

We have walked over a century.

And there's still far to go.



The Shamrao Vithal Co-operative Bank Ltd.

(Multi-State Scheduled Bank)



The Inauguration of the Retail Assets Cell in October 2006 - a view of the spacious interiors located in Borivali (East). Mr. Suresh Hemmady, Chairman, Board of Director, (extreme right), other Directors & Executives of the Bank can be seen in the picture.



The Inauguration of the new premises of the Shahupuri Branch, Kolhapur, at the August hands of His Holiness, Shrimat Sadyojat Shankarashram Swamiji. Also seen in the picture are Mr Suresh Hemmady, Chairman Board of Directors (2nd from left) & Mr B.S.Chandavarkar, Vice - Chairman (3rd from left)



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
A. S. Nadkarni
V. P. Nadkarni
N. S. Rao
V. D. Yennemadi

EXECUTIVES

CHIEF EXECUTIVE OFFICER

Prithwis Datta

GENERAL MANAGER

Jayvanthy K. Hattangdi

DEPUTY GENERAL MANAGERS

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

ASST. GENERAL MANAGERS

Shivappa L. Naik
Sadananda R. Shirali
Siddharth R. Shirali

DIVISIONAL MANAGERS

H.C. Nadkarni
S.M. Nadkarni
C.S. Pandit
P.V. Rajadhyax
V.R. Rane
V.S. Shiroor
Ajit Venugopalan

* **STATUTORY AUDITORS :**

V. J. Kulkani & Associates.
Chartered Accountants



HIGHLIGHTS

◆	DEPOSITS		
	2005 - 2006	:	Rs. 2,434.80 crores
	2006 - 2007	:	Rs. 2,993.22 crores
	Growth	:	22.93 %
◆	CREDIT DEPLOYMENT		
	2005 - 2006	:	Rs. 1,647.23 crores
	2006 - 2007	:	Rs. 2,058.37 crores
	Growth	:	24.96 %
◆	PROFITABILITY		
	2005 - 2006	:	Rs.21.00 crores
	2006 - 2007	:	Rs.21.30 crores
	Growth	:	1.43 %
◆	LIQUIDITY		
	2005 - 2006	:	Rs. 1,068.71 crores
	2006 - 2007	:	Rs. 1,117.05 crores
◆	C. D. RATIO		
	2005 - 2006	:	67.65%
	2006 - 2007	:	68.77 %
◆	CAPITAL		
	2005 - 2006	:	Rs. 35.53 crores
	2006 - 2007	:	Rs. 52.84 crores
	Growth	:	48.72 %
◆	CAPITAL TO RISK ASSET RATIO (CRAR)		
	2005 - 2006	:	12.34%
	2006 - 2007	:	11.64%



NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the Hundred and First Annual General Meeting of the Members of the Bank will be held at K.C. College Hall, Dinshaw Wachha Road, Churchgate, Mumbai 400 020, on Saturday, **June 09, 2007, at 3.00 p.m.** to transact the following business :-

1. Adoption of Annual Report with Audited Balance Sheet as at March 31, 2007 and the Profit and Loss Account for the year ended March 31, 2007.
2. Declaration of Dividend and Allocation of Profits for the Financial Year 2006-2007.
3. Consideration of Statutory Audit Report from M/s V.J. Kulkarni & Associates with compliance report thereto, for the financial year 2006-07.
4. Appoint Statutory Auditors for the year 2007-08 and authorize the Board to fix their remuneration.
5. Review of the list of employees who are relatives of members of the Board or of the Chief Executive Officer.
6. Appoint 6 Representatives of the Bank to the Managing Committee of The Saraswat Educational & Provident Co-operative Society Ltd., Mumbai.
7. To grant leave of absence to those members of the Bank who have not attended this General Meeting.
8. 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 2006-2007, 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.

Registered Office
S.V.C. Tower,
Nehru Road, Vakola,
Santacruz (E), Mumbai 400 055.
Date : April 30, 2007

BY ORDER OF THE BOARD OF DIRECTORS

Prithwis Datta
Chief Executive Officer



The Shamrao Vithal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

NOTICE

DIVIDEND FOR 2003-2004 (98th D/W)

Members who have not encashed their dividends for the year 2003 - 2004 are requested to do so immediately. They are requested to please note that if the dividend is not encashed on or before December 31, 2007, 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.55 (v). 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: 66712151-55

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 given below 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.

THE SHAMRAO VITHAL CO-OPERATIVE BANK LTD.

REGISTERED OFFICE

S.V.C. TOWER, NEHRU ROAD
VAKOLA, SANTACRUZ (E), MUMBAI - 55

ATTENDANCE SLIP

101st 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 101st Annual General Meeting of the Bank at the K.C.College Hall, Dinshaw Wachha Road, Churchgate, Mumbai 400 020, on Saturday, **June 09, 2007, at 3.00 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.



DIRECTORS' REPORT

Dear Members,

“Individual commitment to a group effort -- that is what makes a team work, an organization work, a society work, a civilization work.”

Your Directors have great pleasure in presenting the 101st Annual Report together with the Audited Statements of Account for the year ended March 31, 2007.

FINANCIAL PERFORMANCE

(Rs in crore)

	March 31, 2007	March 31, 2006	% increase
Deposits	2993.22	2434.80	22.93
Advances	2058.37	1647.23	24.96
Total Income	294.85	244.24	20.72
Total Expenditure	273.55	223.24	22.54
Profit before Provisions & Tax	53.07	43.57	21.80
Net Profit	21.30	21.00	1.43

SHARE CAPITAL & DIVIDEND

Your Bank has maintained a consistent track record as regards payment of dividend. However, as you would have observed from the above Table, Income Tax has taken away a third of our profit. Consequently, a high rate of dividend payout that we had maintained till last year, will not be possible in the present scenario. The Board of Directors is pleased to recommend a dividend of 12% for the year ended March 31, 2007.

ECONOMIC & BANKING SCENARIO

Being among the fastest growing economies of the world, over the past two years, India and China contributed 73% to the Asian growth and 38% to the World GDP, based on purchasing power parity. India's economic growth rate is averaging 9.1% in last two years and services sector continues to be the driver of growth with a share of 60% in the overall GDP. The strengthening of economic activity in the recent years has been supported by persistent increase in domestic investment rate which is more than 34%. Crisil, however, visualizes a slow-down in economy and has projected an 8% GDP growth for 2007-08.

Developmental phase of Indian economy has brought in exceptional expansion in bank credit of 30% though experiencing pressures on resources. Deposit growth during the last fiscal was 24.27%. The latest corporate profitability and industrial production data show that demand is strong and margins are rising in all the core sectors like power, cement, real estate, steel, oil and telecom.

In the recent period, rate of inflation has been higher crossing the 6% level. However, anti-inflationary measures taken by the government and the RBI are proving effective as the inflation rate plummeted to 5.74% during the week ended March 31, 2007. The main impetus for inflation in the just concluded fiscal emanated from manufacturers contributing 60% to the overall price spurt. The RBI is concerned about the proliferation of lending to the so called risky sectors (capital market, real estate, personal loans, etc.) and as such has made it difficult for real estate developers to borrow from banks by hiking risk weights to 150% for CRAR calculation and steeply increasing provision of standard assets in the real estate category (commercial) to 2%.



In a bid to squeeze liquidity and to tame the rising inflation, RBI raised the cash reserve ratio (CRR) and repo rates recently. While repo rate - the rate at which banks borrow from RBI was raised by 0.25 basis percentage points to 7.75%, CRR was raised by 0.50 percentage points in two stages to 6.50%. As a sequel to this, last fiscal has seen steep hardening in banks' PLR and interest rates on retail loans, particularly housing loans. Further, RBI has decided not to pay banks any interest on CRR balances, with effect from March 31, 2007 thereby affecting the profitability of banks.

UNION BUDGET 2007-08

Out of the total credit of your Bank, major share of 49% is towards SME sector. In the Union Budget for 07-08 several measures have been taken to give a boost to small and medium enterprises (SMEs) and more particularly in textile, hospitality, gems and jewellery sectors.

As Co-operative banks are also within the IT net, from the present assessment year, the Budget provides that Co-operative banks will be allowed deduction in respect of provision for bad and doubtful debts under section 36(1)(viii) in tune with other Commercial banks. Amalgamation and de-merger of banking companies is tax neutral and this benefit will be extended to cooperative banks, from the current financial year. Co-operative banks will get the benefit of deduction under Section 36(1) (viii) for long term advances for industrial development or for agriculture as other Commercial banks.

The National Housing Bank (NHB) has been advised to introduce a novel product for senior citizens: a 'reverse mortgage' under which a senior citizen who is the owner of a house can avail of a monthly stream of income against the mortgage of his/her house, while remaining the owner and occupying the house throughout his/her lifetime, without repayment or servicing of the loan. We shall explore the possibility of designing a product suitable for our senior citizen clientele as soon as the details are received.

MERGERS / TAKEOVER

Your Bank has responded positively to the call of the Reserve Bank of India on the issue of consolidation in the co-operative banking sector by taking over 3 weak urban co-operative banks during the course of the financial year 2006-07.

Your Bank had taken a conscious decision to pursue the path of inorganic growth when the prospects of conventional organic growth were very restricted.

Your Bank had evaluated various proposals for mergers and acquisitions and had sought the approval of the General Body in a Special General Meeting convened in March 2006.

In furtherance to this approval, your Bank could succeed in securing the orders from the Commissioner for Co-operation and Registrar for Co-operative Societies, Maharashtra State, Pune for the acquisition of Shree Saptashrungi Urban Co-operative Bank Ltd., Nashik and Shri Mahavir Co-operative Bank Ltd., Kolhapur with effect from May 1, 2006 and September 4, 2006 respectively.

Likewise, your Bank could also secure the order from the Registrar for Co-operative Societies, Karnataka, for the acquisition of the Bangalore Central Co-operative Bank Ltd. with effect from February 26, 2007.

Shree Saptashrungi Urban Co-operative Bank Ltd. had 2 branches in Nashik. Shri Mahavir Co-operative Bank Ltd. had 11 branches of which 4 were in Kolhapur city, 6 in Kolhapur District and 1 in Sangli District. The Bangalore Central Co-operative Bank Ltd. had 11 branches in the city of Bangalore.

These acquisitions have added 24 licenses to the total tally of your Bank. The Reserve Bank of India was kind enough to grant permission to relocate the 2 branches of Shree Saptashrungi Urban Co-operative Bank Ltd. at Ambad in Nashik and Kandivli [East] in Mumbai. Your Bank has opened both these branches on February 15, 2007 and February 23, 2007 respectively.



As a part of branch rationalization in respect of the acquired banks in Kolhapur and Bangalore, your Bank has embarked on a plan of relocation of certain branches, the proposal for which is under consideration at the appropriate levels. Your Bank is actively concentrating on putting the branches of these acquired banks on a growth path with a view to ensuring their turn around within a reasonable period.

Though with the execution of the MOU between the Reserve Bank of India and the Government of Maharashtra and the resultant formation of the Task Force for Urban Co-operative Banks (TAFUCB), the options for organic growth are also likely to be thrown open to the stronger urban banks, your Bank will continue to cautiously tread on the path of inorganic growth even in times to come.

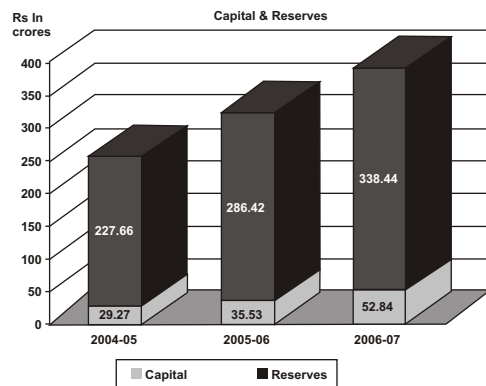
PERFORMANCE OF THE BANK

- Business levels of your Bank have registered growth of Rs. 969.56 crore during the F.Y. 2006-07 as compared to Rs. 831.21 crore during the F.Y. 2005-06.
- Interest income on advances during the year 2006-07 has risen to Rs.191.56 crore as compared to Rs. 149.14 crore for the previous year. For the FY 2006-07 the total income increased by 20.72% over that in the previous year, as compared to increase of 8.69% in year 2005-06.
- Profit before provisions and tax has risen by Rs. 9.50 crore registering a growth of 21.80%

PERFORMANCE INDICATORS

(Rs. in crore)

	March 31, 2007	March 31, 2006	%increase
Paid-up Capital	52.84	35.53	48.72
Reserves	338.44	286.42	18.16
Deposits	2993.22	2434.80	22.93
Advances	2058.37	1647.23	24.96
Liquid Assets	1117.05	1068.71	4.52
Gross Income	294.85	244.24	20.72
Working funds	3462.68	2816.69	22.93



MEMBERSHIP

The Paid up Capital of your Bank as on 31st March, 2007 was Rs 49.22 crore being the contribution of 83945 members. In addition, Rs. 3.62 crore being the Equity Capital of Bangalore Central Co-operative Bank Ltd., (BCCB) has been taken on our books. The Share holders of BCCB, according to the scheme of merger approved by the RCS of Karnataka, will be paid back at the value of their shares at par.

DEPOSITS

Your Bank's Deposits have grown by Rs 558.42 crore (an increase of 22.93%) during the F.Y. 2006-07 as against a growth of Rs 427.97 crore (an increase of 21.33%) during the F.Y 2005-2006. The average cost of deposits has marginally decreased over the previous year. Comparative table depicting the growth and composition of deposits for the last 3 years is given below:

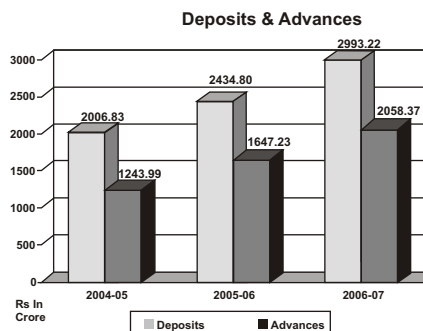
(Rs. in crore)

Type of Deposits	2006-07	%	2005-06	%	2004-05	%
Current	153.56	5.13	146.21	6.01	106.21	5.29
Savings	515.31	17.22	452.60	18.59	379.02	18.89
Term	2324.35	77.65	1835.99	75.41	1521.60	75.82
Total	2993.22	100.00	2434.80	100.00	2006.83	100.00



ADVANCES

Your Bank's Advances have increased by Rs 411.14 crore (an increase of 24.96%) during the F.Y. 2006-07 as against Rs. 403.24 crore (an increase of 32.42%) during the F.Y 2005-2006. The Credit Deposit ratio is 68.77%.



The classification of advances as on 31st March 2007 is given below:

(Rs. in crore)

Type of facility	2006-07	%	2005-06	%	2004-05	%
Loans	1117.24	54.28	873.27	53.01	658.74	52.95
Cash Credit	695.73	33.80	570.06	34.61	462.18	37.15
Overdraft	148.71	7.22	81.68	4.96	50.10	4.03
Bills Purchased/Discounted	96.69	4.70	122.22	7.42	72.97	5.87
Total	2058.37	100.00	1647.23	100.00	1243.99	100.00

PROFITABILITY

Your Bank has been able to maintain the profitability at a satisfactory level despite acquisition of three weak Urban Co-operative Banks. Profit before Provisions and Tax during the FY 2006-07 was Rs 53.07 crore as against Rs 43.57 crore in the previous year. Net profit during the FY 2006-07 was Rs 21.30 crore as against Rs 21.00 crore in the previous year.

MIS & PERFORMANCE REVIEW

Your Bank has set up a new department 'Performance Planning and Review' in September 2006 with a view to draw up, monitor and implement strategic business plans for the Bank at the macro level and for the branches at the micro level. The department carries out risk management functions through economic and market analysis and provides the top management and functional heads MIS data, outlook on major macro variables like industrial and infrastructure growth, performance analysis of peer level banks and helping the Bank in its effort to tap the emerging opportunities and to respond to market dynamics.

RETAILASSETS CELL (RAC)

During the financial year your Bank has set up Retail Assets Cell (RAC) in September 2006 to tap the vast potential of Retail Business. This cell covers Home Loans, Mortgage Loans, Overdraft against properties, Education loans, 'Hello Doctor', 'Life Style Finanz', Vehicles Loans, Own Your Office, 'Stock Gain' and so on. RAC thus has positioned itself as a one-stop financial service provider upto Rs.50 lakhs and has serviced 572 customers in just five months dispensing credit of about Rs. 50 Crore. Your Bank is also negotiating with various educational institutions for possible tie-ups with them for extending education loans to needy students.

BRANCH EXPANSION

Your Bank opened two branches during the year, fruitfully utilising the two licenses of the erstwhile Shri Saptshrungi Urban Co-op. Bank Ltd. Nashik. The first branch at Kandivali (East) is in the premises of Nirmala Memorial Foundation's College of Science & Commerce to serve the customers in the Thakur Complex and adjoining areas.



The second branch at Ambad, is in the premises of Parshwanath CHS, Near Symbiosis College, N H Shrawan Sector, Sector S.S.A. 1, Ambad CIDCO Nashik. This branch is designed to serve the SME industrial units of the Ambad MIDC Industrial Estate, as well as the adjoining residential areas.

The branches have received an encouraging response from the local residents and businessmen.

Your Bank opened one Extension Counter during the year at Panchavati, Nashik in the premises of Mahatma Gandhi Management & Catering Technology Institute, Panchavati, Nashik on January 31, 2007.

The Shahupuri Branch at Kolhapur was relocated to an elegant premises in the prestigious Anant Towers, a prominent business centre on the busy Rajarampuri Road. The new premises was inaugurated at the august hands of His Holiness Shrimat Sadyojat Shankarasharam Swamiji, spiritual head of Chitrapur Saraswat Community on February 2, 2007.

All the outlets except the Extension Counter at Panchavati, Nashik have safe deposit locker facility. All these outlets have been provided with 24 hour ATM facility, for the convenience of esteemed customers affiliated to these outlets.

All the outlets except the Extension Counter at Panchavati, Nashik have safe deposit locker facility. All these outlets have been provided with 24 hour ATM facility, for the convenience of esteemed customers affiliated to these outlets.

BANCASSURANCE

The Bank's Bancassurance tie-ups with ICICI Prudential Life Insurance and Bajaj Allianz General Insurance are not only providing value added services to our customers but adding to the revenue of the Bank. Your Bank now provides valuable inputs in helping you in tax planning as well as increasing returns on your savings through Life Insurance. It also provides safety for you and your valuable assets through its General Insurance tie-up thus providing all round protection. The Bank is in the process of tying up with some reputed Asset Management Companies, to offer Mutual Fund Products at our outlets.

INVESTMENT & TREASURY OPERATIONS

The year by-gone witnessed several monetary policy initiatives from the RBI to maintain price stability in the economy. Changes in the rates under the Liquidity Adjustment Facility (LAF) saw the Reverse Repo rate (rate for liquidity absorption) being hiked from 5.50% to 6% in two stages in June & July 2006. The Repo rate (rate for liquidity injection) was hiked in stages from 6.50% to 7.75% during the FY 2006-07.

The steady mopping up of excess liquidity & rise in the LAF rates, led to the upward movement in the Government securities yield curve resulting in the benchmark 10 year yield rising from 7.52% as on March 31, 2006 to 7.97% as on March 31, 2007. In the context of the increase in yield curve/decline in prices of securities during the FY 2006-07, the opportunities for price gains in securities declined.

The investments of your Bank, inter-alia, comprised of all approved securities. Your Bank devised appropriate strategies in the rising interest rate scenario to book gains of Rs.2.20 crore from securities transactions.

Your Bank continues to have an Investment Policy in place, which is reviewed continuously in accordance with the guidelines issued by the Reserve Bank of India. Your Bank embraced the electronic gilts order matching system introduced by the RBI/CCIL in a big way with most of the deals done on the NDS OM system. During the F.Y. 2006-07, the Reserve Bank of India introduced an electronic screen based quote-driven negotiation system for dealings in call/notice and term money market transactions as part of its Negotiated Dealing System (NDS), which your Bank has already started using.

Your Bank already has in place the system of concurrent audit of Investment & Treasury transactions as per the RBI guidelines.

Your Bank has maintained appropriate levels of liquidity, as stipulated by the RBI during the F.Y.2006-07. Similarly your Bank has also maintained the Non-SLR investments within the prescribed limits set by RBI.



A summarized position of your Bank's Investments is as under:

(Rs. in crore)

Type of Security	2006-07	2005-06
Investment in Government & Trustee Securities	760.66	774.53
Shares of Co-op Institutions & Co-op Hsg. Societies	0.07	0.06
PSU/Financial Institutions Bonds	85.07	51.07
Certificate of Deposit	23.21	0.00
Others	0.06	0.00
Total	869.07	825.66

RECOVERY

On the recovery front, your Bank has shown a marked improvement despite the acquisition of three Banks, viz., Shree Saptashrunji Urban Co-operative Bank Ltd., Shree Mahavir Co-operative Bank Ltd. and The Bangalore Central Co-operative Bank Ltd., in the financial year under review. As reported to you in the last year, your Bank continues to address both the facets of NPA Management, i.e., recovering out of existing NPAs, as well as arresting the emergence of fresh ones. Your Bank was successful in improving upon the recoveries out of the NPA accounts during the year as compared to the previous financial year.

Despite the acquisition of three urban co-operative banks during the year under review, your Bank has restricted its Gross NPA level to Rs.216.91 crores as on March 31st 2007. This includes additions of about Rs. 40 crore on account of the acquisition of these 3 aforesaid banks. This has also reflected an increase in the percentage of Gross NPAs to Gross Advances to 10.54 % as against 8.82 % as on March 31, 2006. Likewise, the percentage of Net NPA to Net Advances has increased to 3.02 % as against 1.30 % as on March 31, 2006.

In the light of these developments, your Bank is committed to stepping up its recovery efforts further. It would be the earnest endeavor of your Bank to achieve a single digit Gross NPA% and 0 % Net NPA.

INFORMATION TECHNOLOGY

The Bank has always believed to be the leader in technology implementation in the co-operative banking sector. The Bank has always strived to put in place state-of-the-art technology geared to provide to your customers the products and services that are normally perceived to be available in the domain of the banks in the private sector.

The technology implementations at the Bank are synergized with the business plans and offer a robust backbone for our staff to assist their business initiatives. The Bank was also able to put in place and automate the accounting procedures arising out of the mergers that happened in the year.

Recognition from the industry for the IT efforts of your Bank:

- The "Best Co-operative Bank - 2006" - conferred by the Indian Banks Association as part of its annual Banking Technology Awards
- The PC Quest "Best IT Implementation - Maximum Business Impact - 2006" - conferred by PC Quest
- The CIO Gold Award for our DGM (IT), Mr. Ravikiran S Mankikar, as the best CIO of the year - conferred by DataQuest

Your Bank has received permission from the Reserve Bank of India for leasing its software to other co-operative banks.

HUMAN RESOURCE MANAGEMENT

“Human Resources are the greatest asset” is the guiding principle for your Bank. Accordingly, development of personnel is on 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 Bank’s state of the art Training centres at Vakola and Bandra, is our earnest endeavour towards enhancement of their operational skills and updation of knowledge. In all, 47 in-house Training programmes were conducted during the year 2006-07 and our employees also attended 38 Training programmes organised by external agencies of repute.

Your Bank has successfully imparted training of the employees of the three Banks absorbed during the year.

At the end of the financial year, the total staff strength stood at 912 and the business per employee at Rs.5.54 crore which is amongst the highest in the comity of Urban Co-operative Banks in the country.

Your Bank has a full fledged Library with a collection of about 6053 documents which includes Books, Journals, RBI & IBA updates, CDs and compendium of Standing Instructions & Circulars which provides employees ample opportunities to upgrade their skills.

The library provides the latest information and news updates in the Banking sector and uses software known as LIBSYS enabling any employee from any branch to access any circular at any point of time. Providing the right information, at the right time is the prime motto of your SVC library. The Library Department will be posting in due course, articles related to banking on your Bank’s website.

AUDIT & INSPECTION

Your Bank’s full fledged Internal Audit Department ensures that branches adhere to stipulated internal procedures and to regulatory and legal requirements and also evaluates the adequacy of all internal controls. The Audit Committee of the Board also reviews the performance of the department and reviews the effectiveness of controls and compliance.

In the following year, the department is contemplating introduction of Credit Audit and monitoring of major advances to identify and mitigate the risks in this vulnerable area. Controls are also being introduced for early detection and prevention of frauds. The Bank also proposes to gradually move towards development of full-fledged internal audit team, during the year, thereby reducing dependence on the external agencies.

PROPOSED APPROPRIATIONS OF NET PROFIT

Your Bank made a net profit of Rs. 21.30 crore for the F.Y. 2006-07 which after including the following adjustments leaves a sum of Rs. 30.33 crore for appropriation :

- a. Write back of Price Fluctuation Reserve Rs 8.49 crore
- b. Prior period Adjustment Rs 0.54 crore



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

	2006-07 (Rs.)	2005-06 (Rs.)
Statutory Reserve Fund	11,13,00,000.00	10,65,00,000.00
Building Fund	45,00,000.00	16,05,00,000.00
Dividend	4,98,00,000.00	5,36,76,000.00
Contingency Reserve as introduced u/s 63 of Multi-State Act, 2002	3,03,00,000.00	4,26,00,000.00
Amount provided for charitable and co-operative purposes		
Staff Welfare	5,00,000.00	5,00,000.00
Members	5,00,000.00	5,00,000.00
Public	2,00,000.00	—
Education Fund	21,30,000.00	21,00,000.00
Ex-gratia to Staff	3,74,00,000.00	5,60,00,000.00
Investment Fluctuation Reserve	4,50,00,000.00	—
Capital Reserve	2,16,29,342.84	32,00,000.00
Balance carried forward	76973.46	1,26,428.35
Total Profits	30,33,36,316.30	* 42,57,02,428.35

* In the F.Y. 2005-06, sum for appropriation includes write back of Development Reserve Fund of Rs.20.11 crore, write back of Special Reserve Fund of Rs.1.30 crore and Prior period Adjustment of Rs.0.16 crore

MEMBERS WELFARE ASSOCIATION

The activities of the Members Welfare Association during the F.Y. 2006-07 are listed separately in the Annual Report.

100TH FOUNDATION DAY- STAFF GET-TOGETHER

The Foundation Day was celebrated with due pomp and gaiety. Awards for excellence in their specific areas of work were also given to the staff members .

CENTENARY CELEBRATIONS

Centenary celebrations concluded with a grand finale with a Santoor recital by Pt. Shivkumar Sharma accompanied on the Tabla by Pt. Yogesh Samsi at SRPF Grounds, Goregaon (E), Mumbai on 30th December 2006 and with a get-together thereafter.

BOARD OF DIRECTORS

The Board of Directors and its various Committees met regularly (117 times) during the year 2006-07. These meetings have contributed to the overall growth and progress of the Bank.

TRIBUTES TO THE DEPARTED SOULS

The Board of Directors and Management expresses its profound sorrow at the sad demise of Mr R N Maskeri, Director of the Bank, whose immense contribution during his long tenure as Director would always be remembered gratefully.

The Board of Directors and Management also expresses its profound sorrow at the sad demise of Mrs. Shamala A Marballi, Clerk, Borivali branch after prolonged illness, patiently borne.

**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 for the unstinted 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 for Co-operation and Registrar of Co-operative Societies, Maharashtra, Divisional Joint Registrar, Mumbai, Officials of the Co-operative Departments in the State of Maharashtra, Karnataka and Goa for the invaluable guidance and assistance rendered to the Bank from time to time.

The Board is grateful to the Members, Depositors, Borrowers and well wishers 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 the co-operation and guidance.

The Board conveys its sincere 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 year after year, to help your Bank to attain greater heights.

For & on behalf of the Board of Directors
Suresh S. Hemmady
Chairman

Place : Mumbai
Date: April 30, 2007



ANNEXURE A

REGISTERED OFFICE	:	S.V.C. Tower, Nehru Road, Vakola, Santacruz (E), Mumbai - 400 055.
DATE OF REGISTRATION	:	December 27, 1906.
NO. & DATE OF R.B.I LICENCE	:	UBD/MH/402 P August 24, 1984.
JURISDICTION	:	The area of operation of the Bank will be the entire Union of India, with the prior approval of the Reserve Bank of India. For any revision in this regard prior approval in writing of Reserve Bank of India and the Central Registrar shall be necessary.

(Rs. in crores)

Items	As on March 31, 2007
No. of Branches	59
No. of Extension Counters	11
Membership :	
No. of Regular Members	83945
No. of Nominal Members	8329
Paid up Share Capital	52.84
Total Reserves and funds	338.44
Deposits :	
Current	153.56
Savings	515.31
Term	2324.35
Total	2993.22
Advances :	
Secured	2040.34
Unsecured	18.03
Total	2058.37
Priority Sector Percentage to Total Advance (%)	43.88
Of which, Total Percentage to Weaker Section (%)	5.39
Overdues	117.83
Borrowings (NHB)	7.46
Investments	869.07
Profit	21.30
Working Fund	3462.68
Total Staff	912



**STATUTORY AUDIT REPORT
FOR THE YEAR ENDED 31ST MARCH, 2007.**

(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 **31st March, 2007** 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 31st March 2007 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 14, 2007

**Sd/-
(GAUTAM AMLADI)
PARTNER
M.No. 048816**



The Shamrao Vithal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

BALANCE SHEET AS AT 31 MARCH, 2007

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

CAPITAL AND LIABILITIES			As at	As at
		Schedule	31-Mar-07	31-Mar-06
1	CAPITAL	1	5,284	3,553
2	RESERVE FUND AND OTHER RESERVES	2	33,844	28,642
3	DEPOSITS AND OTHER ACCOUNTS	3	299,322	243,480
4	BORROWINGS	4	746	814
5	BILLS FOR COLLECTION BEING BILLS RECEIVABLE		1,369	1,806
	(As per Contra)			
6	BRANCH ADJUSTMENTS		67	887
7	OVERDUE INTEREST RESERVE I		852	753
8	OVERDUE INTEREST RESERVE II		8,863	6,133
	(As per contra)			
9	INTEREST PAYABLE		45	-
10	OTHER LIABILITIES	5	7,076	4,143
11	AMORTISATION RESERVE	6	374	-
12	PROFIT AND LOSS	7	3,033	4,257
	GRAND TOTAL		<u>360,875</u>	<u>294,468</u>
	CONTINGENT LIABILITIES	18	20539	20156

V.R.RANE
DIVISIONAL MANAGER
FINANCE

B.D UGRANKAR
DEPUTY GENERAL MANAGER
OPERATIONS

J.K.HATTANGDI
GENERAL MANAGER
CORPORATE FUNCTIONS

PRITHWIS DATTA
CHIEF EXECUTIVE OFFICER

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

GAUTAM D. AMLADI
PARTNER
M.No.048816
STATUTORY AUDITORS

PRAKASH A. BIJOOR
DIRECTOR

R.N. GOKARN
DIRECTOR

B.S.CHANDAVARKAR
VICE-CHAIRMAN

PLACE: MUMBAI
DATE: APRIL 14, 2007



BALANCE SHEET AS AT 31 MARCH, 2007

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

PROPERTY AND ASSETS		Schedule	As at 31-Mar-07	As at 31-Mar-06
1	CASH	8	17,027	16,680
2	BALANCES WITH OTHER BANKS	9	7,771	4,975
3	MONEY AT CALL AND SHORT NOTICE		-	2,650
4	INVESTMENTS	10	86,907	82,566
5	ADVANCES	11	205,837	164,723
6	INTEREST RECEIVABLE			
	a) on Investments Staff & Agricultural Loans	12	3,372	2,700
	b) on Advances - II (considered bad & doubtful of recovery) (As per Contra)		8,863	6,133
7	BILLS RECEIVABLE BEING BILLS FOR COLLECTION (As per Contra)		1,369	1,806
8	PREMISES LESS DEPRECIATION	13	9,350	6,941
9	FURNITURE AND FIXTURES LESS DEPRECIATION	14	625	598
10	OTHER FIXED ASSETS	15	1,230	1,016
11	OTHER ASSETS	16	16,285	3,654
12	NON BANKING ASSETS		39	26
13	ACQUISITION COSTS	17	2,200	-
	GRAND TOTAL		<u>360,875</u>	<u>294,468</u>

V.R.RANE
DIVISIONAL MANAGER
FINANCE

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PLACE: MUMBAI
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The Shamrao Vithal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2007

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

EXPENDITURE	Year ended 31-Mar-07	Year ended 31-Mar-06
1 Interest on Deposits	17,000	13,646
2 Interest on Borrowings	65	61
3 Salaries and Allowances	2,769	2,390
4 Directors Fees, Travelling and Conveyance	11	8
5 Rent Rates Taxes, Service Charges, Insurance and Lighting	860	766
6 Legal and Professional Charges	114	101
7 Postage Telegrams and Telephone Charges	57	50
8 Travelling and Conveyance	57	40
9 Audit Fees	67	49
10 Repairs and Maintenance	448	398
11 Depreciation on Fixed Assets	897	821
12 Depreciation on Securities	218	223
13 Amortisation on Securities	553	660
14 Printing and Stationery	97	98
15 Advertisement	338	349
16 Loss on sale of Assets	12	12
17 Networking Expenses	103	58
18 Other Expenses	512	337
19 Gratuity Payable to Staff	56	59
20 Bad & Doubtful Debts		
i) Amount Provided for Bad and Doubtful Debts	796	1,873
ii) Contingent Provision against Standard Assets	76	325
21 Amortisation of Cost of Acquired Banks		-
The Bangalore Central Co-op. Bank Ltd-	82	
Shree Saptshrungi Urban Co-op. Bank Ltd	107	
Shri Mahavir Co-op. Bank Ltd	267	
	456	
Profit before tax	3,923	2,100
Income Tax	1,759	-
Fringe Benefit Tax	34	-
Net Profit for the year carried down	2,130	2,100
TOTAL	29,485	24,424
Net Profit for the year carried forward to the Balance Sheet	3,033	4,257

TOTAL

3,033

4,257

V.R.RANE
DIVISIONAL MANAGER
FINANCE

B.D UGRANKAR
DEPUTY GENERAL MANAGER
OPERATIONS

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

B.S.CHANDAVARKAR
VICE-CHAIRMAN

PLACE: MUMBAI
DATE: APRIL 14, 2007



PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2007

		(Rs. in Lakhs) (Rs. in Lakhs)	
		Year ended	Year ended
INCOME		31-Mar-07	31-Mar-06
1	Interest on Advances	19,156	14,914
2	Interest on Investments	8,600	7,932
3	Commission, Exchange & Brokerage	1,184	1,082
4	Rent on Safe Deposit Lockers	70	54
5	Profit on Sale of Securities	220	200
6	Profit on Sales of Assets	2	32
7	Profit on redemption of investments	1	-
8	Other Income	252	211
TOTAL		29,485	24,424
Net Profit for the year brought down		2,130	2,100
	Write back of Price Fluctuation Fund	849	-
	Write back of Development Reserve Fund	-	2,011
	Write back of Special Reserve Fund	-	130
	Prior period Adjustment	53	10
	Balance profit from last year	1	6
TOTAL		3,033	4,257
V.R.RANE DIVISIONAL MANAGER FINANCE	B.D UGRANKAR DEPUTY GENERAL MANAGER OPERATIONS	J.K.HATTANGDI GENERAL MANAGER CORPORATE FUNCTIONS	PRITHWIS DATTA CHIEF EXECUTIVE OFFICER

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

GAUTAM D. AMLADI
PARTNER
M.No.048816
STATUTORY AUDITORS

PRAKASH A. BIJOOR
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R.N. GOKARN
DIRECTOR

B.S.CHANDAVARKAR
VICE-CHAIRMAN

PLACE: MUMBAI
DATE: APRIL 14, 2007



SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
SCHEDULE 1 -- CAPITAL		
Authorised Capital		
4,00,00,000 Shares of Rs.25/-each.	10000	6000
(March 06 No. of shares 2,40,00,000 of Rs.25 each)		
Issued,Subscribed and Paid-up Capital		
1,96,88,758 (March '06 No. of Shares 1,42,15,731) Shares of Rs.25/- each	4922	3553
Paid-up Capital of acquired bank (Banglore Central Co-operative Bank Ltd.)	362	-
	5284	3553
SCHEDULE 2 -- RESERVE FUND AND OTHER RESERVES		
I. Statutory Reserve Fund	5441	4051
II. Building Fund	6003	4318
III. Investment Fluctuation Reserve	831	831
IV. Price Fluctuation Reserve	-	849
V. Bad and Doubtful Debts Reserves	15021	12071
VI. Dividend Equalisation Fund	13	99
VII. Special Contingency Reserve	30	30
VIII. Contingency Reserve	1002	576
IX. Charities Fund	-	12
XI. Contingent provision against standard Assets	700	600
XII. Gratuity to Staff	65	59
XIII. General Reserves	144	98
XIV. Capital Reserve	219	187
XV. Revaluation Reserve	4375	4861
Total	33844	28642
SCHEDULE 3 -- DEPOSIT AND OTHER ACCOUNTS		
I. Current Deposits		
i) Individuals	15199	14499
ii) Co-operative Societies	157	122
Sub-Total	15356	14621
II. Savings Deposits		
i) Individuals	48920	42936
ii) Co-operative Societies	2611	2324
Sub-Total	51531	45260
III. Term Deposits		
i) Individuals	177135	154540
ii) Co-operative Societies	49189	25332
Sub-Total	226324	179872
IV. Matured Deposits		
	6111	3727
Total (I+II+III+IV)	299322	243480



SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
SCHEDULE 4 -- BORROWINGS		
Borrowings from National Housing Bank	746	814
SCHEDULE 5-- OTHER LIABILITIES		
i) Bills Payable	91	74
ii) Unclaimed Dividends	78	65
iii) Drafts Payable	551	504
iv) Bonus/Ex-gratia Payment to Staff	15	2
v) Pay orders Issued	2524	1850
vi) Margin Money	239	333
vii) Provision for Taxation (Income Tax and Fringe Benefit Tax)	1783	-
vii) Others	1795	1315
Total	7076	4143
SCHEDULE 6 -- AMORTISATION RESERVE		
Shree Saptshrungi Urban Co-op. Bank Ltd	107	-
Shri Mahavir Co-op. Bank Ltd	267	-
Total	374	-
SCHEDULE 7--PROFIT AND LOSS		
Profit as per last Balance Sheet	4257	1995
Less: Appropriations		
i) Reserve Fund	1065	503
ii) Building Fund	1605	75
iii) Dividend to Members	537	484
iv) Charities	-	5
v) Staff Welfare Fund	5	7
vi) Education Fund	21	20
vii) Members' Welfare Fund	5	7
viii) Ex-gratia to Staff	560	320
ix) Centenary Fund	-	50
x) Additional Provision for Bad and Doubtful Debts	-	50
xi) Contingency Reserves	426	210
xii) Investment Fluctuation Reserves	-	63
xiii) Dividend Equilisation Fund	-	8
xiv) Capital Reserve	32	187
Balance Profit from last year	1	6
Add: Net Profit for the year as per Profit & Loss Account	3032	4251
Total	3033	4257
SCHEDULE 8 --CASH		
Cash in Hand	1739	1247
Current Deposits		
i) Balances with Reserve Bank of India	14636	14967



SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
ii) Balances with State Bank of India & its Subsidiaries	502	413
iii) Balances with State Co-operative Banks	88	11
iv) Balances with District Central Co-operative Banks	62	42
Total	17027	16680
SCHEDULE 9 -- BALANCES WITH OTHER BANKS		
i) Current Deposits with Private and Nationalised Banks	1873	1604
ii) Fixed Deposits with SBI, Private & Nationalised Banks	4421	3371
iii) Fixed Deposits with DCC & Apex banks	1477	-
Total	7771	4975
SCHEDULE 10 -- INVESTMENTS		
i) Government Securities	75966	77353
ii) Other Trustee Securities	100	100
iii) Shares in Co-op.Institutions & Co-op Hsg.Societies	7	6
iv) P.S.U.Bonds & Bonds of all India financial institutions	8507	5107
v) Certificate of Deposits	2321	-
v) Others	6	-
Total	86907	82566
SCHEDULE 11 -- ADVANCES		
I) Short Term Loans, Cash Credit, Overdraft , Bills Discounted	96806	80461
Of which, secured against		
a) Govt. & Other approved Securities	349	156
b) Other Tangible Securities(Including Rs.NIL against endorsements / acceptances by Banks)	96255	80062
c) Unsecured Advances / Surety Loans with or without Collateral Securities	202	243
Of the advances, amount due from individuals	5070	3020
Of the advances amount Overdue	8991	6900
Considered Bad & Doubtful of recovery (Fully Provided for)	3598	4103
II) Medium Term Loans	45678	46337
of which, Secured against		
a) Govt. & Other approved Securities	53	26
b) Other Tangible Securities(Including Rs.NIL against endorsements / acceptances by Banks)	44495	46150
c) Unsecured Advances / Surety Loans with or without Collateral Securities	1130	161
Of the advances, amount due from individuals	5552	5030
Of the advances amount Overdue	5386	605
Considered Bad & Doubtful of recovery (Fully Provided for)	2587	2511

SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
III) Long Term Loans	63353	37925
of which, Secured against		
A) Govt. & Other approved Securities	2	-
b) Other Tangible Securities(Including Rs.NIL against endorsements / acceptances by Banks)	62880	37691
c) Unsecured Advances / Surety Loans with or without Collateral Securities	471	234
Of the advances, amount due from individuals	15485	7731
Of the advances amount Overdue	3407	395
Considered Bad & Doubtful of recovery (Fully Provided for)	1514	577
Total	205837	164723
SCHEDULE 12 -- INTEREST RECEIVABLE		
i) On Investments	2945	2304
ii) On Staff Housing Loans	422	396
iii) On Agricultural Loan	5	-
Total	3372	2700
SCHEDULE 13 --PREMISES LESS DEPRECIATION		
GROSS BLOCK		
At Original cost	8715	3346
Additions during the year	3444	5404
Deductions during the year	-	35
Total	12159	8715
DEPRECIATION		
As at 31 March of the preceding year	1775	1446
Additions during the year	433	350
Adjustment on account of merger	115	-
Adjustment on account of revaluation	486	-
Deductions during the year	-	22
Total	2809	1774
NET BLOCK	9350	6941
SCHEDULE 14 --FURNITURE AND FIXURES LESS DEPRECIATION		
GROSS BLOCK		
At Original cost	1264	1137
Additions during the year	206	166
Deductions during the year	11	39
Total	1459	1264



SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
DEPRECIATION		
As at 31 March of the preceding year	666	598
Additions during the year	100	95
Adjustment on account of merger	69	-
Deductions during the year	1	27
Total	834	666
NET BLOCK	625	598
SCHEDULE 15 --OTHER FIXED ASSETS LESS DEPRECIATION		
PLANT AND MACHINERY		
GROSS BLOCK		
At Original cost	2378	2154
Additions during the year	357	314
Deductions during the year	87	89
Total	2648	2379
DEPRECIATION		
As at 31 March of the preceding year	1735	1511
Additions during the year	289	306
Adjustment on account of merger	69	-
Deductions during the year	80	82
Total	2013	1735
NET BLOCK (A)	635	644
CIVIL WORKS		
GROSS BLOCK		
At Original cost	724	667
Additions during the year	66	86
Deductions during the year	8	29
Total	782	724
DEPRECIATION		
As at 31 March of the preceding year	398	359
Additions during the year	64	62
Adjustment on account of merger	18	-
Deductions during the year	4	23
Total	476	398
NET BLOCK (B)	306	326
VEHICLE		
At Original cost	59	58
Additions during the year	55	-
Deductions during the year	31	-
Total	83	58



SCHEDULES

(Rs. in Lakhs)

	31-Mar-07	31-Mar-06
DEPRECIATION		
As at 31 March of the preceding year	29	21
Additions during the year	11	8
Adjustment on account of merger	13	-
Deductions during the year	18	-
Total	35	29
NET BLOCK (C)	48	29
CAPITAL WORK IN PROGRESS (D)	241	17
Total--(A+B+C+D)	1230	1016
SCHEDULE 16 -- OTHER ASSETS		
i) Tax Refund Receivable	62	43
ii) Stock of Stationery	71	66
iii) Deposits with BEST, Telephones & BMC	117	93
iv) Margin Money with Clearing Corporation of India Ltd.	12766	1714
v) Advance Tax Paid (Income Tax and Fringe Benefit Tax)	1178	-
iv) Other Assets	1950	1644
v) Deposits towards acquisition of Premises	141	94
Total	16285	3654
SCHEDULE 17 -- ACQUISITION COSTS		
Acquisition cost carried forward		
The Bangalore Central Co-op. Bank Ltd-	410	
Less: Amortised during the year -	82	328
Shree Saptshrungi Urban Co-op. Bank Ltd	537	-
Shri Mahavir Co-op. Bank Ltd	1335	-
Total	2200	-
SCHEDULE 18 -- CONTINGENT LIABILITIES		
i) Bank Guarantees	8428	7792
ii) Letters of Credit	12111	12364
Total	20539	20156



NOTES FORMING PART OF THE PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2007 AND BALANCE SHEET AS ON EVEN 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 has been made on all standard assets as per RBI directives UBD (PCB). Cir.No.30/09.11.600/06-07 dated February 19, 2007.
- 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.
 - 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 carrying 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 Derivatives 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 first half year as per the generally accepted norms.

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 31ST MARCH, 2007.

- 1) 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).
- 2) Ownership Premises Rs.9,350 lakhs Accounting Standard 10 (AS 10) (Includes Revaluation of ownership premises of Rs.4,375 lakhs for the revaluation done on 31/03/2006.) The Ownership premises of the acquired Banks have been brought into the books of the Bank at Market Value (amounting to Rs.2,844 Lakhs) on the dates of merger of the respective Banks, as per the merger order.

3) Accounting Standard 14 (AS 14) Acquisition:

The Bank, during the financial year, has acquired three Co-operative Banks, two in the state of Maharashtra and one in Karnataka, as follows:

Name of the Bank	Date of Merger	Merger Order from the Competent Authorities
Shree Saptashringi Urban Co-operative Bank Ltd; Nashik, Maharashtra.	May 1, 2006	Order No: URB/D/4/ Saptashringi/ 110-A Order 653/2006 from the Office of the Commissioner for Co-operation and Registrar Co-operative Societies, Maharashtra State, Pune 411001. dated April 24, 2006. NOC from RBI No. UBD.BPD.5476/09 16.901/2005-06 dated 24.11.2005. NOC from Central Registrar R/11017/26/2005 - L&M dated 26.12.2005



Shri Mahavir Co-operative Bank Ltd; Kolhapur, Maharashtra	September 4, 2006	Order No.URB/110/-A Order 2006/19 from the Office of the Commissioner for Co-operation and Registrar Co-operative Societies, Maharashtra State, Pune 411001 dated July 21, 2006. NOC from RBI ref. No UBD.BPD.12681/09.16.901/2005-06 dated June 9, 2006. NOC no. R-11017/27/2006-L&M Govt. of India , Ministry of Agriculture, Department of Agriculture & Co-operation, New Delhi dated July 19, 2006
The Bangalore Central Co-operative Bank Ltd; Bangalore, Karnataka State,	February 26, 2007	Merger Order dated February 15, 2007 from the Registrar of Co-operative Societies in Karnataka, Bangalore. NOC from RBI ref. No. UBD.CO.BPD.4990/09.16.901/ 2006-07 dated November 28, 2006.NOC No.R-11017/1/2007-L&M, Govt. of India, Ministry of Agriculture, Department of Agriculture and Co-operation, New Delhi dated January 15,2007.

The amalgamation with the above Banks was in the nature of purchase and all assets and liabilities of the acquired Banks were recorded at existing carrying amount as per books except the ownership premises and investments which were recorded at fair market value in terms of the merger orders. The excess of consideration (liabilities) over the net assets has been recognized as cost of acquisition in the books of the Bank. The cost of acquisition is to be amortised over a period of five years including the year of merger.

Merger of Shree Saptashrungi Urban Co-operative Bank Ltd. & Shri Mahavir Co-operative Bank Ltd.

The Bank has created Amortisation Reserve by charging Profit and Loss Account. in respect of the cost of acquisition of the acquired Banks, Shree Saptashrungi Urban Co-operative Bank Ltd and Shri Mahavir Co-operative Bank Ltd.

In terms of the merger order the entire reserves of the acquired Banks, Shree Saptashrungi Urban Co-operative Bank and Shri Mahavir Co-operative Bank has been treated as the provision for Bad and Doubtful debts in the books of the Bank.

If at the end of ten years, the cost of acquisition is fully recovered, then the excess available, if any would be shared on a pro-rata basis amongst the shareholders of these two acquired Banks.

The Bank has maintained the paid up share capital of the erstwhile Shree Saptashrungi Urban Co-operative Bank Ltd and Shree Mahavir Co-operative Bank Ltd into the Collection Account in accordance with the scheme of merger. The net adjustment of assets and liabilities taken over from these Banks is accounted in Cost of Acquisition on their settlement/closure. The differential amount between these two accounts after 10 years would be paid to the Shareholders of the erstwhile Bank, on pro-rata basis/ written off in the books of the Bank.

Merger of The Bangalore Central Co-operative Bank Ltd.

In case of The Bangalore Central Co-operative Bank Ltd, the paid up share capital as existing on the date of merger has been kept intact and carried forward in the books of the Bank at book value. The Bank has agreed to pay those shareholders of the erstwhile Bangalore Central Co-operative Bank Ltd., claiming refund of Share Capital, the full value of shares held by them, provided the shareholders are able to provide the required documentary proof and that they have no liability or dues owing to the acquired Bank. The other shareholders will have to conform to a minimum shareholding of Rs.625/- as per the Merger Order/ Byelaws of the Bank.

All Reserves of the Bangalore Central Co-operative Bank have been carried forward and merged with the respective reserves in the books of the Bank.

The Post Merger Audit in respect of Shree Saptashrungi Urban Co-operative Bank Ltd. has been conducted, report is on record and the necessary adjustment entries have been duly effected in the Financial Statements as on March 31, 2007. Post Merger Audit of Shri Mahavir Co-operative Bank Ltd. is conducted and report is awaited. The appointment for Post Merger Audit of The Bangalore Central Co-operative Bank Ltd. will be done shortly. Any effect based on the observations made in these two reports will be adjusted to prior Period Adjustment in the next Financial Year.



The details of cost of acquisition of the acquired banks and the Amortisation/ Amortisation Reserve thereof are as under:

(Rs. In Lakhs)

Particulars	Shree Saptashrunji Urban Co-operative Bank Ltd`	Shri Mahavir Co-operative Bank Ltd	The Bangalore Central Co-operative Bank Ltd
A) Cost of Acquisition as on the date of merger	713	1350	384
B). Subsequent adjustments on settlement/closure of assets/ liabilities.	(175)	(15)	26
C). Revised cost of Acquisition as on 31.03.07	538	1,335	410
1/5th of (A) towards Amortisation Reserve	142	270	--
1/5th Amortisation of (A)	--	--	77
1/5th of (B) towards Amortisation Reserve	(35)	(3)	--
1/5th Amortisation of (B)	--	--	5
1/5th of (C) towards Amortisation Reserve	107	267	--
1/5th Amortisation of (C)	--	--	82

- 4) 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). However, the Bank has made provision of Rs.125 lakhs for leave encashment for the year 2006-2007 based on Historical Cost. The Leave Encashment amounts paid in the last 2 accounting years were Rs.51 Lakhs each.
- 5) Primary Segment Reporting (By Business Segments) Accounting Standard 17 (AS 17)

(Rs. in Lakhs)

PARTICULARS	TREASURY	OTHER BANKING OPERATIONS	TOTAL 31 MARCH ,2007
Revenue	8,965	20,520	29,485
Segment Cost	8,135	15,272	23,407
Result	830	5,248	6,078
Less: Extraordinary Items	771	872	1,643
Net Result	59	4,376	4,435
Less: Amortisation of Cost of Acquired Banks			456
Less: Unallocated Provisions and Contingencies			56
Profit Before Tax			3,923
Income Tax/Fringe Benefit Tax			1,793
Net Profit			2,130
OTHER INFORMATION			
Segment Assets	110,387	241,280	351,667
Unallocated Assets			9,208
Total Assets			360,875
Segment Liabilities	(1,050)	(334,500)	(335,550)
Unallocated Liabilities			(25,325)
Total Liabilities			(360,875)



The Shamrao Vithal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

- 6) 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. Prithwis Datta , the Chief Executive Officer of the Bank. However in terms of RBI circular dated 29th March, 2003, he being single party coming under the category, no further details thereon need to be disclosed.
- 7) **Accounting Standard 22 (AS 22)- Accounting for Taxes on Income:** Tax Audit for the Financial Year is yet to be conducted, as such Deferred Tax Assets/Deferred Tax Liability can not be quantified.
- 8) Details of Expenditure on Computer Software shown under Other 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)	44
Additions during the year	236
Deductions during the year	182
Closing Balance of Software Expenses	98

- 9) 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.
- 10) **STATUTORY LIABILITY:**

The Bank has a statutory liability, u/s 63(1) (B), towards Education Fund of Rs.152 lakhs to be paid to the National Federation of Urban Co-operative Banks under the Multi State Co-operative Societies Act and Rules. Provision to the tune of Rs.152.00 lakhs has been made for the balance amount payable towards Education fund. This fund is reflected under 'Other Liabilities.' During the Financial Year 2006-07, the Bank has paid a sum of Rs.21 Lakhs to National Co-operative Union of India Ltd. pertaining to the Financial Year 2005-06. Due to non-availability of proper records of the acquired Banks, the statutory liability of these Banks on account of Service Tax / FBT can not be quantified.

11) **CONTINGENT LIABILITIES:**

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

(Rs. in Lakhs)

31.03.2006	Particulars	31.03.2007
7,792	Bank Guarantees	8,428
12,364	Letters of Credit	12,111
20,156	Total	20,539

12) **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 Ex-gratia Payable to staff written back		46
Expenses for operation of Banking Ombudsman Scheme paid to RBI	1	
Amount of FBT Refund Receivable for AY 2006-2007		3
Designing charges for souvenir, diary, planner etc	1	
Insurance refund of Flood claim of July 2005		10
Banner Display during Navratri Festival at Karla	4	
AMC for BMS System at Vakola Tower for the period October 05- March 06	1	
Total	7	59



- 13) 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.258 lakhs has been carried under the head "Other Assets" to be written off over the next two 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.111 lakhs (incurred on account of shifting of securities to HTM category) to Profit & Loss account and balance of Rs.691 lakhs has been carried under the head "Other Assets" to be written off over the residual maturity of the respective securities.
- 14) During the year, the Bank has sold securities held under HTM category. Profit arising on these transactions amounting to Rs.216 lakhs, is to be transferred to Capital Reserve through appropriations of profits, as per guidelines of RBI issued vide its circular dated 28th March 2005.
- 15) The Suits filed by the Ex-Employees of the erstwhile Shri Mahavir Co-operative Bank Ltd. against the Bank, claiming an additional compensation of Rs.145 Lakhs are pending in various Courts. The Bank has not accepted the claim and therefore not made any provision against these claims.
- 16) The Bank has Non-Performing Investment assets of Rs.228 Lakhs taken over from the erstwhile The Bangalore Central Co-operative Bank Ltd. The Bank has made full provision for Non-Performing Investment assets. The said investments are held in Other Assets.
- 17) Provision for interest payment totalling Rs.105 Lakhs on the Matured Term Deposits of the acquired Banks has been accounted for in the respective Cost of Acquisition Accounts. As per the Accounting Policy of the Bank, provision of interest is not made on Matured Term Deposits.
- 18) Advance Against Purchase of Assets Rs. 28 Lakhs comprises of part payment towards acquisition of assets. The Bank has taken possession of these assets, but are held as advance, pending receipt of final Bills.
- 19) The Bank has written off an amount of Rs.199 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.
- 20) The Price Fluctuation Reserve of Rs.849 lakhs created by way of charge on the profits of the Bank in the year ended March 31, 2004. Since the amount of reserves required for fluctuation in security prices is already available the amount of the said Price Fluctuation Reserves has been written back to Profit & Loss Appropriation account as on March 31, 2007. The balance remaining after the statutory appropriations will be transferred to Statutory Reserve Fund after obtaining the approval of the General Body.
- 21) The Reserve Bank of India has during the year conducted an inspection of Bank's books of account as on March 31, 2006. 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.
- 22) Depreciation of Rs.486 lacs on an additional value on account of revaluation of ownership premises has been provided and an equivalent amount has been withdrawn from the Revaluation Reserves and credited to Profit and Loss Account.
- 23) The shares of Co-operative Societies held by the Bank in respect of ownership premises have been carried at Re.1/- per society
- 24) Previous years figures have been re-grouped/re-arranged wherever necessary to conform to the presentation of the accounts of the current year.



III) DISCLOSURE AS PER RBI GUIDELINES

Sr. No.		31.03.2007	31.03.2006
1)	Capital to Risk Asset Ratio (CRAR)	11.64%	12.34%
2)	Movement of CRAR(Basis Point)	(70)	(43)
	Risk Weighted assets	206,988	175,845
3)	Values of Investments are as under: Government/ Approved Securities-(SLR)		
	a) PERMANENT CATEGORY		
	Face Value	50,876	46,164
	Book Value	52,922	48,104
	b) CURRENT CATEGORY		
	Face Value	22,515	27,793
	Book Value	23,144	29,349
	Market Value	24,030	30,805
	Bonds of Public Sector Undertakings (Face Value)	9,557	5,107
	Bonds of Public Sector Undertakings (Book Value)	8,507	5,107
	Shares in Co-operative Institution	7	6
	Others (Certificate of Deposits & Units of UTI) (Face Value)	2,507	-
	Others (Certificate of Deposits & Units of UTI) (Book Value)	2,327	-
	Total Face Value (of investments)	85,462	79,070
	Total Book Value (of investments)	86,907	82,566
	Total Market Value (of investments)	87,807	84,030
4)	Advances against Real Estate, Construction Business, Housing		
	Real Estate	4,116	11,013
	Construction Business	3,954	2,894
	Housing	9,943	8,179
5)	Advances against Shares & debentures	24	24

Advances of Rs.205,837 lakhs (Previous year Rs.164,723 lakhs) shown in the Balance Sheet include:

Particulars	31.03.2007	31.03.2006	31.03.2007	31.03.2006
	FUND BASED		NON-FUND BASED	
Advance to Directors, their relatives and Companies / Firms in which they are interested	4	11	-	-



Sr. No.		31.03.2007	31.03.2006
6)	Average cost of deposits	6.32%	6.37%
7)	NPAs		
	a) Gross NPAs	21,691	14,525
	i) Loan Assets	21,423	14,475
	ii) Investment Assets	268	50
	b) Net NPAs	5,729	1,983
8)	Movement in NPA		
	Opening Balance	14,525	14,224
	Add: Additions during the year (includes Loan assets of Rs.3883 Lakhs and Investment Assets of Rs.228 Lakhs of Acquired Banks)	10,311	2,876
	Less: Closed/ Recovered/ Written Off	3,145	2,575
	Closing Balance	21,691	14,525
9)	Profitability		
	A. Interest income as a percentage of working funds	8.87%	8.16%
	B. Non-interest income as a percentage of working funds.	0.50%	0.51%
	C. Operating profit as a percentage of working funds	1.69%	1.56%
	D. Return on Assets (Net Profit/ Average of working funds)	0.68%	0.80%
	E. Business (Deposits + Advances) per employee	554	538
	F. Profit per employee	2	3
10)	A. Provisions on NPAs required to be made	12,007	9,216
	B. Provisions on NPAs actually Made (includes Rs.2352 lakhs of Acquired banks)	15,021	12,071
	C. Additional provision from last Years profit	-	-
	D. Provisions required to made for Overdue interest taken into Income (*) Refer note below	-	-
	E. Provisions actually made for Overdue interest taken into Income	-	-
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	-	-
12)	A. Provision required to be made for Gratuity Fund	65	59
	B. Provision actually made for Gratuity Fund	65	59
	C. Provision required to be made for Provident Fund	196	190
	D. Provision actually made for Provident Fund	196	190
13)	A. Provision required to be made for Inter-Branch Account	-	2
	B. Provision actually made for Inter-Branch Account	-	2
	C. Provision required to be made for Inter-Bank Account	-	-
	D. Provision actually made for Inter-Bank Account	-	-



Sr. No.		31.03.2007	31.03.2006
14)	Movement in provisions		
	A. Towards NPAs		
	Opening Balance	12,071	10,217
	Add: Additions during the year (includes Rs.3148 lakhs of Acquired banks)	3,944	1,873
	Fresh Provisions		
	Additional provisions from last year's profit	-	50
	Less: Closed/ Recovered/ Written Off	994	69
	Closing Balance	15,021	12,071
	B. Towards Standard Assets		
	Opening Balance	600	275
	Add: Additions during the year (includes Rs.24 lakhs of Acquired Banks)	100	325
	Closing Balance	700	600
	C. Towards Overdue Interest taken Into income		
	Opening Balance	-	-
Add: Additions during the year	-	-	
Closing Balance	-	-	
15)	Movement in Provisions		
	A. Towards Depreciation on Investments		
	Opening Balance	-	-
	Add: Additions during the year	-	-
	Closing balance	-	-
	B. Towards Investment Fluctuation Reserve		
	Opening Balance	831	768
Add: Additions during the year	-	63	
Closing balance	831	831	
16)	Movement in Provisions		
	A. Towards Gratuity Fund		
	Opening Balance	-	53
	Add: Additions during the year (includes Rs.9lakhs of Acquired Banks)	65	6
	Closing balance	65	59
	B. Towards Provident Fund		
	Opening Balance	190	186
	Add: Additions during the year	6	4
Closing balance	196	190	
17)	Movement in Provisions		
	A. Towards Inter Branch Account		
	Opening Balance	2	1
	Add: Additions during the year	-	1
Closing balance	2	2	



Sr. No.		31.03.2007	31.03.2006
	B. Towards Inter-Bank Account		
	Opening Balance	-	-
	Add: Additions during the year	-	-
	Closing balance	-	-
18)	Payment of insurance premium to the DICGC, including arrears, if any	238	172
19)	Penalty imposed by RBI for any Violation	-	-

20) (a) Composition of Non SLR Investments.

(Rs. in lakhs)

Sr. No.	Issuer	Amount	Extent of below Investment grade' Securities	Extent of 'unrated securities'	Extent of 'unlisted' securities
1	PSUs	3655	Nil	Nil	2155
2	FIs	3502	Nil	Nil	Nil
3	Public & Private Banks	1350	Nil	Nil	Nil
4	Others	Nil	Nil	Nil	Nil
5	Provision held towards depreciation	Nil	Nil	Nil	Nil
	TOTAL	8507	Nil	Nil	2155

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

V.R.RANE
DIVISIONAL MANAGER
FINANCE

B.D UGRANKAR
DEPUTY GENERAL MANAGER
OPERATIONS

J.K.HATTANGDI
GENERAL MANAGER
CORPORATE FUNCTIONS

PRITHWIS DATTA
CHIEF EXECUTIVE OFFICER

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

GAUTAM D. AMLADI
PARTNER
M.No.048816
STATUTORY AUDITORS

PRAKASH A. BIJOOR
DIRECTOR

R.N. GOKARN
DIRECTOR

B.S.CHANDAVARKAR
VICE-CHAIRMAN

PLACE: MUMBAI
DATE: APRIL 14, 2007



CASH FLOW FOR THE PERIOD ENDED MARCH 31, 2007

(Rs.in Lacs)

PARTICULARS	MARCH 31, 2007	
	Cash Inflow	Cash Outflow
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit as per Profit & Loss Account	2130	
Previous Year Adjustments	54	
Add: Notional Expenditure	2125	
SUB-TOTAL	4309	
Net Increase in Reserves		
Provisions made out of profit for the Current Year	928	
Less: Cash Out-Flows on account of following		
Ex-gratia		560
Gratuity		59
Dividend		627
Charities fund		12
Net Increase in Reserves	-330	
Increase in Deposits	55842	
Decrease in Borrowings		68
Increase in Advances		41114
Increase in Investments		4342
Increase in Interest Receivable		672
Increase in Other Liabilities	2630	
Increase in Other Assets		14844
	58472	61040
SUB-TOTAL	-2897	
Net Cash Flow from Operating Activities - A	1412	
Cash Flow from Investing activities		
Net Increase in Fixed Assets		2650
Net Cash Flow from Investing activities - B		2650
Net Cash Flow from Financing Activities		
Increase in Share Capital	1730	
Net Cash Flow from Financing Activities - C	1730	
Net Increase in Cash Flows on account of Operating, Investing & Financing Activities (A+B+C)	492	
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	24305	
CASH & CASH EQUIVALENTS AT THE END OF THE PERIOD	24797	
Net Increase in Cash Flows on account of Operating, Investing & Financing Activities	492	

APPENDIX

CREDIT PORTFOLIO AT A GLANCE

OUR BORROWERS

Rs in Crore

ADVANCES	No. of Accounts	%	AMOUNT
UPTO RS.100000/-	9646	1.55	31.89
RS.100000 - 10000000/-	8182	36.12	743.39
ABV.RS.10000000/-	392	62.33	1283.09
TOTAL	18220	100.00	2058.37

SECTORAL DEPLOYMENT OF FUNDS

Rs in Crore

SECTOR	No. of Borrowers	O/S 31.03.07	%
Small Scale & Cottage Industries	1623	673.75	32.73
Large & Medium Industries	252	516.06	25.07
Trade & Commerce	1236	134.23	6.52
Transport Operators	120	12.96	0.63
Self Employed / Professionals	425	14.65	0.71
Education	409	11.09	0.54
Housing	5718	140.99	6.85
Activities Allied to Agriculture	214	7.86	0.38
Other Purposes	8223	546.78	26.57
TOTAL	18220	2058.37	100.00

PRIORITY SECTOR LENDING

Rs in Crore

ACTIVITIES	NO.OF A/CS	O/S 31.03.07	%
Activities Allied to Agriculture	214	7.86	0.87
Small Scale & Cottage Industries	1623	673.75	74.60
Transport Operators	115	12.53	1.39
Small Business & Retail Traders	1025	49.30	5.46
Self Employed / Professionals	357	5.18	0.57
Housing	5718	140.99	15.61
Others	688	13.58	1.50
TOTAL	9740	903.19	100.00



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

Directors / their relatives who have borrowed from the Bank	Amount of Loans O/s at the beginning of the Co-op. year ie., 1.04.06	Amount of Loans sanctioned during the Co-op. year	Amount of loans O/s at the end of the Co-op. year 31.03.07	% to total Loans and Advances
a) Directors	545,496.00	-	418,486.00	0.0020
b) Relatives of Directors	538,507.00	-	-	-
c) Companies/firms in which Directors are interested	-	-	-	-
TOTAL	1,084,003.00	-	418,486.00	0.0020

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

PROGRESS AT A GLANCE							(Rs.in Crore) Item No. 1 to 8		
Sr.No	Particulars	2000	2001	2002	2003	2004	2005	2006	2007
1	Capital & Reserves	98.83	118.86	141.67	174.34	223.06	256.93	321.95	391.28
2	Deposits	964.09	1,150.97	1,269.43	1,449.30	1,726.92	2,006.83	2,434.80	2,993.22
3	Advances	635.56	760.05	833.71	932.73	1,163.73	1,243.99	1,647.23	2,058.37
4	Investments	359.80	444.96	480.01	494.46	568.25	738.80	825.66	869.07
5	Total Income	134.06	164.23	171.29	193.99	222.67	226.88	244.24	294.85
6	Total Expenditure & Provisions	121.52	148.23	155.00	177.39	202.67	206.78	223.24	273.55
7	Net Profit	12.54	16.00	16.29	16.60	20.00	20.10	21.00	21.30
8	Working Funds	1,104.23	1,329.89	1,470.99	1,682.70	2,021.24	2,335.72	2,816.69	3462.68
9	No. of Branches	34	35	36	37	38	38	38	59
10	No. of Employees	686	688	700	704	730.00	746	759	912
11	No. of Shareholders	74692	80109	83641	91585	63420	70221	76077	83,945
12	Dividend (%)	18%+2%	18%	18%	18%	18%	18%	15%+5%	12%
13	Audit Classification	A	A	A	A	A	A	A	A



AWARDS TO STAFF MEMBERS

PARTICULARS	RECEIPIENT
Late Shamrao Vitthal Kaikini Award (For Outstanding Performance)	Mrs. Subbalakshmi M. Shirali Senior Manager - I.T.
Late Rao Bahadur S.S. Talmaki Award (For Outstanding Performance)	Mrs. Amita G. Mavinkurve Senior Manager - Cuffe Parade Branch
Shamrao Vitthal Bank Award (For Best Branch)	Mulund Branch
Chairman's Award (For Best Manager)	Mr. Rajendra S. Rane Manager - Centralised Credit Cell
Vice-Chairman's Award (For Best Manager)	Ms. Smita S. Surkund Senior Manager - Matunga Branch
Shanta Mundkur Memorial Award for Branch with Best Audit Report and Lowest Non Performing Assets.	Malad Branch
Chairman's Award (For Best Officer)	Mr. Amit R. Udyavar Manager - Koramangala Branch
Vice-Chairman's Award (For Best Officer)	Mr. Nitin M. Gorule, Officer - ATM Cell Mr. Sameer R. Naimpally, Manager - Inv. & Treasury
Chairman's Award (For Best Clerk)	Mr. Deepak V. Nadkarni Clerk - Versova Branch
Vice-Chairman's Award (For Best Clerk)	Mr. Qayamuddin A. Khan Clerk - Vashi Branch
Chairman's Award (For Best Sub-Staff)	Mr. Shivaji C. Jadhav Sub-staff - Corporate Office
Vice-Chairman's Award (For Best Sub-Staff)	Mr. Santosh L. Wasugade Sub-staff - Nashik Branch
Smt.S.S.Gulvady Award (For Best All-round clerk)	Mrs. Gayatri S. Nagarkatti Clerk - Mulund Branch
Late Shri Rajiv Bailoor Award (For Best Clerk)	Mr. Chaitanya M. Nagarkatti Clerk - Facilities
Late Shri Rajiv Bailoor Award (For Best Sub-Staff)	Mr. Hemant V. Pendse Sub-staff - Pune D.G. Branch



The Shamrao Vithal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

BRANCHES / ADDRESS TELEPHONE NO.

Registered / Corporate Office :

Personnel & HRM, Legal & Recovery,
Mergers & Acquisitions,
Operations, Centralised Credit Cell,
CID, Technical Cell, Legal, Marketing,
Performance Planning and Review
Finance, Central Accounts, Audit &
Inspection, Corporate Legal Affairs,
Facilities, Depository Services, Investment
& Treasury, Taxation Cell, RTGS,
Planning, ATM Cell, Information
Technology, Shares, Secretarial

SVC Tower
Nehru Road, Vakola, Santacruz (E),
Mumbai - 400 055.

Service Branch (Clearing Dept.) 6571 9642
Bldg No. C, Chitrapur CHS Ltd. 2640 5073
27th Road, TPS III, Bandra (W) FAX : 2640 5066
Mumbai 400 050.

Retail Assets Cell 2808 7646
Mangesh Sadan, Kasturba Cross 2807 5307
Rd No. 1, Borivali (E), Mumbai 400 066. Fax : 2805 9534

A.G.M.'s Office, 080-2346 6468
Bangalore 080-2346 6469
49/1, 1st floor, 5th Cross Road, FAX :080-23466468
Malleshwaram Bangalore 560 003.

A.G.M.'s Office,Pune. 020-2553 3910
Nandita, Jungli Maharaj Rd 020-2553 3810
Deccan Gymkhana, Telefax
Pune- 411 004.

BRANCHES / ADDRESS TELEPHONE NO.

MAHARASHTRA

MUMBAI

Bandra 26428562
Bldg No. C, Chitrapur CHS Ltd. 2642 6280
27th Road, TPS III, Bandra (W), FAX:2642 6324
Mumbai 400 050

Borivali (East) 2805 8425
Bal Vatsalaya Bldg, Kasturba 2808 6749
Cross Rd No. 1, Borivali (E), FAX: 2862 6943
Mumbai 400 066.

Borivali Extension Counter 2894 3626
Bima Nagar Education Society's 2891 9902
New Bldg., C.T.S., 1377,
Near Shanti Ashram, Jeevan
Bima Nagar, Borivali (West),
Mumbai : 400 103.

Chembur 2523 5389
Natasha Plaza, Plot no. 913, 2529 3193
D. K. Sandhu Marg, Chembur (E), FAX: 2524 4617
Mumbai 400 071.

Cuffe Parade 2216 6253
Maker Towers 'E', 1st floor, 6637 4941-43
Cuffe Parade, 2216 1836
Mumbai 400 005 Fax : 6637 4944

Gamdevi 2388 5013
B/2, Saraswat Building Dr. Kashibai 6602 1501
Navrange Marg FAX : 2388 5013
Opp Gamdevi Police Station,
Mumbai 400 007

BRANCHES / ADDRESS TELEPHONE NO.

Ghatkopar 2515 3308
Jayant Arcade, Rajawadi Naka, 2510 1974
Ghatkopar (East), Mumbai 400 077. FAX: 2516 5373

Goregaon 2874 0578
12, Udyog Nagar, 2874 3877
Time Star Bldg., S.V. Road, FAX: 2875 4174
Goregaon (W), Mumbai 400 062.

Kandivali West 2802 0579
No 6, Ground floor 2863 4490
Manek Nagar, M.G. Road, FAX: 2863 4975
Kandivali(W)Mumbai- 400 067.

Kandivali East 6725 6531 - 36
Nirmala Memorial Foundation's FAX: 6725 6539
College of Commerce & Science,
90 feet road, Asha Nagar,
Thakur complex,
Kandivali (E)
Mumbai- 400 101

Khar 2646 5991
Vanvaria Apts. Junction of 2nd Road 2646 5992
& S.V. Road, Near Khar Rly. Stn FAX: 2600 8423
Khar (West), Mumbai 400 052

Kalyan 0251-2313 479
Sai Vihar, Chhatrapati Shivaji Path, FAX: 0251-2313786
Shivaji Chowk, Kalyan 421 301.

Malad 2806 9163
47/A, S. M. House, Lourdes Colony, 2865 6495
Orlem, Malad (W) FAX: 2863 8893
Mumbai 400 064

Mandvi 2341 2433
Anand Building, 82/84, Kazi Syed 2344 6206
Street, Mandvi, Mumbai 400 003. FAX: 2342 0933

Matunga 2437 2644
5, Kanara House, Mogal Lane, 2437 9927
Mahim, Mumbai 400 016 FAX : 2431 6813

Matunga Extension Counter 2657 1951
IES's New English School, FAX : 2657 1889
Govt. Servants Colony,
Bandra (East),
Mumbai - 400 051.

Mira Road 2812 2372
Royal Challenge, Mira-Bhayender Rd., 2812 2373
Mira Road (E), FAX: 2812 3503
District Thane - 401 107

Mulund 2560 5735
G-1,6,7,8, Ganesh Kripa, RHB Road, 2591 7840
Mulund (W), Mumbai - 400 080. FAX : 2591 7840

Mahakali Caves Road 2837 0781
Sanskriti Park, Opp. 2835 5888
Canossa High School, FAX: 2838 9556
Mahakali Caves Road, Andheri (East),
Mumbai 400 093.

Sakinaka 2852 2508
Yamuna Sadan, Saki Vihar Road, 2859 3310
Sakinaka, Andheri (East) FAX : 2852 0708
Mumbai 400 072.

Santacruz 2660 8726
8/1, Saraswat Colony, 2660 0584
Talmaki Road, Off Linking Road, 2661 2976
Santacruz (West), Mumbai 400 054. FAX: 2660 0965



BRANCHES / ADDRESS	TELEPHONE NO.
Shamrao Vithal Marg H/2, Anandashram, Shamrao Vithal Marg, Mumbai 400 007.	2386 7924 2388 0030 FAX: 2389 4564
Sleater Road A - 2,3,4,5&6 Ganesh Prasad, Naushir Bharucha Marg, Mumbai 400 007.	2381 2092 2381 1541 FAX: 2381 3571
Thane Shop No.11 & 12, Sita Vihar, Damani Estate, L. B. S. Marg, Naupada, Thane(W) 400 602.	2533 8706 2533 8715 FAX: 2543 4883
Vashi Jay Mangal Oil Complex, Near APMC-II, Sector 19, Plot no. 48 & 49, Phase II, (Dana Bunder), Vashi, Turbhe - 400 703.	2784 7651 2784 7652 FAX: 2784 0682
Vakola SVC Tower, Jawaharlal Nehru Road, Santacruz (E), Mumbai - 400 055.	6699 9701 - 14 FAX : 6699 9700
Vile Parle Geetanjali, Nehru Road, Vile Parle (E), Mumbai 400 057.	2612 4280 2613 3210 FAX: 2619 1507
Versova 7, Sarkar Corner, J. P. Road Andheri (West), Mumbai 400 058.	2677 0151 2677 2738 FAX: 2677 0847
Aurangabad Rajendra Bhavan, Plot no. 1, Near LIC Bldg., Opp. Hotel Aurangabad Ashoka, Adalat Road, Aurangabad - 431 001	0240-232 4929 0240-232 4931 FAX 0240-232 4930
NASHIK	
Nashik L-15, Utility Centre, Opp Rajiv Gandhi Bhavan, N. M. C. Sharanpur Road, Nashik - 422 001.	0253 - 231 1618 0253 - 231 6908 FAX: 0253-231 1619
Nashik Road Extension Counter. JDC Bytco English School, Nashik Road, Nashik - 422 101	0253 - 2461168 Fax 0253 245 2959
Panchavati Extn. Counter Mahatma Gandhi Vidyamandir Hotel Management & Catering Technology College, Mumbai-Agra Road, Panchavati Nashik 422003.	0253- 2510 619 - 620
Ambad Branch Near Symbiosis College, Parshwanath CHS, Plot No. 29, Sector S.S.A.1, N H Shrawan Sector, Ambad, CIDCO, Nashik - 422 009	0253-6611693 - 699 FAX : 0253 - 661 1692
PUNE	
Deccan Gymkhana, Nandita, Jungli Maharaj Road, Deccan Gymkhana, Pune - 411 004.	020-2553 2460 020-2553 8371 FAX :020- 2553 2519
Pune Camp Extension Counter Aranha's Rosary Education Society's Rosary School, Dr. Ambedkar Road, Camp, Pune - 411 001.	020-2605 2659

BRANCHES / ADDRESS	TELEPHONE NO.
Viman Nagar Extension Counter. Aranha's Rosary Education Society's Rosary School, Vazir Complex Near Symbiosis College, Near Neco Garden, Lohegaon, Taluka Haveli, Viman Nagar, Pune - 411 014.	020-2663 3489 FAX-020-2663 0855
Pimpri-Chinchwad Plot No. 63, Sector 27 A, Village Akurdi, PCNT, Nigdi Pune 411 044.	020-2765 9285 020-2765 9286 FAX: 020-2765 4676
Pune Satara Road Shop No. 9 to 14, Chaphalkar Centre, Near Hotel Utsav, Pune-411 037.	020-2421 5075 020-2421 5076 FAX-020-2421 5080
Wanowrie Extension Counter 69/1, Aranha's Rosary Education Society's Rosary School, Salunke vihar Road, Wanowrie, Pune - 411 040.	020-65213788 Fax :020-2683 3949
KOLHAPUR	
Sangli Palkar Building, Kerosene Lane, Opp. Central Bank, Mahavir Nagar, Sangli - 416 416.	0233- 262 3779
Jaysingpur Gandhi Chowk, Station Road, Jaysingpur, Taluka Shirol, Dist. Kolhapur - 416 101.	02322-22 5245
Nandani H. No.1216, At & Post Nandani, Taluka Shirol, Dist. Kolhapur 416 102.	02322-235331
Kumbhoj Mirajkar Building, At & Post Kumbhoj, Taluka Hatkanangale, Dist. Kolhapur - 416 111.	0230-2584446
Kasaba Sangaon H.No.761, At & Post Kasabasangaon, Taluka Kagal, Dist. Kolhapur - 416 217.	02325-234848
Pattan Kodoli Near Jain Temple, At & Post Pattan Kodoli, Taluka Hatkanangale, Dist. Kolhapur - 416 202.	0230-235 3021
Rukadi Near Jain Temple, At & Post Rukadi, Taluka Hatkanangale, Dist. Kolhapur 416 118.	0230-258 5648
Laxmipuri 1522, C Ward, Magdum Building, Laxmipuri, Kolhapur - 416 002.	0231-2642195
Shahupuri Anant Towers, Rajarampuri Road, Shahupuri, Kolhapur - 416 001.	0231-320 9803 0231-320 9804 Fax : 0231-2524051
GOA	
Panjim Midas Touch Bldg., 1st Floor, Market Area, Panjim, Goa - 403 001	0832-2432 552 FAX: 0832-243 2553



The Shamrao Vitthal Co-op. Bank Ltd. (Multi - State Scheduled Bank)

BRANCHES / ADDRESS	TELEPHONE NO.
KARNATAKA	
Malleshwaram 49/1, 5th Cross Road, Malleshwaram, Bangalore 560 003.	080-2344 1629 080-2344 7875 080-2346 2784 FAX: 080 - 2334 0014
Sri Vidya Mandir Extension Counter Sri. Vidya Mandir Education Society, 11th Cross, 6th Main, Malleshwaram, Bangalore 560 003.	080-2331 6709
Peenya KSSIDC Multi Storey Bldg., 5th Cross Stage I, Peenya Industrial Estate, Bangalore - 560 058	080 - 2839 9355 080 - 2839 8363 FAX: 080-2839 9354
Peenya Extension Counter Triveni Memorial Educational Trust, 28/29, Hessarghatta Main Road, Mallasandra, Bangalore - 560 057.	080-2839 3699
Rajaji Nagar 815/23, 17th 'E' Main Road, 5th Block, Rajajinagar, Bangalore - 560 010	080-2340 3271 FAX - 080-2340 3276
Vijaya Nagar Extension Counter KVV English Nursery, Primary & High School, 3 & 3/1, Subbanna Gardens, Behind BTS Garage, Chandra Layout, Vijayanagar, Bangalore 560 040.	080-2321 8189
Koramangala Plot No.780, Ground floor, ESSZED Meridian, 80 ft. road, Block No.4, Koramangala, Bangalore - 560 034.	080-2550 3861 FAX: 080-2550 3862
Banashankari 292, 7th Block, 4th Phase, 3rd Stage, 100 Feet Road, Bananshankari, Bangalore - 560 085	080-267 91859
Basaveshwara Nagar Giriappa Complex, 80 Feet Road, 38 / F, V. Basaveshwaranagar, Bangalore - 560 079	080-2328 7380
Chamrajpet 1, Central Bank Road, Chamrajpet, Bangalore - 560 018	080-2667 8718
Hanumanthanagar 27, Mount Joy Road, Hanumanthanagar, Bangalore - 560 019	080-2660 3990
Indiranagar 153, 9th Cross, 1st Stage, Indiranagar, Bangalore - 560 038	080-2525 1853
Jayanagar 921 / 66, 28th Main Road, 9th Block, Bangalore - 560 069	080-2654 2043

BRANCHES / ADDRESS	TELEPHONE NO.
Mysore Road 342 / 18, Byatrayanapura, Mysore Road Bangalore - 560 072	080-2675 3482
Nagarabhavi 6, 80 Feet Road, Chandra Layout, Maruthi Nagar, Bangalore - 560 072	080-2339 2930
R. T. Nagar 18 / 3, (old no.19, 20), Near Ganga Nagar Bus Stand, R.T. Nagar Post, Bangalore - 560 032.	080-2363 9789
Yeshwanthapur 451 / 21, Triveni Road, 5th Main Road, 6th Cross, Yeshwanthapur, Bangalore - 560 022	080-23571244
Chitrapur Shirali Building 8-3, Survey No.426/ B, Ward No.5,N.H.No.17, Shirali, Taluka Bhatkal, Dist.-Uttara Kannada 581 354.	08385-258 570 FAX : 08385-258 569
Hubli Ground Floor, Satellite Space Age Complex, Koppikar Road, Hubli - 580 020.	0836-2366 973 FAX: 0836-2366 972
Mangalore G-7, Crystal Arc, Balmatta Road, Mangalore 575 001.	0824-2441 263 FAX: 0824-2441 586
Ganapathy High School Extension Counter Saraswat Education Society Ganapathy Pre-University College Campus, Ganapathy High School Road, Mangalore - 575 001.	0824-2420 139 FAX: 0824-2420 382

**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 31ST MARCH, 2002)

NOTICE is hereby given that the 10th Annual General Meeting of the Members will be held on **Saturday June 16th, 2007** at 3.00 PM. at SVC Tower, 1st 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 9th AGM held on May 27, 2006.
- 2) To receive and adopt the Annual Report for the F.Y. 2006-2007.
- 3) To receive, approve and adopt the Audited Income & Expenditure Account for the year ended March 31, 2007 and the Audited Balance Sheet as on March 31, 2007.
- 4) To appoint Auditors for the F.Y. 2007-2008.
- 5) To receive the Budget for the F.Y. 2007-2008.
- 6) Any other matter with the permission of the Chair.

SOMSHEKAR S MUDBIDRI

President

Date: April 25, 2007

Place: Mumbai-400 005

Ratnakar N.Gokarn

Hon. Secretary

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

ANNUAL REPORT

Your Association disbursed Awards to 25 students (last year 26) for meritorious performance, reimbursed Medical Expenses to 546 members (last year 441), Medical check-up expenses to 46 members (last year 54) and Mediclaim Premium to 183 members (last year 244). The amounts disbursed are given in the attached Income & Expenditure Account Statement.

Your Association has earned an income of Rs. 1389126/- for the year under Report. The Board of Trustees has been constrained to review and amend the existing rules wherever necessary. Accordingly, the schedule for re-imbusement 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.

Our funds are invested in The Shamrao Vithal Co Op bank Ltd & We meet our expenses from the interest which we earn on fixed deposits

In view of our limited resources, as well as the growing list of members eligible for benefits and claims, 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 2 times during the year. The average attendance was 5 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 extended from time to time.

SOMSHEKAR S MUDBIDRI

President

Date: April 25, 2007

Ratnakar N.Gokarn

Hon Secretary

**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

AUDITORS REPORT

We have audited the Balance Sheet of THE SHAMRAO VITHAL CO-OP. BANK MEMBERS WELFARE ASSOCIATION, as at 31st March, 2007 and also the annexed Income and Expenditure Account for the year ended on that date. The financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on the financial statements based on our audit.

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, 2007
 - 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 17, 2007.

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

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

BALANCE SHEET AS ON 31st MARCH, 2007.

AMOUNT 2005-2006	LIABILITIES	AMOUNT 2006-2007	AMOUNT 2005-2006	ASSETS	AMOUNT 2006-2007
16,776,949	CORPUS FUND : Opening Balance 16,776,949 Add : Addition 500,000	17,276,949	17,064,519	INVESTMENTS : F.D. with The Shamrao Vithal Bank Opening Balance 17,064,519 Add : Addition 800,738	17,865,257
748,358	RESERVE FUND : Opening Balance 748,358 Add : Current Year 169,093	917,451	150,000	LOANS & ADVANCES : EDUCATION LOAN Opening Balance 150,000 Add : Received (75,000)	75,000
5,510	OUTSTANDING EXPENSES : Audit fees	5,612	315,875 423	CURRENT ASSETS : Cash at Bank 259,755 Cash in hand -	259,755
17,530,817	TOTAL	18,200,012	17,530,817	TOTAL	18,200,012

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

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

sd/-
S.K. SHETTY
Partner

S.S.Mudbidri
(President)

R.N. Gokarn
(Hon. Secretary)

K.P. Kandloor
(Hon. Treasurer)

PLACE : MUMBAI
DATE : 17.04.2007

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

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

INCOME & EXPENDITURE STATEMENT FOR THE YEAR 2006 - 2007.

AMOUNT 2005-2006	INCOME	AMOUNT 2006-2007	AMOUNT 2005-2006	EXPENDITURE	AMOUNT 2006-2007
	INTEREST INCOME:			ESTABLISHMENT EXPENSES:	
1,356,628.00	Fixed Deposit A/c 1,365,968.00		18,000	Office Assistant Charges 24,000	
4,822.00	Savings A/c <u>23,158.00</u>	1,389,126.00	1,690	Conveyance & Travelling 550	
			5,969	Audit Fees 5,612	
			2,170	General Expenses -	
			156	Postage & Courier Expenses -	
			519.00	Printing & Stationery 260.00	
			17.00	Bank Charges -	
			6,000.00	Accounting Charges 12,000.00	
			4,390.00	Meeting Expenses <u>3,296.00</u>	45,718.00
				EXPENDITURE ON OBJECTS OF THE TRUST	
			26,000.00	Merit & Sports Awards 25,000.00	
			196,702.00	Mediclaime 91,698.00	
			887,731.00	Medical Expenses 1,007,484.00	
			21,025.00	Medical Check-up Scheme <u>50,133.00</u>	1,174,315.00
				Excess of Income over Expenses (trf to Reserves)	169,093.00
1,361,450.00	TOTAL	1,389,126.00	1,361,450.00	TOTAL	1,389,126.00

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

S.S.Mudbidri
(President)

R.N. Gokarn
(Hon. Secretary)

K.P. Kandloor
(Hon. Treasurer)

PLACE: MUMBAI
DATE: 17/04/07

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 31st 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, 2002 is Automatically eligible for the benefits from April 01, 2007 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
every year for those over 55 years
every year for those 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 7000 every year for members over 75 years; Rs 4000 every years for members over 65 years
Rs 3000 every year for members over 55 years; Rs 2000 every 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 & other major surgery Rs 25,000 for a cardiac by-pass surgery.
ORTHOPAEDIC & NEURO SURGERY
- (ii) **Members suffering from Cancer will be granted on production of relevant documents Rs.25,000/-**

2. MEDICLAIM: Reimbursement DISCONTINUED

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 1st April, 2006.

5. DETAILS OF REIMBURSEMENT FOR 3 YEARS

YEAR	MEDICAL REIMBURSEMENT	MEDICLAIM	MEDICAL CHECKUP	MERIT AWARDS	TOTAL MEMBERS	TOTAL AMOUNT
2004-2005	736508	364977	37915	43000	737	1182400
2005-2006	887731	908756	21025	26000	765	1131458
2006-2007	1007484	91698	50133	25000	800	1174315

NOTE: CLAIMS FOR REIMBURSEMENT (TO BE MADE ON PLAIN PAPER WITHIN 3 MONTHS) AS PER THE REQUISITE FORMAT GIVEN HERE WITH.



The Glorious end to the Centenary Year - The Grand Finale of the bank's Centenary Celebrations held at the SRPF Grounds, Goregaon (E). On December 30, 2006.



“ The exquisite 98-year old lady of Chamarajpet ! ” ----- The headquarters of the erstwhile Bangalore Central Co-operative Bank Ltd., now taken over by SVC as its Chamarajpet Branch.



ESTD 1906

The Shamrao Vithal Co-operative Bank Ltd.

(Multi-State Scheduled Bank)

Corporate Off : S.V.C.Tower, Nehru Road, Vakola, Santacruz (E.), Mumbai - 400045