor Ananth Bhat Award</b> (For Best Typist/ Steno / Computer Operator)	Ms. Amita Bondal Clerk, Sleater Road Branch
<b>Smt.S.S.Gulvady Award</b> (For Best All-round clerk)	Mr. Arun Patade Clerk, Matunga Extension Counter
<b>Late Shri Rajiv Bailoor Award</b> (For Best Clerk)	Mr. Arjun Shigvan Clerk, Ghatkopar Branch
<b>Late Shri Rajiv Bailoor Award</b> (For Best Sub-Staff)	Mr. Sunil Amande Sub-Staff, Pune D.G. Branch
<b>Shanta Mundkur Memorial Award for Branch with Best Audit Report and Lowest Non Performing Assets.</b>	Sleater Road Branch



<b>A.O./DEPTS/BRANCHES</b>	<b>Telephone No.</b>	<b>A.O./DEPTS/BRANCHES</b>	<b>Telephone No.</b>
Registered Office, Personnel & HRM, Legal & Recovery, Administration, Operations, Centralised Credit Cell, Legal, Marketing, Finance, Central Accounts, Audit & Inspection, Facilities, Planning, ATM Cell, Information Technology, Shares, Secretarial.	6699 9999	<b>Goregaon</b> 12, Udyog Nagar, Time Star Bldg., S.V.Road, Goregaon (W), Mumbai 400 062.	28740578 28743877 FAX: 28754174
SVC Tower, Nehru Road, Vakola Santacruz (E), Mumbai – 400 055.		<b>Kandivali</b> No 6, Ground floor, Manek Nagar, M.G.Road, Kandivali(W), Mumbai- 400 067	28020579 28634490 FAX: 28634975
<b>Clearing</b> Bldg No. C, Chitrapur CHS Ltd. 27 <sup>th</sup> Road , TPS III, Bandra (W) Mumbai 400 050	5571 9642 2640 5073 FAX : 2640 5066	<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>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 : 080-23466468	<b>Malad</b> 47/A, S. M. House, Lourdes Colony, Orlem, Malad (W) Mumbai 400 064	28069163 28656495 FAX: 28638893
<b>D.M.'s Office, Pune</b> Nandita, Jungli Maharaj Rd Deccan Gymkhana, Pune- 411 004	020-25538371 020-25532460 FAX:020-25532519	<b>Mandvi</b> Anand Building, 82/84, Kazi Syed Street, Mandvi, Mumbai 400 003	23412433 23431097 FAX: 23420933
<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>Matunga</b> 5, Kanara House, Mogal Lane, Mahim, Mumbai 400016	24379927 24372644 FAX : 24316813
<b>Borivali</b> Bal Vatsalaya Bldg, Kasturba Cross Rd No. 1, Borivali (E), Mumbai 400 066	28058425 28086749 FAX: 28626943	<b>Matunga Extension Counter</b> New English School, Government Servant's Colony, Bandra (East), Mumbai 400 051	26571951 26571889
<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>Mira Road</b> Ground Floor, Royal Challenge Building, Mira-Bhayender Rd. District Thane-401107	28122372 28122373 FAX: 28123503
<b>Chembur</b> Natasha Plaza, Plot no. 913, D. K. Sandhu Marg, Chembur (E) Mumbai 400 071	25235389 25293193 FAX: 25244617	<b>Mulund</b> G-1,6,7,8, Ganesh Kripa, RHB Road, Mulund (W), Mumbai – 400 080	25605735 25917840 FAX : 25917840
<b>Cuffe Parade</b> Maker Towers 'E', 1 <sup>st</sup> floor, Cuffe Parade, Mumbai 400 005	22161836 22166253 56374941-43 FAX : 56374944	<b>Mahakali Caves Road</b> Sanskriti Park, Opp. Canossa High School Andheri (East), Mumbai 400093.	28370781 28355888 FAX: 28389556
<b>Gamdevi</b> B/2, Saraswat Building Dr. Kashibai Navrange Marg Opp Gamdevi Police Station, Mumbai 400 007	23885013 56021501 FAX : 23885013	<b>Sakinaka</b> Yamuna Sadan, Saki Vihar Road, Sakinaka, Andheri (East), Mumbai 400 072	28522508 28593310 FAX : 28520708
<b>Ghatkopar</b> Jayant Arcade, Rajawadi Naka, Ghatkopar (East), Mumbai 400 077.	25153308 25101974 FAX: 25165373	<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



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

(Scheduled Bank)

A.O./DEPTS/BRANCHES	Telephone No.
<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.	6699 9701-9714 FAX : 6699 9700
<b>Vile Parle</b> Geetanjali, 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 (Malleshwaram) 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>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
<b>Bangalore (Rajaji Nagar) Extension Counter</b> KVV English Nursery, Primary & High School, 3 & 3/1, Subbanna Gardens, Behind BTS Garage, Chandra Layout, Vijayanagar, Bangalore 560 040.	080-23218189
<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>Chitrapur Shirali</b> Building 8-3, Survey No.426/ B, Ward No.5,N.H.No.17, Shirali,Taluka Bhatkal,Dist.-Uttara Kannada581354	08385-258569 FAX : 08385-258570

A.O./DEPTS/BRANCHES	Telephone No.
<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, Banglaore – 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 – Ganapathy High School</b> Saraswat Education Society Ganapathy Pre-University College Campus, 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>Nashik Extension Counter</b> JDC Bytco English School,Nashik Road, Nashik – 422 101	0253-2452959
<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 D.G. Extension Counter - Pune Camp</b> Aranha's Rosary Education Society's Rosary School, Dr. Ambedkar Rd, Camp, Pune-411 001.	020-26052659
<b>Pune D.G. Extension Counter - Viman Nagar</b> Aranha's Rosary Education Society's Rosary School,Vazir Complex, Tasmac Road, Near Neco Garden, Lohegaon,Taluka Haveli, Viman Nagar, Pune – 411 014.	020-26630855
<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
<b>Pune Satara Road Extension Counter - Wanowrie</b> Aranha's Rosary Education Society's Rosary School, Salunkhe Vihar, Wanowrie, Pune-411040.	020-26833949



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

**REGISTERED OFFICE**

SVC TOWER, NEHRU ROAD, VAKOLA, SANTACRUZ (E), MUMBAI - 400 055

**ATTENDANCE SLIP**

**100<sup>TH</sup> ANNUAL GENERAL MEETING**

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

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

I hereby record my presence at the 100<sup>th</sup> Annual General Meeting of the Bank at the **Y. B. Chavan Auditorium, Gen. Jagannath Bhosale Marg, Next to Sachivalaya Gymkhana, Mumbai 400 021** on Saturday, May 20, 2006 at 2.00 p.m

**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 2001)**

NOTICE is hereby given that the 9<sup>th</sup> Annual General Meeting of the Members will be held on **Saturday May 27, 2006** at 3.00 PM. at SVC Tower, 1<sup>st</sup> Floor, J. Nehru Road, Vakola, Santa Cruz (E), Mumbai – 400 055 to discuss and consider the following items of business:

- 1) To read and confirm the Proceedings of the 8<sup>th</sup> AGM held on May 22, 2005.
- 2) To receive and adopt the Annual Report for the F.Y. 2005-2006.
- 3) To receive, approve and adopt the Audited Income & Expenditure Account for the year ended March 31, 2006 and the Audited Balance Sheet as on March 31, 2006.
- 4) To appoint Auditors for the F.Y. 2006-2007.
- 5) To receive the Budget for the F.Y. 2006-2007.
- 6) Any other matter with the permission of the Chair.

**Gurudutt Mundkur**

President

Date: April 28, 2006.

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.*



**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 400 005

**ANNUAL REPORT**

**Your Association disbursed Awards to 26 students (last year 42) for meritorious performance, re-imbursed Medical Expenses to 441 members (last year 392), Medical check-up expenses to 54 members (last year 46) and Mediclaim Premium to 244 members (last year 257). The amounts disbursed are given in the attached Income & Expenditure Account Statement .**

Your Association has earned an income of Rs. 1361450/- for the year under Report. The Board of Trustees has been constrained to review and amend the existing rules wherever necessary. The schedule for re-imburement of expenses incurred stands revised on a quarterly basis instead of shorter intervals. This measure has been adopted firstly, to be commensurate with the quarterly income earned by your association on its corpus and secondly, to streamline the existing norms for eligibility and ensure that a maximum number of applicants are benefited.

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

The Board of Trustees met 6 times during the year. The average attendance was 6 members per meeting against the maximum possible of 7.

The Board of Trustees conveys its thanks to the Board of Directors and Management and employees of The Shamrao Vithal Co-operative Bank Ltd, the Honorable Charity Commissioner, Statutory Auditors and other concerned authorities for their help and co-operation from time to time.

**Gurudutt Mundkur**  
President

**Ratnakar N. Gokarn**  
Hon. Secretary

April 12,2006.



**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 400 005

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

203, Lok Centre, Marol Maroshi Road, Marol, Andheri (E), Mumbai - 400 059. Tel: 28506525

**AUDITORS REPORT**

We have audited the Balance Sheet of **THE SHAMRAO VITHAL CO-OP. BANK MEMBERS WELFARE ASSOCIATION**, as at 31st March, 2006 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 31st March, 2006
- 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,  
Chartered Accountants

**S.K. SHETTY**  
Partner

**PLACE : MUMBAI.**  
**DATE : April 5, 2006.**



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

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

**BALANCE SHEET AS ON 31ST MARCH, 2006.**

AMOUNT 2004-2005	LIABILITIES	AMOUNT 2005-2006	AMOUNT 2004-2005	ASSETS	AMOUNT 2005-2006
16,026,949	<b>CORPUS FUND :</b> Opening Balance 16,026,949 Add : Addition 750,000	16,776,949	16,314,519	<b>INVESTMENTS :</b> F.D. in The Shamrao Vithal Bank Opening Balance 16,314,519 Add : Addition 750,000	17,064,519
557,276	<b>RESERVE FUNDS :</b> Opening Balance 557,276 Add : Current Year 191,082	748,358	75,000	<b>LOANS &amp; ADVANCES :</b> <b>EDUCATION LOANS :</b> Opening Balnace 75,000 Add : Given 75,000	150,000
4,500	<b>OUTSTANDING EXPENSES :</b> Audit fees	5,510	198,120 1,086	<b>CURRENT ASSETS :</b> Cash at Bank 315,875 Cash in hand 423	316,298
16,588,725	<b>TOTAL :-</b>	17,530,817	16,588,725	<b>TOTAL :-</b>	17,530,817

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

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

**S.K. SHETTY**  
Partner

**G N Mundkur**  
(President)

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

**M S Murdeshwar**  
(Hon Treasurer)

PLACE : MUMBAI  
DATE : 05.04.2006



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

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

**INCOME & EXPENDITURE STATEMENT FOR THE YEAR 2005-06.**

AMOUNT 2004-2005	INCOME	AMOUNT 2005-2006	AMOUNT 2004-2005	EXPENDITURE	AMOUNT 2005-2006
1,227,689	<b>INTEREST INCOME :</b> Fixed Deposit A/c 1,356,628 Savings A/c <u>4,822</u>	1,361,450		<b>ESTABLISHMENT EXPENSES :</b> Office Assistant Charges 18,000 Conveyance & Travelling 1,690 Audit Fees 5,969 General Expenses 2,170 Postage & Courier Expenses 156 Printing & Stationery 519 Bank Charges 17 Accounting Charges 6,000 Meeting Expenses <u>4,390</u>	38,911
			5,800	<b>EXPENDITURE ON OBJECTS OF THE TRUST :</b> Merit & Sports Awards 26,000 Mediclaime 196,702 Medical Expenses 887,731 Medical Check-up Scheme <u>21,025</u>	1,131,458
			7,191	<b>Excess of Income over Expenditure</b>	191,082
<b>1,227,689</b>	<b>TOTAL :-</b>	<b>1,361,450</b>	<b>1,227,689</b>	<b>TOTAL :-</b>	<b>1,361,450</b>

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

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

**S.K. SHETTY**  
Partner

**G N Mundkur**  
(President)

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

**M S Murdeshwar**  
(Hon Treasurer)

PLACE : MUMBAI  
DATE : 05.04.2006



**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, 2001 is **automatically** eligible for the benefits from April 01, 2006 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**

**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-imburement 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, Rs15,000 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 500/=. ON AN ANNUAL BASIS. SPOUSE, PARENTS AND CHILDREN MAY BE INCLUDED AS A PART OF THE SAME MEDICLAIM POLICY. ORIGINAL RECEIPT & COPY OF POLICY 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-imburements under Rule 1 (a) and (b) above.**
- [b] Members availing of this benefit shall not be eligible for re-imburement under Rule ( c ) above if the total expenditure incurred by the members 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. A. 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 Scheme for Educational Purposes has been discontinued with effect from 1<sup>st</sup> April, 2006.**

**NOTE: CLAIMS FOR REIMBURSEMENT (TO BE MADE ON PLAIN PAPER WITHIN 3 MONTHS ) MUST STATE THE FOLLOWING PARTICULARS OF THE APPLICANT MEMBER.**

- [a] Regn No. (Membership No.) of the Bank
- [b] Date of Birth
- [c] Bank A/c No., Account holder/s Name/s and & Branch
- [d] Members shall open an account with any of the nearest branch of The Shamrao Vithal Co-operative Bank Ltd situated within a distance of 25 Kms from the place of residence to facilitate remittance of the claim amount directly to their account.
- [e] The current practice of sending cheques separately will be discontinued w.e.f. 1<sup>st</sup> June 2006.
- [f] The claims for reimbursements under all the above schemes will be disposed of in the first week of the next quarter e . . g . Claims received in the month of April shall be disposed of in the first week of July. Members are requested to bear with us.

**THESE REVISED RULES WILL COME INTO FORCE FROM THE FIRST OF THE MONTH FOLLOWING THE CONCLUSION OF THE ANNUAL GENERAL MEETING.**

April 12, 2006

**RATNAKAR N. GOKARN**  
HON. SECRETARY

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



BOOK - POST



Chairman addressing the audience at the inaugural function of the **Centenary Year** of the Bank held at the Jamshed Bhabha Auditorium, NCPA, Mumbai on December 28, 2005. Can be seen on the dias are the Chief Guest, His Excellency, Shri S.M. Krishna, Governor of Maharashtra, the Board of Directors and the Chief Executive Officer.



Chairman welcoming the Chief Guest, His Excellency, Shri S.M. Krishna, Governor of Maharashtra at the inaugural function of the Centenary Year of the Bank.

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*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.