

# MEGHALAYA RURAL BANK



## ANNUAL REPORT: 2017-18

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## **MEGHALAYA RURAL BANK**

A Scheduled Bank established on 29<sup>th</sup> December 1981  
under the RBI Act of 1934  
and mandated by the RRBs Act, 1971 and subsequent Orders  
to provide banking services to the state of Meghalaya as a whole  
and its rural areas in particular.

### **VISION**

To be the Bank of first choice and contribute significantly  
for the State's development.

[Contributed by Shri D.K.Guha, Chairman]

### **MISSION**

To provide quality banking services, promote growth  
in the community and be a part of growth opportunities.

[Contributed by Shri Manik Lal Das & Shri Ebenezer Jyrwa, Senior Managers]

### **VALUES**

1. Leadership in action
2. Innovation in thinking
3. Promptness in delivery
4. Update in knowledge
5. Transparency in dealing.

[Contributed by Shri Gaios Shullai, Senior Manager]

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***Outer cover photographs:*** [Credit: Dilip Kumar Guha]

*Front:* A colonial-era suspension bridge - on the historic David Scott Trail  
(Mawphlang, East Khasi Hills Dist.)

*Back:* A pristine stream along the highway en route to Sohra

<b>BRANCH NETWORK</b>				
<b>EAST KHASI HILLS DISTRICT</b>				<b>39 Branches</b>
<b>C &amp; RDBLOCK</b>	<b>Branch</b>	<b>Incumbency</b>	<b>Opened on</b>	<b>Relocated on</b>
<b>Mylliem</b>	Shillong	Scale - IV	29.12.1981	
	Rynjah	Scale - III	30.10.1982	
	Nongmynsong	Scale - III	17.12.1982	
	Mawlaingut	Scale - II	16.06.1984	
	Mylliem	Scale - II	11.12.1984	
	Mawlai	Scale - III	04.10.1986	28.02.1995
	Iewduh	Scale - IV	26.02.1990	25.10.1995
	Demthring	Scale - III	23.03.1990	04.03.2002
	Jhalupara	Scale - II	06.08.2008	
	Golflinks	Scale - II	27.01.2010	
	Jaiaw	Scale - III	31.03.2011	
	Bishnupur	Scale - I	31.03.2011	
	Ksehbilat	Scale - I	21.03.2012	
	Nongthymmai	Scale - I	20.12.2012	
	Umlyngka	Scale - I	28.03.2013	
	Pomlum	Scale - I	19.12.2012	
	Mawprem	Scale - I	26.03.2013	
	Mawdatbaki	Scale - I	25.03.2013	
	Laban	Scale - I	20.12.2013	
	Mawiong	Scale - I	20.12.2013	
Nongrah	Scale - I	20.12.2013		
Mawpat	Scale - I	31.03.2017		
<b>Mawryngkneng</b>	Nongkrem	Scale - II	22.01.1983	
	Sohryngkham	Scale - II	06.07.1983	
	Smit	Scale - III	25.02.1985	
	Tynring	Scale - I	27.12.1985	31.03.1995
	Mawryngkneng	Scale - I	22.03.2012	
	Diengpasoh	Scale - I	27.03.2014	
<b>Mawsynram</b>	Lawbah	Scale - II	27.12.1983	
	Tyrsad	Scale - I	13.12.1984	
	Pongkung	Scale - II	31.05.1983	
<b>Mawkynew</b>	Mawkynew	Scale - I	09.03.1984	
<b>Pynursla</b>	Pynursla	Scale - II	11.11.1988	15.04.1996
<b>Khatarshnong-Laitkroh</b>	Mawkdok	Scale - II	27.12.1984	
	Laitlyngkot	Scale - II	23.06.1984	
<b>Mawphlang</b>	Nongspung	Scale - I	18.12.1984	
	Mawngap	Scale - II	24.09.1988	24.09.1988
	Sohiong	Scale - II	29.12.1984	
<b>Shella-Bholaganj</b>	Saitsohpen	Scale - I	28.01.1984	

<b>BRANCH NETWORK</b>				
<b>SOUTH WEST KHASI HILLS DISTRICT</b>				<b>2 Branches</b>
<b>C &amp; RDBLOCK</b>	<b>Branch</b>	<b>Incumbency</b>	<b>Opened on</b>	<b>Relocated on</b>
<b>Mawkyrwat</b>	Mawkyrwat Mawthawpdah	Scale - III Scale - I	10.10.1983 28.01.1984	05.09.1994
<b>WEST KHASI HILLS DISTRICT</b>				<b>13 Branches</b>
<b>Mawshynrut</b>	Aradonga Riangdo Seinduli	Scale - I Scale - III Scale - I	25.03.1985 31.10.1983 22.01.1992	
<b>Nongstoin</b>	Rambrai Nongstoin Nongpyndeng Nondein	Scale - I Scale - IV Scale - I Scale - I	28.02.1984 15.03.1985 26.03.2013 20.12.2013	
<b>Mawthadraishan</b>	Markasa Myriaw Kynshi	Scale - II Scale - II Scale - II	30.05.1986 04.09.1984 26.02.1985	
<b>Mairang</b>	Nongkhlaw Nongthliew Mairang	Scale - II Scale - II Scale - III	23.03.1984 17.06.1986 15.12.1984	
<b>EAST JAINTIA HILLS DISTRICT</b>				<b>12 Branches</b>
<b>Laskein</b>	Mokaiaw Shangpung Iooksi	Scale - II Scale - III Scale - II	10.03.1983 13.08.1983 05.11.1988	
<b>Khliehriat</b>	Umkiang Rymbai Lumshnong Wapung Lad Rymbai Sohkynphor Khliehriat	Scale - III Scale - IV Scale - II Scale - IV Scale - III Scale - II Scale - I	20.07.1984 22.03.1985 29.10.1984 05.05.1984 27.02.1990 31.12.2011 28.03.2013	30.05.2007
<b>Saipung</b>	Sutnga Latyrke	Scale - IV Scale - I	04.12.1996 14.03.2013	
<b>WEST JAINTIA HILLS DISTRICT</b>				<b>7 Branches</b>
<b>Thadlaskein</b>	Khanduli Jowai Wahiajer Mihmyntdu Chutwakhu	Scale - I Scale - IV Scale - I Scale - I Scale - I	18.09.1984 21.03.1985 17.12.2012 20.12.2013 20.12.2013	
<b>Amlarem</b>	Amlarem Nongtalang	Scale - II Scale - II	28.03.1985 16.07.1984	04.08.2010

<b>BRANCH NETWORK</b>				
<b>RI BHOI DISTRICT</b>				<b>11 Branches</b>
<b>C &amp; RDBLOCK</b>	<b>Branch</b>	<b>Incumbency</b>	<b>Opened on</b>	<b>Relocated on</b>
<b>Umsning</b>	Bhoirymbong	Scale - II	31.01.1984	
	Umsning	Scale - I	14.03.2013	
	Zero Point	Scale - I	20.12.2013	
	Mawhati	Scale - I	27.03.2014	
	Mawlasnai	Scale - I	27.03.2014	
<b>Umling</b>	Nongpoh	Scale - IV	28.02.1985	31.12.1994
	Byrnihat	Scale - II	14.02.1990	25.05.2002
	Baridua	Scale - I	31.12.2010	
	Umden	Scale - I	21.03.2012	
	Marngar	Scale - I	30.03.2015	
<b>Jirang</b>	Patharkhmah	Scale - I	03.03.2016	
<b>EAST GARO HILLS DISTRICT</b>				<b>1 Branch</b>
<b>Samanda</b>	Williamnagar	Scale - I	09.01.2009	
<b>WEST GARO HILLS DISTRICT</b>				<b>6 Branches</b>
<b>Rongram</b>	Tura	Scale - III	31.03.2008	
	Ringre	Scale - I	23.03.2012	
	Dalu	Scale - I	28.03.2013	
<b>Selsella</b>	Phulbari	Scale - I	20.12.2013	
	Garobadha	Scale - I	20.12.2013	
	Mahendraganj	Scale - I	20.12.2013	
<b>NORTH GARO HILLS DISTRICT</b>				<b>1 Branch</b>
<b>Resubelpara</b>	Resubelpara	Scale - I	27.03.2014	
<b>SOUTH GARO HILLS DISTRICT</b>				<b>1 Branch</b>
<b>Baghmara</b>	Baghmara	Scale - I	28.03.2012	
<b>SOUTH WEST GARO HILLS DISTRICT</b>				<b>1 Branch</b>
<b>Betasing</b>	Ampati	Scale - I	27.03.2013	
<b>Total number of branches: 94</b>				

# BOARD OF DIRECTORS

31st March 2018



*Shri Dilip Kumar Guha*  
CHAIRMAN



*Shri Mohammad Umar*  
AGM, SBI  
CC, Mumbai



*Smt Anjali T. Lyndem*  
DGM (Outreach), SBI LHO, Guwahati  
SPONSOR BANK NOMINEE



*Smt L. Leivang*  
DGM NABARD, Shillong  
NABARD NOMINEE



*Shri P. Gengte*  
GM RBI, Shillong  
RBI NOMINEE



*Shri J. E. Massar*  
Jt. Director: C&RD Dept.  
GOVT. OF MEGHALAYA NOMINEE



*Shri E. Y. Chen*  
Director: Inst. Finance  
GOVT. OF MEGHALAYA NOMINEE

**FROM THE CHAIRMAN'S DESK**

Meghalaya Rural Bank is well aware of the crucial role it has in strengthening the rural economy of Meghalaya. Appropriately therefore its Vision, Mission and Values statements enshrined in the minds of all staff members reflect itself through its action and deed.

**Vision:** To be the Bank of first choice and contribute significantly for the state's development.

**Mission:** Provide quality banking services. Promote growth in the community and be a part of growth opportunities.

**Values:**

1. Leadership in action	2. Innovation in thinking
3. Promptness in delivery	4. Update in knowledge
5. Transparency in dealing.	

Meghalaya Rural Bank is well placed to fulfill this commitment as it has the followings: Second largest network of branches in Meghalaya, a total of 94 branches which reaches out to virtually every valley and dale. A strong culture of offering basic but sound banking services in a customer friendly manner speaking local language and well versed in Meghalaya's ethos. Bank is having a strong Balance Sheet and continuous record of profitability.

During the year the bank concentrated on financial awareness in the rural areas. The bank has adopted various new technologies with multiple channels for remittances of funds, direct benefit transfer, PM Jan Dhan Yojana, PMSB, SMJBY, APY etc. It is a matter of great pride for the bank for achieving the budgeted targets.

Looking ahead, the Bank is optimistic about the future and believes that it is positioned suitably to adapt to the new challenges and capitalize on emerging opportunities in the economy. I also place on record our sincere gratitude to the Government of India, Government of Meghalaya, and Reserve Bank of India, National Bank for Agriculture & Rural Development, State Bank of India for their valuable support for the growth of the bank. I appreciate the directions given by Board members, their valuable contributions makes our MRB strong. I truly appreciate the staff support and remain committed for delivering value to all our customers, stakeholders and well wishers of the bank.

DILIP KUMAR GUHA  
CHAIRMAN

Place: SHILLONG  
25<sup>th</sup> April 2018

**DIRECTORS' REPORT****1. INTRODUCTION**

The Board of Directors of Meghalaya Rural Bank is pleased to present the 37<sup>th</sup> Annual Report of the Bank for the year 2017-18.

**a. Banking in Meghalaya in 2017-18**

Geographical area	22,429 sq. kms
Highest elevation point	6,434 ft.
Population (2011 Census)	29,64,007
Density per sq. km (2011)	132
Sex ratio (2011)	989
Percentage of non-urban population to total population (2011)	80.42
Population below Poverty Line (Planning Commission estimate, 2011-12,)	21.90%
Percentage of Scheduled Tribe population to total population (2011)	86.10%
Literacy rate	75.48%
Number of villages	6,839
Number of Districts (March 2018)	11
Number of C&RD Blocks (March 2018)	39

The number of banks doing business in Meghalaya remained constant at 36 through the year. At the same time, 4 new branches were opened taking the total number of bank branches in the state from 394 to 398. The number of rural branches alone changed from 202 to 203 and – it might be noted – Meghalaya Rural Bank with 73 rural branches accounts for well over a third of the total number of rural branches in the state.

Other increases between the previous year and this were in the number of Banking Correspondents (BCs) from 204 to 272, the total number of all ATMs from 400 to 410, and just the number of rural ATMs from 80 to 102.

Meghalaya's all-bank deposit level grew by 1.93% from Rs 23,590.42 crore (Mar'17) to Rs 24,046.48 crore (Mar'18), and its total credit outstanding by 9.49% from Rs 8,353.03 crore to Rs 9,145.65 crore over the same period. The state CDR went from 31.47% (Mar'17) to 34.79% (Mar'18). Priority Sector credit outstanding constituted 43.93% of total credit outstanding in the state as in Mar'18, compared to 48.18% in Mar'17.

## **b. Meghalaya Rural Bank**

Meghalaya Rural Bank was as *Ka Bank Nongkyndong Ri Khasi Jaintia* (its earlier nomenclature) established on 29<sup>th</sup> December 1981 on strength of the Regional Rural Banks Act, 1976. The Bank is listed as a scheduled bank vide the Second Schedule of the RBI Act, 1934 and was the first State Bank of India sponsored regional rural bank to be set up in Northeast India.

*KBNRKJ* achieved turn-around when it earned a maiden profit in 1991-92 and had by March 1995 made good all of its accumulated losses. The Bank was selected for major restructuring and liquidity support by the Government of India in 1994-95, and in 1997-98 was one of 5 RRBs selected for development as a 'Role Model' under Project VII of the Swiss Agency for Development and Cooperation (SADC).

The change in name to Meghalaya Rural Bank came about with effect from 1<sup>st</sup> May 2007 simultaneously with extension of the Bank's area of operation to coverage of the entire state of Meghalaya including the Garo Hills districts.

The current year witnessed a change in incumbency of chairmanship of the Bank with Shri Dilip Kumar Guha, SMGS –V officer, SBI, assuming charge at the helm of the organisation on 5<sup>th</sup> August 2017 from Smt Rose Alba Bina Khyriem, SMGS VI, SBI, on repatriation of the latter to the parent Sponsor Bank.

## **2. CAPITAL STRUCTURE**

### **Share-capital**

The most recent enhancement in the Bank's authorised share capital from Rs 5 crore to Rs 2,000 crore came with the coming into force on 4<sup>th</sup> February 2016 of the Regional Rural Banks (Amendment) Act, 2015. Along with the enhancement, the face-value of the Bank's shares was reduced from Rs 100 to Rs 10, its share capital deposit was converted into equity, and its issued and fully paid-up share capital was raised from Rs 1 crore to Rs 2,59,76,000. There was no further change in the shareholding position during 2017-18.

Table 2: Issued Share Capital		
Shareholder	Share amount (Rs.)	Percentage of holding
Government of India	1,29,88,000	50
State Bank of India	90,91,600	35
Government of Meghalaya	38,96,400	15
<b>Total</b>	<b>2,59,76,000</b>	<b>100</b>

### 3. ORGANISATIONAL STRUCTURE

An overview of the Bank's organisational structure is provided hereunder:

Table 3: Organisational chart
Board of Directors
Chairman
General Manager
Head Office, having the following departments: i) Per & HR, ii) Accounts, iii) Advances, iv) Inspection & Audit, v) Information Technology, vi) Chairman's Secretariat, vii) Vigilance, viii) MIS-cum-Reconciliation, ix) Taxation (a new department added on 26 <sup>th</sup> May 2017)
Regional Managers I & II The Regional Manager I operating from the Region I Office, Shillong, exercises control of 67 branches and the Regional Manager-II operating out of the Region II Office opened at Nongstoin on 18 <sup>th</sup> September 2017, controls 25 other branches. The Scale IV incumbency branches of Shillong and Iewduh are under control of the General Manager.

### 4. SERVICE NETWORK

#### a. Branches

The Bank has a network of 94 branches spread across the state's 11 districts. A revision in the categorisation of branches based on the recommendations of the (Shri S.K. Mitra) Committee on post-CBS HR Policy for RRBs' was undertaken earlier in the year and announced for taking effect from 1<sup>st</sup> April 2017. Following the revision, the scale-wise categorisation of branches came to 47 Scale I, 26 Scale II, 13 Scale III and 8 Scale IV incumbency branches.

Table 4: District-wise categorisation Branch network as on 31<sup>st</sup> March 2018

District		Rural	Semi Urban	Urban	Total
1	East Khasi Hills	24	13	2	39
2	West Khasi Hills	11	1	1	13
3	South West Khasi Hills	1	1	-	2
4	East Jaintia Hills	9	-	-	9
5	West Jaintia Hills	9	1	-	10
6	East Garo Hills	1	-	-	1
7	West Garo Hills	4	-	1	5
8	North Garo Hills	1	-	-	1
9	South Garo Hills	1	-	-	1
10	South West Garo Hills	2	-	-	2
11	Ri Bhoi	10	1	-	10
<b>Total</b>		<b>73</b>	<b>17</b>	<b>4</b>	<b>94</b>

#### b. BCs/ SHPIs/ CSPs

For extending banking services at the grassroots level beyond the immediate reach of the branches, the Bank has in place a strong complement of Customer Service Points (CSPs), Business Correspondents (BCs), and SHG Promoting Institutions (SHPIs).

Table 5 : CSPs

	Location	Link-branch
1	Laitdom	Mairang
2	Mawlyntriang	Nongkhlaw
3	Mawphanniew	Nongkhlaw
4	Ialong	Jowai
5	Kyrdem	Bhoirymbong
6	Dong-ki-ingding	Mairang
7	Mawlynrei	Rynjah
8	Mawshbuit	Demthring
9	Nonglang	Seinduli

**c. ATM network**

For ATM transactions, customers of the Bank have been provided access to SBI's vast ATM network. The Bank had also since July 2016 installed a stand-alone cash-dispensing table-top ATM at its Shillong Branch premises.

**5. DEPOSITS**

Category	March 2016		March 2017		March 2018	
	A/cs	Amt	A/cs	Amt	A/cs	Amt
Current Account	6,910	54,84,76	7,481	1,05,95,76	7,855	110,29,30
Savings Bank	4,44,191	7,09,84,07	5,14,055	11,37,21,21	5,59,269	11,31,06,09
Sundries	-	3,89	-	-	-	42,19
Term Deposit	12,716	1,93,21,73	25,612	5,39,43,82	23,911	601,33,71
Spl. Term Deposit	12,200	3,01,34,45				
Recurring Deposit	4,588	10,00,56	5,331	13,05,23	5,256	15,53,58
<b>Total</b>	<b>4,80,605</b>	<b>12,69,29,46</b>	<b>5,52,479</b>	<b>17,95,66,02</b>	<b>5,96,321</b>	<b>18,58,64,87</b>

Interest paid on Savings Bank deposits was recalibrated and fixed at 3.5% per annum w.e.f. 6<sup>th</sup> October 2017.

## 6. LOANS AND ADVANCES

## a. Loans and advances outstanding

Category	March 2016			March 2017			March 2018		
	A/cs	Amt	%	A/cs	Amt	%	A/cs	Amt	%
Crop Loans	18723	88,91,86	42.68	19584	9496,24	14.43	19074	98,54,78	14.83
Agriculture Term Loan	561	5,57,94	1.28	580	565,36	0.86	534	5,08,43	0.77
Allied Agriculture Term Loan	1124	11,06,49	2.56	1064	1139,16	1.73	958	7,85,43	1.18
Debt-Swap	30	5,11	0.07	26	3,72	0.01	19	3,10	0.047
Self Help Groups Retail Trade/	669	6,74,50	1.53	658	592,25	0.90	774	6,12,47	0.92
Small Business	5209	142,43,49	11.87	4889	15337,78	23.30	5137	144,57,62	21.76
Transport Operators	1190	29,46,49	2.71	1091	2565,52	3.90	950	21,23,54	3.20
Small Scale Industries	1499	37,44,78	3.42	1386	3533,46	5.37	1161	28,35,95	4.27
Housing	893	88,95,81	2.04	814	6557,21	6.96	759	52,02,35	7.83
Educational Loans	298	6,81,16	0.68	341	706,81	1.07	335	6,97,94	1.05
GCC	4305	9,07,27	9.81	3979	800,08	1.22	3272	6,35,55	0.96
Others	1363	51,90	3.11	2092	70,28	0.11	1442	19,50,29	2.93
Total Priority Sector	<b>35864</b>	<b>427,06,80</b>	<b>81.75</b>	<b>36504</b>	<b>41367,87</b>	<b>62.85</b>	<b>34415</b>	<b>396,67,45</b>	<b>59.70</b>
Non-Priority Sector	8004	222,65,33	18.25	8197	24448,01	37.15	8356	267,80,73	40.30
<b>Total outstanding</b>	<b>43868</b>	<b>649,72,13</b>	<b>100.00</b>	<b>44701</b>	<b>65815,88</b>	<b>100.00</b>	<b>42771</b>	<b>664,48,18</b>	<b>100</b>

## b. Assets Management Hub (AMH)

The concept of Asset Management Hub (AMH) was introduced in the Bank [December 2017] with Shillong Branch being identified as 'Hub Branch' for all 39 branches of the Bank located in East Khasi Hills District. The objective behind introduction of the AMH concept was to bring about better quality assets, process efficiency & improvement, process standardisation, better process quality, checking of reckless financing, NPA reduction and efficient manpower utilisation.

**c. Priority Sector Lending (PSL)**

Priority Sector credit outstanding constituted close to 60% of the Bank's total loans and advances outstanding as on 31<sup>st</sup> March 2018.

Category	March 2016		March 2017		March 2018	
	A/cs	Amt	A/cs	Amt	A/cs	Amt
PSL disbursement	12,786	165,29,94	11,322	162,14,38	10,735	156,07,36
PSL outstanding	35,864	427,06,80	36,504	413,67,87	34,415	396,67,45

**d. Lending to the Scheduled Tribe communities**

Particulars	2016-17				2017-18			
	Disbursed		Outstanding		Disbursed		Outstanding	
	Amount	As % of total disbursed	Amount	As % of total outstanding	Amount	As % of total disbursed	Amount	As % of total outstanding
Accounts	12,732	87.32	39,476	88.31	13,922	81.12	37,946	88.72
Amount	90,89,06	95.99	6,26,35,66	95.17	2,53,14,16	92.16	6,33,02,69	95.27

**e. Annual Action Plan (AAP), 2017-18**

Sector	Target amount	Achievement	
		A/cs	Amt
Agriculture & Allied activities	95,00	10,735	66,02.00
MSME	2,03,70	2,973	1,15,08.00
Other Priority Sector	67,14	46	1,48.00
<b>Total Priority</b>	<b>3,65,84</b>	<b>13,754</b>	<b>1,82,58.00</b>
Non-Priority	2,35,70	3,329	1,18,60.03
<b>Total</b>	<b>6,01,54</b>	<b>17,083</b>	<b>3,01,18.03</b>

**f. Credit Deposit Ratio (CDR)**

The Bank's credit-deposit ratio stood at 35.75% as on Mar' 18.

District	March 2017			March 2018		
	Dep.	Adv.	CDR	Dep.	Adv.	CDR
East Khasi Hills	8,30,34,76	3,44,47,70	41.49	821,59,30	339,99,95	41.38
West Khasi Hills	2,63,42,95	94,10,73	35.72	279,81,12	89,55,41	32.01
South West Khasi Hills	43,93,54	21,59,44	49.15	40,51,12	20,26,36	50.02
East Jaintia Hills	1,77,64,12	47,38,52	26.67	327,78,00	48,17,31	14.70
West Jaintia Hills	3,15,86,01	45,95,10	14.55	222,34,04	50,09,42	22.53
East Garo Hills	1,44,83	-	-	3,18,00	3,52,66	110.90
West Garo Hills	3,24,34	3,31,62	102.24	34,88,11	51,19,97	146.78
North Garo Hills	29,38,94	46,12,87	156.96	1,00	-	-
South Garo Hills	3,23,00	37,07	11.48	5,51,00	1,01,64	18.45
South West Garo Hills	7,90,01	2,24,20	28.38	14,61,00	3,50,18	23.97
Ri Bhoi	1,19,80,36	52,58,63	43.89	108,42,16	57,15,28	52.71
<b>Total</b>	<b>17,96,22,86</b>	<b>6,58,15,88</b>	<b>36.64</b>	<b>1858,64,85</b>	<b>664,48,18</b>	<b>35.75</b>

**g. Returns on Advances Ratio**

The Bank's Return on Advances ratio stood at 9.58% as on Mar' 18; it was 8.37% as on Mar' 17.

**7. AGRICULTURAL CREDIT****a. Disbursement and outstanding**

Schemes	2016-17				2017-18			
	Disbursed		Outstanding		Disbursed		Outstanding	
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt
KCC	5,638	31,66,58	19,584	94,96,24	8,865	57,72,20	19,074	98,54,78
ATL	95	1,00,15	580	5,65,36	67	71,85	534	5,08,42
AATL	134	1,31,94	1,064	11,39,16	323	3,00,21	958	7,85,43
Debt Swap	2	15	26	3,72	4	1,00	19	3,10
Agri-clinic	-	-	1	1	-	-	-	-
GCC	669	1,70,81	3,979	8,00,08	1,264	3,57,05	3,272	6,12,47
Others	520	1,37,65	1,193	3,01,65	212	99,92	913	2,61,47
<b>Total</b>	<b>7,058</b>	<b>37,07,28</b>	<b>26,427</b>	<b>123,06,22</b>	<b>10,735</b>	<b>66,02,23</b>	<b>24,770</b>	<b>120,25,67</b>

**b. Special Central Assistance (SCA) Scheme**

The Bank is actively implementing the Memorandum of Understanding entered into with the Directorate of Animal Husbandry & Veterinary Services (AHVD), Government of Meghalaya on 8<sup>th</sup> December 2016 to facilitate credit flow under the SCA for the livestock sector covering dairy, piggery, animal feed production and allied/ancillary activities in viable villages of the Myllem, Mawryngkneng, Umsning, Betasing, Zikzak, Selsella, Laskein and Tikrikilla C&RD Blocks.

**c. Scale of Finance**

The Scale of Finance followed for agricultural and horticultural crop financing was as per the revised scale approved by the state government- convened 'Technical Committee for Fixing Scale of Finance for 2017-18.' The rates followed for farm-sector term investments were as recommended by the NABARD-constituted 'Standing Committee on Unit Costs.'

**d. Interest Subvention Scheme**

Interest subvention of 2% was made available by the Government of India to farmers availing crop loans of up to Rs 3 lakh, with an additional 1% subvention allowed for prompt repayment of the crop loans.

**e. Personal Accident Insurance Scheme (PAIS)**

The Bank's KCC borrowers were insured against personal accident risks under the National Insurance Company's Personal Accident Insurance Scheme (PAIS).

**f. NRLM-Aajeevika**

The Bank has been in the forefront in implementation of the National Livelihood Mission (NRLM) – Aajeevika, a scheme intended for delivering poverty reduction through lending to SHGs of the poor.

Categories	March 2017				March 2018			
	Disbursement		Outstanding		Disbursement		Outstanding	
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt
Revolving Fund	43	21,45	332	2,32,77	223	1,59,37	342	1,75,73
Activity Loan	115	81,82	326	3,59,48	105	82,70	432	4,36,74
<b>Total</b>	<b>158</b>	<b>1,03,27</b>	<b>658</b>	<b>5,92,25</b>	<b>328</b>	<b>2,42,07</b>	<b>774</b>	<b>6,12,47</b>

**8. MICRO, SMALL & MEDIUM ENTERPRISES (MSME) FINANCING**

In order to give a fillip to the vital MSME sector of the Bank's overall credit portfolio, several new MSME products were introduced for customers of the Bank in course of the year. The new products included the MRB Tiny Credit Card, MRB Credit Card, Trader Easy Loan, Open Term Loan, MRB Shoppe Plus Scheme, MRB School Plus Scheme, and MRB Doctor Plus Scheme.

**a. Disbursement and outstanding**

Categories	2016-17				2017-18			
	Disbursed		Outstanding		Disbursed		Outstanding	
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt
Retail Trade/ Small Business	2,483	1,04,64,95	4,930	1,59,57,28	2,255	95,36,95	5,137	144,57,62
Transport Operators	240	7,35,52	1,091	25,65,52	217	7,29,03	950	21,23,54
Small Scale Industries	183	6,46,73	1,386	35,33,46	245	6,59,77	1,161	28,35,95
Others	614	23,23,07	1,378	44,64,19	256	5,81,79	1,421	66,53,07
<b>Total</b>	<b>3,520</b>	<b>1,41,70,27</b>	<b>8,785</b>	<b>2,65,20,45</b>	<b>2,973</b>	<b>115,07,54</b>	<b>8,669</b>	<b>260,70,18</b>

**b. Prime Minister's Employment Generation Programme (PMEGP)**

The Bank has been playing an active role in extending credit under PMEGP – the Government sponsored scheme for fostering/nurturing entrepreneurship among the unemployed educated youth of the state.

Year ended :	Disbursed		Outstanding	
	A/cs	Amt	A/cs	Amt
2014	157	5,46,83	353	7,94,50
2015	172	4,87,49	388	11,43,39
2016	128	3,68,45	453	12,45,08
2017	71	2,03,85	464	13,09,21
<b>2018</b>	<b>110</b>	<b>3,11,33</b>	<b>801</b>	<b>20,45,59</b>

**c. Women's Economic Empowerment Scheme**

The 'Women's Economic Empowerment through Financial Inclusion Scheme' had been launched by the Government of Meghalaya in 2013 as part of the state government's Integrated Basin Development and Livelihood Promotion Programme (IBDLP). The scheme is designed to benefit women entrepreneurs of the state.

District	Accounts	Amount
East Khasi Hills	6	26
West Khasi Hills	160	13,07
West Jaintia Hills	53	10,95
Ri-Bhoi	424	75,76
<b>Total</b>	<b>643</b>	<b>1,00,04</b>

**d. Pradhan Mantri MUDRA Yojana (PMMY)**

Particulars	SHISHU (Loans up to Rs 50,000)			KISHORE (Loans of Rs 50,001 to Rs 5 lakh)			Total		
	A/cs	Disbd.	Outstd.	A/cs	Disbd.	Outstd.	A/cs	Disbd.	Outstd.
General	30	12,14	25,45	-	-	-	30	12,14	25,45
STs	373	173,65	357,78	23	31,40	4076	396	205,06	3,98,55
Others	-	-	-	-	-	-	-	-	-
Total	403	185,79	383,23	23	31,40	3140	426	217,20	4,24,00
Out of the above:									
Women entrepreneurs	253	101,61	265,16	15	23,55	3057	268	125,16	2,95,73
New entrepreneurs	220	100,11	168,89	-	-	-	220	100,11	1,68,89
Others/ Minorities	372	173,66	322,58	23	31,40	4076	395	205,06	3,93,34

### 9. PERSONAL SEGMENT LENDING

'Super Home Loans' and 'Tiny Home Loans' were among several new Per Segment loan products introduced by the Bank for its customers during the year.

#### a. Per Segment loans sanctioned and outstanding

Particulars	March 2017				March 2018			
	Sanctioned		Outstanding		Sanctioned		Outstanding	
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt
Housing	95	8,73,73	983	93,89,43	83	10,38,25	973	93,00,14
Education Loans	70	83,70	351	8,01,69	34	1,02,51	349	8,28,04
Others	2,936	74,47,17	7,950	1,66,51,23	3,056	87,04,40	8,012	1,82,24,15
<b>Total</b>	<b>3,101</b>	<b>84,04,60</b>	<b>9,284</b>	<b>2,68,42,35</b>	<b>3,173</b>	<b>98,45,16</b>	<b>9,334</b>	<b>2,83,52,33</b>

#### b. Pradhan Mantri Awas Yojana (PMAY) - Housing for All (Urban Mission)

Particulars	2016-17		2017-18	
	Disbursed	Outstanding	Disbursed	Outstanding
Accounts	4	7	11	8,860
Amount	39,90	40,17	24	1,05,31

### 10. RECOVERY OF LOANS & ADVANCES/ IRAC NORMS/ NPA MANAGEMENT

#### a. Demand Collection Balance (DCB)

Particulars	Demand		Collection		Overdues		Recovery %	
	June '16	June '17	June '16	June '17	June '16	June '17	June '16	June '17
Farm/Priority Sector	44,50,57	2,49,48	25,84,58	1,75,83	18,65,99	73,65	58.07	70.48
Non-Farm/Non Priority Sec.	3,67,18,17	1,32,13	3,15,09,68	106,39	52,05,49	25,74	85.82	80.52
<b>Total</b>	<b>4,11,65,74</b>	<b>3,81,61</b>	<b>3,40,94,26</b>	<b>2,82,22</b>	<b>70,71,48</b>	<b>99,39</b>	<b>82.82</b>	<b>74.00</b>

**b. Bakijai (Certificate) cases**

Table 21: Bakijai (Certificate) cases filed					<i>Rupees in thousands</i>				
Particulars	March 17				March 18				
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt	
Pending at the beginning of the year	1250	2,20,32	1371	3,35,11	1371	3,35,11	1532	4,84,32	
Settled during the year	166	1,24,09	35	23,52	35	23,52	196	1,72,73	
Additional filed during the year	45	9,30	196	1,72,73	196	1,72,73	1532	4,84,32	
<b>Pending at the end of the year</b>	<b>1371</b>	<b>3,35,11</b>	<b>1532</b>	<b>4,84,32</b>	<b>1532</b>	<b>4,84,32</b>	<b>1532</b>	<b>4,84,32</b>	

**c. Compromise settlement/ OTS/ Write-off**

Table 22: Compromise settlement/OTS/Write-off					<i>Rupees in thousands</i>				
Particulars	March 2017				March 2018				
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt	
Loans written off	219	1,64,85	1,796	8,64,37	1,796	8,64,37	207	1,54,83	
Of which, to:									
Bad debts debited	556	2,13,69	207	1,54,83	207	1,54,83	-	-	
DICGC claims adjusted -	-	-	-	-	-	-	57	68,63	
Compromise/ One-time settlement	12	10,02	57	68,63	57	68,63	219	1,64,85	
<b>Total</b>	<b>559</b>	<b>2,18,17</b>	<b>219</b>	<b>1,64,85</b>	<b>219</b>	<b>1,64,85</b>	<b>219</b>	<b>1,64,85</b>	

**d. Income Recognition & Asset Classification (IRAC)**

Table 23: Asset Classification and Provisioning									<i>Rupees in thousands</i>								
Assets	March 2017				March 2018												
	Secured	Unsecured	Total	Provision	Secured	Unsecured	Total	Provision									
Standard	471,01,94	120,62,26	591,64,20	1,91,94	464,31,68	132,66,24	596,97,92	1,90,12									
Sub-Standard	17,62,23	3,19,27	20,81,50	3,44,15	14,06,73	2,48,25	16,54,98	1,77,50									
Doubtful-1	16,26,21	3,65,81	19,92,02	7,18,19	19,01,29	6,33,76	25,35,05	7,20,91									
Doubtful-2	16,45,55	6,22,37	22,67,92	12,13,54	12,56,92	5,38,68	17,95,60	6,76,94									
Doubtful-3	24,74	1,76,22	2,00,96	1,99,03	52,18	1,21,75	1,73,93	1,73,93									
Loss	-	1,09,28	1,09,28	75,39	-	5,90,69	5,90,69	5,90,69									
<b>Total</b>	<b>521,60,67</b>	<b>136,55,21</b>	<b>658,15,88</b>	<b>274,2,24</b>	<b>510,48,80</b>	<b>153,99,37</b>	<b>664,48,17</b>	<b>25,30,09</b>									

## e. NPA Management

Particulars	March 2015	March 2016	March 2017	March 2018
NPA at the beginning of the year	22,37,30	26,51,34	45,04,19	66,51,66
Added during the year	12,59,40	31,71,89	31,61,48	16,28,27
NPA upgraded to standard assets	4,06,31	6,72,71	48402	2,67,01
Recovered	3,79,18	4,32,64	36514	4,00,87
Written-off	59,87	2,13,69	16485	8,61,80
<b>Total reduction during the year</b>	<b>8,45,36</b>	<b>13,19,04</b>	<b>10,14,01</b>	<b>15,29,68</b>
<b>Gross NPA at the end of the year</b>	<b>26,51,34</b>	<b>45,04,19</b>	66,51,66	67,50,25
Gross NPA as % of total advances	4.31	6.93	10.11	10.16
<b>NPA net of provisions</b>	<b>12,81,41</b>	<b>12,42,40</b>	<b>38,70,77</b>	<b>42,20,16</b>
Net NPA as % of total advances	2.08	3.65	5.88	6.64

## 11. TOTAL BUSINESS

March:	Deposit	Loans & advances o/s	Total business	Increase %
2012	807,42,00	278,21,74	1085,63,74	21.51
2013	995,30,14	378,85,27	1374,15,41	26.58
2014	1041,55,80	503,09,53	1544,65,33	12.41
2015	1192,60,69	615,82,52	1808,43,21	17.08
2016	1269,29,46	649,72,13	1919,01,59	6.11
2017	1795,66,59	658,72,88	2454,39,47	27.90
<b>2018</b>	<b>1858,64,87</b>	<b>664,48,18</b>	<b>2523,13,05</b>	<b>2.80</b>

Particulars	March 2015	March 2016	March 2017	March 2018
Per Branch	19,65,69	20,63,46	26,11,06	26,84,18
Per Employees	4,86,14	4,80,96	6,18,24	6,51,97

## 12. CROSS-SELLING

The progress achieved in cross-selling of SBI Life Insurance and SBI General Insurance products during the year was as follows:

## a. SBI Life Insurance Co. products

Policy type	2016-17		2017-18	
	No. of policies sold	New business premium amt. (excl. tax) mobilised	No. of policies sold	New business premium amt. (excl. tax) mobilised
Individual	59	32,99	67	1,06,00
Group	1,073	3,38	412	3,81
<b>Total</b>	<b>1,132</b>	<b>36,37</b>	<b>479</b>	<b>1,09,81</b>

## b. SBI General Insurance Co. products

Products	2016-17		2017-18	
	No. of new policies	New business premium amt	No. of new policies	New business premium amt
Small & Medium Enterprises (SMEs)	574	12,98	755	11,40
Housing (Long term)	56	5,08	25	1,90
Motor vehicles	24	2,57	43	3,80
Others	98	72	3	0.30
<b>Total</b>	<b>731</b>	<b>21,74</b>	<b>826</b>	<b>17,40</b>

## c. Recognition of top performers in cross-selling

The top performers in cross-selling during the year were presented awards in course of the Branch Managers' Performance Review Meeting-cum-Seminar conducted at the Shillong Club Conference Hall on 14<sup>th</sup> May 2018.

SBI General products	Branch/ Officer
First position	Shillong
1 <sup>st</sup> Runner-up	Nongpoh
SBI Life products (Highest business by CIF)	
First position	Shri Reginald Lyngdoh, Senior Manager
1 <sup>st</sup> Runner-up	Shri Paia Bakor Lyngdoh Mawlong, Assistant Manager

### 13. FINANCIAL INCLUSION/ GOING DIGITAL/ SOCIAL SECURITY SCHEMES

#### a. Financial Literacy Campaign (FLC)

A total of 401 Financial Literacy Camps were conducted in rural centres across the state by rural branches of the Bank during 2017-18. In accordance with the special drive announced by RBI and NABARD, these FLCs were organised around the 'Going Digital' theme and effort redoubled for pushing through digital products such as ATM Cards, Mobile Banking, Internet Banking (view rights), IMPS and UPI/BHIM.

Further, Financial Literacy Week was observed in the Bank from 5<sup>th</sup> to 9<sup>th</sup> June 2017 through the display of banners and posters and holding of special FLCs.

The Branch Managers concerned were assisted in organising the FLCs by the Kyndai Kyntoit Social & Cultural Organisation (KKSCO) and Lifetime Solution - NGOs engaged by the Bank as FLC resources and counselors. Also part of the expenditure incurred in holding the FLCs was generously reimbursed to the Bank by NABARD, Shillong.

The Bank was also purposefully involved in the following special events:

~ FLC-cum-Town Hall Meeting organised by the State Bank of India (SBI) at the Community Hall, Mawngap, on 23/06/2017,

~ Mudra Protsahan Abhiyan (Mudra Promotion Campaign) organised by the district administration at the U Soso Tham Auditorium, Shillong, on 09/10/2017.

#### b. Pradhan Mantri Jan Dhan Yojana (PMJDY)

	A/cs
Opened	1,67,752
ATM Debit Cards issued	50,632
No. of zero-balance accounts	11,025
RuPay Debit Cards issued	63,311

**c. Prime Minister's Social Security Schemes: PMJJBY, PMSBY, APY**

<b>Table 31: Enrolment under the Government's Social Security Schemes: 2017-18</b>		
	<b>Nos. enrolled</b>	<b>Cumulative as on March 2018</b>
PMSBY	3,971	14,167
PMJJBY	3,010	9,404
APY	176	1,308
<b>Total</b>	<b>7,157</b>	<b>24,879</b>

**14. INFORMATION TECHNOLOGY****a. Roll-outs during the year**

Among the new Information Technology (IT) products introduced for customers during 2017-18 were the following:

~ Mobile Banking services [April 2017],

~ Internet Banking (view rights) [May 2017],

~ Payment-acceptance solutions for retail merchant clients of the Bank through the installation of Merchant Point of Sale (PoS) devices [November 2017].

**b. Participation in IT Conclave**

Officers of the Bank's IT Cell participated at the 1<sup>st</sup> Annual Conclave of SBI Sponsored North-East RRBs hosted by the Mizoram Rural Bank Head Office, Aizawl on 8<sup>th</sup> December 2017. Common CBS-related issues were raised and discussed at the conclave in the presence of representatives of C-Edge Technologies Ltd, Mumbai, the Bank's service provider.

## 15. MRB-RSETI, NONGSTOIN

## a. Training conducted

Prog.	Subject	Dates	No. of trainees	Of whom, women
29 <sup>th</sup>	Piggery Farming	10 <sup>th</sup> July to 20 <sup>th</sup> July 2017	16	11
30 <sup>th</sup>	Poultry Farming	21 <sup>st</sup> to 31 <sup>st</sup> August 2017	11	9
31 <sup>st</sup>	Dairy Farming and Vermi-Composting	3 <sup>rd</sup> to 13 <sup>th</sup> October 2017	21	5
32 <sup>nd</sup>	Piggery Farming	23 <sup>rd</sup> Oct. to 2 <sup>nd</sup> Nov. 2017	27	12
33 <sup>rd</sup>	Piggery Farming	27 <sup>th</sup> Nov. to 7 <sup>th</sup> Dec. 2017	30	11
34 <sup>th</sup>	Piggery Farming	15 <sup>th</sup> to 25 <sup>th</sup> January 2018	25	16
35 <sup>th</sup>	Piggery Farming	12 <sup>th</sup> to 22 <sup>nd</sup> March 2018	14	10
<b>Total (Training programmes conducted in 2017-18: 7)</b>			<b>144</b>	<b>74</b>
Conducted prior to 2017-18			688	413
<b>Cumulative</b>			<b>832</b>	<b>487</b>

## 16. INVESTMENTS

Handling of the Bank's SLR investment was by the Portfolio Management Section (PMS), at State Bank of India's Securities Services Branch, Mumbai, while the deployment of non-SLR funds was seen to and managed by the Bank's Head Office.

The return on investments ratio for the year stood at 7.13%.

Particulars	March 2016			March 2017			March 2018		
	Amount	Interest	Yield %	Amount	Interest	Yield %	Amount	Interest	Yield %
SLR	275,15,02	23,60,24	8.58	312,88,93	25,63,71	8.19	4,21,53,94	36,46,57	8.65
Non-SLR	369,54,20	31,92,46	8.64	686,37,66	47,42,26	6.91	8,35,24,08	49,93,74	5.98
<b>Total</b>	<b>644,69,22</b>	<b>55,52,70</b>	<b>8.61</b>	<b>999,26,59</b>	<b>73,05,97</b>	<b>7.31</b>	<b>12,56,78,02</b>	<b>86,40,31</b>	<b>7.13</b>

## 17. INCOME, EXPENDITURE &amp; PROFITABILITY

## a. Income

Net income rose by 8.71% during 2017-18.

Particulars	March 2016		March 2017		March 2018	
	Amt	%	Amt	%	Amt	%
Interest on balances with banks	29,49,56	31.20	34,06,89	23.70	39,34,99	25.19
Interest on Investments	26,03,14	27.54	38,99,08	27.13	47,05,32	30.12
Interest on Loans & Advances	66,10,83	69.93	64,94,63	45.19	62,05,24	39.72
Commission and Exchange	1,71,84	1.82	1,72,06	1.20	2,66,34	1.70
Others	5,84,62	6.18	3,99,63	2.78	5,11,74	3.27
<b>Total</b>	<b>129,19,99</b>	<b>100.00</b>	<b>143,72,29</b>	<b>100.00</b>	<b>156,23,63</b>	<b>100.00</b>

## b. Expenditure

Total expenditure rose by 8.54%.

Particulars	March 2016		March 2017		March 2018	
	Amt	%	Amt	%	Amt	%
Interest on deposits	65,24,25	86.65	77,32,00	62.79	85,71,58	64.13
Interest on borrowings	1,25,07	1.66	1,58,03	1.29	1,13,12	0.85
Payment to/for employees	26,84,54	35.65	27,00,74	21.93	26,76,71	20.03
Other operating expenses	8,47,20	11.25	9,89,21	8.03	11,50,07	8.60
Provisions	9,07,28	12.05	7,33,55	5.96	8,53,90	6.39
<b>Total</b>	<b>110,88,34</b>	<b>100.00</b>	<b>123,13,53</b>	<b>100.00</b>	<b>133,65,38</b>	<b>100.00</b>

## c. Net Profit

Year	Amt	Year	Amt
2006-07	3,48,99	2012-13	28,28,55
2007-08	5,92,17	2013-14	31,68,35
2008-09	11,55,18	2014-15	30,06,21
2009-10	11,63,62	2015-16	18,31,65
2010-11	11,99,17	2016-17	11,64,91
2011-12	15,48,40	<b>2017-18</b>	<b>12,33,99</b>

**18. CAPITAL ADEQUACY**

March	Capital			Risk Weighted Assets	CRAR %
	Tier 1	Tier 2	Total		
2013	89,11,35	1,14,76	90,26,11	533,60,47	16.92
2014	110,79,70	1,52,75	112,32,45	701,30,53	16.02
2015	125,03,71	1,86,06	126,89,77	920,18,45	13.79
2016	1,38,05	4,14,58	142,16,63	880,72,70	16.14
2017	149,66,96	4,14,44	153,81,40	1120,44,31	13.73
<b>2018</b>	<b>162,00,95</b>	<b>4,09,36</b>	<b>166,10,31</b>	<b>1042,31,08</b>	<b>15.94</b>

**19. MODEL BRANCH & REGIONAL OFFICE AWARDS, 2017-18**

The Model Branch and Regional Office Awards, 2017-18 were announced on 9th May 2018 and the winning Branch and Regional Office Teams felicitated at the Branch Managers' Performance Review Meeting-cum-Seminar conducted at the Shillong Club Conference Hall on 14<sup>th</sup> May 2018.

Table 38: Model Branch Awards, 2017-18

	Award categories	Branch / Officer
I.	Best All Round Performance:	
	First position	Nongthymmai
	1st Runner-up	Ksehbilat
	2 <sup>nd</sup> Runner-up	Ringgre
II.	Highest Budget Achievement in Deposits:	
	First position	Jowai
	1st Runner-up	Ampati
	2 <sup>nd</sup> Runner-up	Seinduli
III.	Highest Budget Achievement in Loans & Advances:	
	First position	Umsning
	1st Runner-up	Phulbari
	2 <sup>nd</sup> Runner-up	Lumshnong
IV.	Highest NPA Reduction (other than through write-offs):	
	First position	Mawlai
	1st Runner-up	Mylliem
	2 <sup>nd</sup> Runner-up	Shangpung
V.	Lowest NPA for the last 3 consecutive years among branches in operation for over 10 years:	
	First position	Amlarem
	1st Runner-up	Laitlyngkot
	2 <sup>nd</sup> Runner-up	Mawkyrwat
	Highest achievement in Cross-selling:	
VI.	SBI Life products:	
	First position	Nongstoin
	1 <sup>st</sup> Runner-up	Lumshnong
VII.	SBI General products:	
	First position	Shillong
	1 <sup>st</sup> Runner-up	Nongpoh
VIII.	Highest SBI Life business by CIF:	
	First position:	Shri Reginald Lyngdoh, Senior Manager
	1 <sup>st</sup> Runner-up:	Shri Paia Bakor Lyngdoh Mawlong, Assistant Manager
IX.	Social Security Schemes:	
	PMJDY	Riangdo
	PMJJBY	Nongspung
	PMSBY	Zero Point
	APY	Golflinks
X.	Highest number of FLCs conducted in 2017-18	Nongthliew

Table 39: Regional Office Award, 2017-18

Cross-selling	Regional Manager I
NPA reduction	Regional Manager II

## 20. PERSONNEL & HUMAN RESOURCES

### a. Staff position

Table 40: Staff position as on 31<sup>st</sup> March 2018

Category	Total	Of whom, STs	Women
Chief Managers (Scale IV)	7	1	-
Senior Managers (Scale III)	16	10	03
Managers (Scale II)	49	25	23
Assistant Managers (Scale I)	87	89	34
<b>Total officers</b>	<b>159</b>	<b>130</b>	<b>60</b>
Office Assistants (Multipurpose)	114	121	38
Office Attendants (Multipurpose)	114	114	48
<b>Total staff</b>	<b>387</b>	<b>360</b>	<b>146</b>
As % of total staff strength	-	91	37.73

### b. Officers on deputation from the Sponsor Bank

As of 31<sup>st</sup> March 2018, the following were the Sponsor Bank officers on deputation to this Bank.

- ~ Shri Dilip Kumar Guha, SMGS-V, - who took charge as Chairman vice Smt. Rose Alba Bina Khyriem, TEGS-VI, w.e.f. 5<sup>th</sup> August 2017;
- ~ Ms. Clotilda Marbaniang, SMGS IV, - who took charge as General Manager vice Shri Komanly Khongwar, SMGS- IV, w.e.f. 1<sup>st</sup> March 2018;
- ~ Shri Raju Mandal, SMGS-IV, - who took charge as Chief Vigilance Officer vice Shri Ratnanka Choudhury, MMGS III, w.e.f. 6<sup>th</sup> March 2018.

## 21. INSPECTION & AUDIT

### a. Statutory Audit

From the panel of auditors advised by NABARD, Mumbai, the following firms were appointed Statutory Auditors of the Bank for the year 2017-18: Messrs. D. Das & Associates, Shillong (Statutory Central Auditor), and Messrs. Chowdhury Basu & Roy, Kolkata; Messrs. Monoj Dutt & Co., Kolkata; and Messrs. Amit O.P. Sharma & Co., Shillong (Branch Statutory Auditors).

On the bases of the audit, the Central Statutory Auditor has certified that the Bank's financial statements for 2017-18 presented "a true and fair view in conformity with the Accounting principles generally accepted in India."

### b. XVIII Statutory Inspection under Section 35(6) of the Banking Regulation Act, 1949

A team from NABARD, Assam Regional Office, Guwahati, led by Shri Utpal A. Surin, Assistant General Manager, conducted the XVIII Statutory Inspection of the Bank under Section 35(6) of the BR Act, 1949 from 24<sup>th</sup> July to 5<sup>th</sup> August 2017. On the concluding day of the inspection, the Inspecting Team convened a Wrap-up meeting at which the inspection observations were shared with Directors of the Board as well as senior executives of the Bank.

The Report of the Statutory Inspection Report received on 7<sup>th</sup> October 2017 was complied with within the time-frame stipulated by NABARD.

### c. Management Audit

Management Audit of the Bank was conducted by Shri Rajiv Sharma, General Manager: M.A., Sponsor Bank Corporate Centre, Hyderabad from 15<sup>th</sup> to 19<sup>th</sup> May 2017. Later in the year, following submission by the Bank of its compliance remarks, the Management Audit Report was duly treated by the Sponsor Bank as "closed."

### d. Internal Inspection & Audit

Considering the numerous changes that have come into regional rural banks particularly in the wake of migration to CBS, venturing into cross-selling business, etc, the earlier Internal Inspection format was substituted (August 2017) by the Risk Focused Internal Audit (RFIA) format designed for urban/semi-urban/rural branches of SBI sponsored regional rural banks.

Table 41: Internal Audit &amp; Inspection of Branches, 2017-18

Inspection/ Audit	Pending as on March 2017	Branches that became due for audit/ Inspection during 2017-18	Total due in 2017-18	Audited/Inspected during 2017-18
Internal Inspection	22	40	62	34
Snap Audit	9	26	35	15

## 22. VIGILANCE

Among the preventive vigilance measures adopted by the Bank during the year were:

- ~ the framing and announcement in June 2017 of 'Whistle Blower Policy Guidelines' based on the Government of India's 'Resolution on Public Interest Disclosure & Protection of Informer (PIDPI)',
- ~ reinvigoration of the set-up of Preventive Vigilance Committees at the branch level.

'Vigilance Week' organised around the theme of "My Vision- Corruption Free India" was observed by the bank from 30<sup>th</sup> October to 4<sup>th</sup> November 2017.

And, Shri Raju Mandal, SMGS-IV, the Bank's Central Vigilance Officer (CVO), had been keeping a watchful eye on vigilance-related issues by conducting regular branch visits, monitoring reports, etc.

## 23. BOARD OF DIRECTORS

The following were the Directors who joined/retired from the Board during the year.

- ~ **Shri Dilip Kumar Guha**, Chairman: Meghalaya Rural Bank, vice **Smt Rose A.B. Khyriem**, DGM, w.e.f. 05/08/2017,
- ~ **Shri P. Gangte**, GM, Reserve Bank of India, Regional Office, Shillong, vice **Shri T. Lhungdim**, DGM w.e.f. 11/09/2017,
- ~ **Shri Mohammad Umar**, AGM, SBI Corporate Centre, Mumbai, vice **Shri Rajeev Arora**, DGM, SBI Administrative Office, Shillong, w.e.f. 30/10/2017,
- ~ **Shri Nestingdar Nongdkhar**, Government of India (non-official) nominee Director, retired w.e.f. 22/01/2018.

~ **Shri Forward Lyngdoh Mawlong**, Government of India (non-official) nominee Director, retired w.e.f. 22/01/2018.

The Bank expressed grateful appreciation for the services rendered by the out-going Directors while heartily welcoming the new in-coming Directors.

To improve operations within the Bank, the following policies were adopted by the Board of Directors in course of the year:

- Lending Policy & Fair Lending Practices Code
- Staff Accountability Policy in Respect of Loans & Advances
- Risk Management Policy
- Compliance Policy
- Cash Verification Policy
- Investment Policy for RRBs.
- Internal Capital Adequacy Assessment Process (ICAAD) Policy.

## 24. ACKNOWLEDGEMENT

Meghalaya Rural Bank remains grateful to the Government of India, the Government of Meghalaya, Reserve Bank of India, NABARD, and State Bank of India for the supply and unstinting support extended by them to the Bank during 2017-18.

The Bank is thankful for the generous cooperation offered it by various NGOs, organisations, agencies and individuals, and remains deeply indebted to patrons and customers whom it had the privilege of being of service to during the year of reporting.

For the final word, the Bank expresses appreciation to its staff whose dedication and hard work was critical in enabling Meghalaya Rural Bank to progress and move rapidly ahead in its service mission during the year 2017-18.

FOR and on behalf of the Board of Directors,

Shillong, 26<sup>th</sup> April 2018

CHAIRMAN



## STATUTORY CENTRAL AUDITOR'S REPORT

### TO THE MEMBERS MEGHALAYA RURAL BANK

#### 1. Report on the Financial statements

We have audited the accompanying financial statements of **MEGHALAYA RURAL BANK** which comprise of the Balance Sheet as at 31st March 2018, the Statement of Profit & Loss Account for the year then ended and other explanatory information annexed thereto in which are incorporated the accounts of Regional Office and 91 branches by us and by other Auditors and 3 unaudited branches.

#### 2. Management's Responsibility for the Financial Statements

The management of the Bank is responsible for the preparation of these financial statements that give true and fair view of the financial position and financial performance of the Bank in accordance with the Banking Regulation Act, complying with Reserve Bank of India guidelines from time to time. The responsibility includes the design, implementation and maintenance of such internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### 3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether these financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and presentation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion and to the best of our information and according to the explanation given to us, subject to limitations of the audit as indicated in preceding paragraphs and paragraph under 'Other matters' hereinafter, the financial statements give a true and fair view in conformity with the Accounting principals generally accepted in India.

- a) In the case of Balance Sheet of the state of affairs of the Bank as at 31st March 2018.
- b) In the cases of the Statement of Profit and Loss Account, of the Profit for the year ended on that date.

**Report on other Legal and Regulatory Requirements**

- (a) The Balance Sheet and the Statement of Profit and Loss Account have been drawn up in accordance with Section 29 of the Banking Regulation Act, 1949.
- (b) 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.
- (c) The transactions of the branch which have come to our notice have been within the powers of the Bank.
- (d) We further report that :
  - i) The Balance Sheet and the Statement of Profit and Loss Account dealt with this report are in agreement with the books of accounts and returns.
  - ii) In our opinion, proper books of accounts as required by law have been kept by the Bank so far as appears from our examination of those books.
- (e) The returns received from the branches have been found adequate for the purpose of our audit.

**Other Matters**

- (a) Out of total advances of Rs. 664.48 crores, NPA figure stands at Rs, 67.25 crores.
- (b) During the year under audit, one case of fraud has been reported at Smit Branch. On the basis of report as made available and information & explanation given to us, fraud relates to disbursing affecting 167 loan accounts (AATL & KCC) with an aggregate amount of Rs. 442.63 lakh. During the reporting period covered by our audit no recovery has been affected and total provision of Rs. 442.63 lakh has been made
- (c) During the year under audit Compromise settlement during the year amounting to Rs. 213.87 lakh involving 57 A/cs has been undertaken

For **D. Das & Associates**  
*Chartered Accounts*  
Firm Registration No. - 323899E

Place : Shillong  
Dated : 25/04/2018

**Debapratim Das**  
*Partner*  
Membership No. 059206

**MEGHALAYA RURAL BANK**  
**Head Office : Shillong**  
**BALANCE SHEET AS AT 31st MARCH 2018**

(Rs. in 000)

Particulars	Schedule	Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
<b>CAPITAL AND LIABILITIES</b>			
Capital	1	25976	25976
Reserve and Surplus	2	1594119	1470720
Deposits	3	18586485	17956659
Borrowings	4	259370	234156
Other liabilities and provisions	5	882737	904590
<b>TOTAL</b>		<b>21348687</b>	<b>20592101</b>
<b>ASSETS</b>			
Cash and Bank Balance with RBI	6	910606	920483
Balance with Bank & Money at Call and Short notice	7	6961878	6420510
Investments	8	6285900	6114820
Advances	9	6410821	6309199
Fixed Assets	10	58477	63073
Other Assets	11	721005	764016
<b>TOTAL</b>		<b>21348687</b>	<b>20592101</b>
Contingent Liabilities	12	47608	39154

For and on behalf of Meghalaya Rural Bank

In terms of our report of even date attached herewith

For D. Das & Associates  
Chartered Accounts  
FRN - 323899E

Sd/-  
**(Dilip Kumar Guha)**  
Chairman  
Date : 25th April, 2018



Sd/-  
(Shri M. Umar)  
Director

Sd/-  
(Shri J. E. Massar)  
Director

  
**Debapratim Das**  
Partner

Membership No. 059206  
Date : 25th April 2018

Sd/-  
(Shri P. Gangte)  
Director

Sd/-  
(Shri E. Y. Chen)  
Director

## MEGHALAYA RURAL BANK

Head Office : Shillong

Profit &amp; Loss for the year ended 31st March 2018

(Rs. in 000)

Particulars		Schedule	Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
<b>1</b>	<b>Interest Earned</b>	13	<b>1484555</b>	<b>1380060</b>
	a. Interest / Discount on Advances/Bills		620524	649463
	b. Interest on Investments		470532	389908
	c. Interest on Balances with RBI and other Inter Bank Funds		--	--
	d. Interest on TDR/STDR with Banks		393499	340689
	e. Interest received from Income Tax		0	--
<b>2</b>	<b>Other Income</b>	14	<b>77808</b>	<b>57169</b>
	i. Commission, Exchange and Brokerage		26634	17206
	ii. Miscellaneous Income		51174	39963
<b>3</b>	<b>TOTAL (1+2)</b>		<b>1562363</b>	<b>1437229</b>
<b>4</b>	<b>Interest Expended</b>	15	<b>868470</b>	<b>789003</b>
<b>5</b>	<b>Operating Expenses</b>		<b>382677</b>	<b>368995</b>
	a. Employees Costs	16	267671	270074
	b. Other Operating Expense		115006	98921
<b>6</b>	<b>Total Expenditure excluding Provisions and Contingencies (4+5)</b>		<b>1251147</b>	<b>1157998</b>
<b>7</b>	<b>Operating Profit before Provisions and Contingencies (3-6)</b>		<b>311216</b>	<b>279231</b>
<b>8</b>	<b>Provision (other than Tax) and Contingencies</b>		<b>85390</b>	<b>73355</b>
<b>9</b>	<b>Exceptional Items</b>		<b>--</b>	<b>--</b>
<b>10</b>	<b>Profit / Loss from Ordinary Activities before Tax (7-8 -9)</b>		<b>225826</b>	<b>205876</b>
<b>11</b>	<b>Tax Expense</b>		<b>102427</b>	<b>89385</b>
	a. Provision for Taxation		102427	89385
	b. Deferred Tax Asset		--	--
	c. Earlier Years Adjustments (Excess)		--	--
<b>12</b>	<b>Net Profit for the period for Ordinary Activities after Tax (10-11)</b>		<b>123399</b>	<b>116491</b>
<b>13</b>	<b>Extra-ordinary items (net of tax expenses)</b>		<b>123399</b>	<b>116491</b>
<b>14</b>	<b>Net Profit/Loss for the period (12-13)</b>			
<b>15</b>	<b>APPROPRIATION</b>		<b>123399</b>	<b>116491</b>
	a. Net Profit/Loss for the period		967116	879748
	b. Brought forward Profit		30850	29123
	c. Transfer to Statutory Reserves		1059665	967116
	<b>Profit / Loss carried over to Balance Sheet</b>			
	Summary of Significant Accounting Policies	17		
	Disclosures and Note to Accounts	18		

For and on behalf of Meghalaya Rural Bank

In terms of our report of even date attached herewith

Sd/-  
(Dilip Kumar Guha)  
Chairman  
Date : 25th April, 2018

Sd/-  
(Shri M. Umar)  
Director

Sd/-  
(Shri J. E. Massar)  
Director

Sd/-  
(Shri P. Gangte)  
Director

Sd/-  
(Shri E. Y. Chen)  
Director

For D. Das & Associates  
Chartered Accounts  
FRN - 323899E



*(Signature)*  
**Debapratim Das**  
Partner



Membership No. 059206  
Date : 25th April 2018

**MEGHALAYA RURAL BANK**

Head Office : Shillong

**Schedules forming part of Balance Sheet As at 31st March 2018****SCHEDULE - I-A : CAPITAL**

(Rs. in 000)

Particulars	Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
<b>Authorised Capital</b> (200,00,000,00 Equity Shares of Rs. 10/- each)	2000000	2000000
<b>Issued Capital</b> (25,97,600 Equity Shares of Rs. 10/- each)	25976	25976
<b>Subscribed Capital</b> (25,97,600 Equity Shares of Rs. 10/- each)	25976	25976
<b>Called up Capital</b> (25,97,600 Equity Shares of Rs. 10/- each)	25976	25976
Less : Call unpaid	-	-
Add : Forfeited Share	-	-
<b>TOTAL</b>	<b>25976</b>	<b>25976</b>



**SCHEDULE - 2 : RESERVES AND SURPLUS**

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
<b>I</b>	<b>Statutory Reserve</b>		
	i) Opening Balance	50360	474481
	ii) Addition during the year	30850	29123
	iii) Deduction during the year	-	-
<b>Total</b>		<b>534454</b>	<b>503604</b>
<b>II</b>	<b>Capital Reserve</b>		
	i) Opening Balance	-	-
	ii) Addition during the year	-	-
	iii) Deduction during the year	-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>III</b>	<b>Share Premium</b>		
	i) Opening Balance	-	-
	ii) Addition during the year	-	-
	iii) Deduction during the year	-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>IV</b>	<b>Revenue and other reserves</b>		
	i) Opening Balance	-	-
	ii) Addition during the year	-	-
	iii) Deduction during the year	-	-
<b>Total</b>		<b>-</b>	<b>-</b>
<b>V</b>	<b>Balance in Profit and Loss Account</b>		
	i) Opening Balance	967116	879848
	ii) Addition during the year	92549	87368
	iii) Deduction during the year	-	-
<b>Total</b>		<b>1059665</b>	<b>967116</b>
<b>GRAND TOTAL (I+II+III+IV+V)</b>		<b>1594119</b>	<b>1470720</b>



**SCHEDULE - 3 : DEPOSITS**

(Rs. in 000)

Particulars			Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
A	I	<b>Demand Deposits</b>		
		i From Bank	-	-
		ii From Others	1107148	1059633
	II	Savings Bank Deposits	11310608	11372121
	III	Term Deposits		
		a. From Banks	--	--
b. From Others		6168729	5524905	
<b>Total</b>			<b>18586485</b>	<b>17956659</b>
B	i	Deposits of Branches in India	18586485	17956659
	ii	Deposits of Branches out side India	--	--
<b>Total</b>			<b>18586485</b>	<b>17956659</b>

**SCHEDULE - 4 : BORROWINGS**

(Rs. in 000)

Particulars			Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)	
I	<b>Borrowings in India</b>				
	i	Reserve Bank of India	-	-	
	ii	Other Banks			
		a	State Bank of India	22250	25705
		b	Others	76	76
	<b>Total</b>			<b>22326</b>	<b>25781</b>
	iii	Other Institutions and Agencies :			
		a	NABARD	217214	184094
		b	NSTFDC	19830	24281
	<b>Total</b>			<b>237044</b>	<b>208375</b>
II	<b>Borrowings outside India</b>		-	-	
<b>Grand Total (I+II)</b>			<b>259370</b>	<b>234156</b>	

**SCHEDULE - 5 : OTHER LIABILITIES AND PROVISIONS**

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
I	Bills Payable	--	--
II	Inter Office Adjustments (Net)	914	--
III	Interest Accrued on :		
	a] Deposits	359612	357906
	b] Borrowings	549	2577
	<b>Total Interest Accrued</b>	<b>361075</b>	<b>360483</b>
IV	Others provisions		
	a] Audit Fees	705	590
	b] Gratuity	4746	2396
	c] Leave Encashment	3897	6067
	d] Standard Assets	18686	19194
	e] IBIT	1034	1034
	f] TDS	3173	3730
	g] Income Tax	347812	449666
	h] EDLI	112	77
	i] Migration Suspense Account	246	246
	j] Staff Arrear Salary	13362	--
	k] Investment Flactuation Reserve	1150	--
	<b>Total Other Provisions</b>	<b>394923</b>	<b>483000</b>
V	Other Liabilities		
	i] Subsidy Reserve Fund	28132	41425
	ii] Deposits received on account of SBI		
	Cheques Issued	3494	1545
	iii] ATM Settlement	0	1297
	iv] NEFT/RTGS/UIPI/IMPS Settlement Account	12365	0
	v] Credit Balance in Advances Accounts	3529	5699
	vi] Subsidy received for RSETI	625	625
	vii] RSETI Construction Fund	3900	4900
	viii] NABARD FLC Fund	65	108
	ix] Pradhan Mantri Social Security Scheme	12	15
	x] Goods & Service Tax	7267	--
	xi] System Suspense (Net)	67350	5493
	<b>Total Other Liabilities</b>	<b>126739</b>	<b>61107</b>
<b>GRABD TOTAL (I+II+III+IV+V)</b>		<b>882737</b>	<b>904590</b>

**SCHEDULE - 6 : CASH AND BALANCE WITH RESERVE BANK OF INDIA**

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
I	Cash in hand (including Foreign Currency Notes)	105146	108961
II	Balance with Reserve Bank of India		
	i. In Current Account	805460	811522
	ii. In Other Accounts	--	--
<b>Total</b>		<b>805460</b>	<b>811522</b>
<b>GRAND TOTAL (I+II)</b>		<b>910606</b>	<b>920483</b>

**SCHEDULE - 7 : BALANCES WITH BANKS AND MONEY AT CALL AND SHORT NOTICE**

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
A	<b>In India</b>		
	I Balances with Banks		
	a In Current Account	500177	635009
	b In Other Deposits Accounts	6464701	5785501
	<b>Total</b>	<b>6961878</b>	<b>6420510</b>
II	Money at call and short notice:		
	a With Banks	--	--
	b With other Institutions	--	--
<b>Total (I+II)</b>		<b>6961878</b>	<b>6420510</b>
B	<b>Outside India</b>		
	i In Current Account	--	--
	ii In Other Deposit Accounts	--	--
	iii Money at call and short notice	--	--
<b>Total</b>		<b>--</b>	<b>--</b>
<b>GRAND TOTAL (A + B)</b>		<b>6961878</b>	<b>6420510</b>

## SCHEDULE - 8 : INVESTMENTS

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2018)
I	Investment in India		
	i Government Securities	4886100	3685020
	ii Other Approved Securities	--	--
	iii Shares	--	--
	iv Debentures and Bonds	--	--
	v Subsidiaries and/or Joint Ventures	--	--
	vi Others - Mutual Fund	1399800	2429800
	<b>Total</b>	<b>6285900</b>	<b>6114820</b>
II	<b>Investment outside of India</b>		
	a Government Securities (Including Local Authorities)	--	--
	b Subsidiaries and /or Joint Ventures	--	--
	c Other Investments	--	--
	<b>Total</b>	<b>--</b>	<b>--</b>
<b>GRAND TOTAL (I + II)</b>		<b>6285900</b>	<b>6114820</b>



## SCHEDULE - 9 : ADVANCES

(Rs. in 000)

Particulars			Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)	
A	i	Bills purchased and discounted	--	--	
	ii	Cash Credit, Overdraft, and Loans Repayable on Demand	2990878	2887247	
	iii	Term Loans	3419943	3421952	
<b>Total</b>			<b>6410821</b>	<b>6309199</b>	
B	a	Secured by Tangible Assets	4925112	5060236	
	b	Covered by Bank/Govt. Guarantee	--	--	
	c	Unsecured	1485709	1248963	
<b>Total</b>			<b>6410821</b>	<b>6309199</b>	
C	I	<b>Advances in India</b>			
		i	Priority Sector	3966744	4602645
		ii	Public Sector	--	--
		iii	Banks	--	--
	iv	Others	2444077	1706554	
<b>Total</b>			<b>6410821</b>	<b>6309199</b>	
	II	<b>Advance outside India</b>			
		a	Due from Banks	--	--
		b	Due from others	--	--
		c	Bills purchased and discounted	--	--
		d	Syndicated loan	--	--
	e	Others	--	--	
<b>Total</b>			<b>--</b>	<b>--</b>	
<b>Grand Total</b>			<b>6410821</b>	<b>6309199</b>	



## SCHEDULE - 10 : FIXED ASSETS

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
<b>I</b>	<b>Land</b>		
	i At cost as on 31st March of preceding year	15840	7000
	ii During during the year	--	8840
	iii Deductions during the year	--	--
	<b>Total</b>	<b>15840</b>	<b>15840</b>
<b>II</b>	<b>Building</b>		
	a At cost as on 31st March of preceding year	--	--
	b During during the year	--	--
	c Deduction during the year	--	--
	<b>Total</b>	<b>--</b>	<b>--</b>
<b>III</b>	<b>Other Fixed Assets</b>		
	i At cost as on 31st March of the preceding year	145656	142380
	ii During during the year 5669	3276	
	iii Deductions during the year	--	--
	iv Depreciation to date	108688	98423
	<b>Total</b>	<b>42637</b>	<b>47233</b>
<b>Grand Total (I+II+III)</b>		<b>58477</b>	<b>63073</b>



## SCHEDULE - 11 : OTHER ASSETS

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
i	Inter Office Adjustment (Net	0	1239
ii	Interest Accrue on		
	i Investments	246071	243718
	ii Loans & Advances	0	28
	<b>Total</b>	<b>246071</b>	<b>244985</b>
iii	TDS Receivable	3212	3730
iv	Receivable from Income Tax	1098	1098
v	Advance Income Tax	354516	477904
vi	Stationery	5051	2535
vii	Stamps	110	60
viii	Branch Clearing Account	17657	5376
x	Suspense Account	554	196
xi	Unamortised Premium on Investment	24650	24400
xii	Agl. Interest Subvention Account	435	433
	Others		
	a NEFT/RTGS/UIPI/IMPS Settlement Account	0	2839
	b ATM Settlement	62494	--
	c NACH Settlement	17	19
	d RBI DEAF Notional Interest	37	37
	e RBI DEAF Claim Receivable	20	19
	f Advance to C-Edge for FI Cards	--	0
	g DD Received Realisation	5083	385
	h System Suspense (Net)	0	0
	<b>Total</b>	<b>67651</b>	<b>3299</b>
	<b>Grand Total</b>	<b>721005</b>	<b>764016</b>



## SCHEDULE - 12 : CONTINGENT LIABILITIES

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
i	Claims against the Bank not acknowledged as debt	--	--
ii	Liability for partly paid investments	--	--
iii	Liability on account of outstanding forward exchange contracts	--	--
iv	Guarantees given on behalf of Constituents - In India	45104	36661
v	Acceptance, Endorsements and Other Obligations	--	--
vi	Other items for which the Bank is contingently liable (DEAF)	2504	2493
vii	Other items for which Bank is contingently liable	--	--
<b>Total</b>		<b>47608</b>	<b>39154</b>

## SCHEDULE - 13 : INTEREST EARNED

(Rs. in 000)

Particulars	Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
Interest / Discount on Advances / Bills	620524	649463
Interest on Investments	470532	389908
Interest on Balance with RBI and other Bank Funds	--	--
Others - Interest on TDR/STDR with Banks	393499	340689
<b>Total</b>	<b>1484555</b>	<b>1380060</b>



**SCHEDULE - 14 : OTHER INCOME**

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
i	Commission, Exchange and Brokerage and Others	26634	17206
ii	Recovery in written-off loan accounts	7419	2374
iii	Profit on Sale of Investments	--	--
iv	Profit on Revaluation of Investments	--	--
v	Profit on Sale of Other Assets	--	--
vi	SBI Life & General Commission	839	438
vii	Miscellaneous		
a	Inspection Charge on Loans and Advances	30086	22631
b	Leave Encashment Reimbursement from SBI Life	2820	6110
c	FIT Fund Grant received from NABARD	--	--
d	SMA Alert Charge	1810	882
e	ATM Charge	7920	5284
f	Subsidy received for RBI on NCM	280	--
g	Previous years excess provision	--	--
h	Financial Incentive for Setellite Connectivity received from Reserve Bank of India	--	2244
	<b>Total</b>	<b>42916</b>	<b>37151</b>
	<b>Grand Total</b>	<b>77808</b>	<b>57169</b>

**SCHEDULE - 15 : INTEREST EXPENDED**

(Rs. in 000)

Particulars	Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
Interest on deposits	857158	773200
Interest on RBI/Inter Bank Borrowings	11312	15803
Others	--	--
<b>Total</b>	<b>868470</b>	<b>789003</b>



## SCHEDULE - 16 : OPERATING EXPENSES

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
a	Salary Payments and Provisions to Employees	267671	270074
b	Rent, Taxes and Lighting	16950	16092
c	Printing and Stationery	3313	3077
d	Advertisement and Publicity	135	--
e	Directors' Fee, Allowances and Expenses	70	81
f	Depreciation on Bank's Property	10265	11926
g	Auditor's Fee and Expenses	666	614
h	Legal Charges	47	27
i	Postage & Telephone Charges	793	674
j	Repairs and Maintenance	349	164
k	Insurance	20781	14433
l	TA, HA, LTC and Conveyance Expenses	6567	4974
m	Medical Expenses	3342	6192
n	CBS Expenses	23358	19149
o	AMC for Hardware	1405	1476
p	Newspaper, Books and Periodicals	818	834
q	Computer Expenses	969	474
r	Fuels & Lubricants for Vehicle	108	124
s	Business Development	354	316
t	Hiring Charge of Generator	4866	4695
u	Hiring Charge of Vehicles	813	744
v	Trainings, Seminars and Recruitment	442	181
w	Administrative Charge on EPF Account	458	728
x	ATM Charges	3044	4145
y	SMS Alert Charge	482	408
z	Tax Consultancy Service	236	230
aa	Board Meetings	57	46
ab	Wages to temporary messenger/sweeper	--	--
ac	Exchange/Clearing Charges/Bank Charges	468	253
ad	Remittance and Security Services	819	586
ae	EDLI Premia	122	765
af	Miscellaneous Expenses	12919	5513
<b>Total</b>		<b>382677</b>	<b>368995</b>

## DETAILS OF ITEM No. (af) OF SCHEDULE - 16

(Rs. in 000)

Particulars		Current Year (As on 31.03.2018)	Previous Year (As on 31.03.2017)
a	Financial Literacy Campaign	89	42
b	Water Supply and Washing Expenses	89	96
e	Performance Linked Incentive of Chairman	--	--
f	Carriage / Frieght Charge	310	77
g	Payment of Business Correspondents	775	432
h	Payment of Recovery Agent	3046	433
i	Consultancy Fee for Bank's Doctor	120	--
j	Staff Welfare	20	30
k	Payment to Contractual Retire Staff	147	--
l	Petty Expenses	8323	4403
<b>Total</b>		<b>12919</b>	<b>5513</b>



## DETAILS OF FIXED ASSETS : SCHEDULE - 10

(Rs. in 000)

Category	Useful Life (Yr.)	Rate of Depre.	Original Cost				Depreciation				WDA as on 31.03.2018
			01.04.2017		31.03.2018		01.04.2017		31.03.2018		
			Addition	Deduction	Addition	Deduction	Addition	Deduction	Addition	Deduction	
I LAND	-		15840	-	15840	-	-	-	-	-	15840
II BUILDING	-		-	-	-	-	-	-	-	-	-
III OTHER FIXED ASSETS											
i. Furniture & fittings	10	10%	54139	3666	57805	27574	4944	-	32518	25287	
ii. Electrical fittings & fixture	5	20%	4619	-	4619	3925	174	-	4099	520	
iii. Safe, Strong Room etc.	20	5%	6598	1033	7631	1441	343	-	1784	5847	
iv. Vehicle	5	20%	672	-	672	446	118	-	564	108	
v. Computer	3	33.33%	40366	80	40446	38023	1090	-	39113	1333	
vi. Server	4	25%	9921	-	9921	9255	392	-	9647	274	
vii. Operating Software	3	33.33%	2447	-	2447	2447	-	-	2447	0	
viii. Other Software	3	33.33%	14460	-	14460	11167	1744	-	12911	1549	
ix. Air-Conditioning System	8	12.5%	58	-	58	25	7	-	32	26	
x. Automatic Volage Stibliser	5	20%	2269	-	2269	1075	451	-	1526	743	
xi. CCTV	8	12.5%	800	453	1253	453	45	-	498	755	
xii. VC Equipment	10	10.0%	-	362	362	-	7	-	7	355	
xi. Plant & Machinery	10	10%	9307	75	9382	2592	950	-	3542	5840	
<b>Total other Assests</b>			<b>145656</b>	<b>5669</b>	<b>151325</b>	<b>98423</b>	<b>10265</b>	<b>-</b>	<b>108688</b>	<b>42637</b>	
<b>TOTAL FIXED ASSETS</b>			<b>161496</b>	<b>5669</b>	<b>167165</b>	<b>98423</b>	<b>10265</b>	<b>-</b>	<b>108688</b>	<b>58477</b>	



**SCHEDULE 17****Note forming part of the Balance Sheet and Profit & Loss Account****SIGNIFICANT ACCOUNTING POLICIES****1. GENERAL**

The Balance Sheet & Statement of Profit & Loss Account have been drawn up in accordance with the provisions made in the Banking Regulation Act, 1949 and Regional Rural Banks Act, 1976. The accompanying financial statements have been prepared on historical cost basis and conform to the statutory provisions and prevailing practices except as otherwise stated. The Accounting Standards prescribed by the Institute of Chartered Accountants of India have been adhered to.

**2. REVENUE RECOGNITION**

2.1 Income and expenditure are accounted for an accrued basis other than those stated below.

2.2. Interest on advances is recognised on a time proportion basis taking into account the amount outstanding and the rate of interest applicable except in the case of non-performing advances where interest has been recognised to the extent realised in accordance with the guidelines issued by the Reserve Bank of India. In respect of advances classified as non-performing assets for the first time during the year, the income accounted for during the year and remaining unrealised at the year-end is either reversed or fully provided for.

2.3 Interest /Dividend on Mutual Fund Investment is recognized on realization basis

2.4 All commission and fee incomes are recognised on their realisation.

**3. INVESTMENTS**

3.1 Investments have been made as per the guidelines of the Reserve of India, NABARD and Sponsor Bank keeping in view the statutory obligations of the Bank.

3.2 Income on investments have been provided for based on actual interest earned. Accrued interest has been accounted for at the applicable rate of interest.

3.3 The entire investments of the Bank are classified into two categories, viz. Held to Maturity (HTM) and Available for Sale (AFS) as per RBI Guidelines.

**4. ADVANCES**

4.1 Loans and Advances are classified as performing and non-performing, based on the guidelines/directives issued by the RBI. Loan Assets become Non-Performing Assets (NPAs) where :

- i. In respect of term loans, interest and/or instalment of principal remains overdue for a period of more than 90 days;
- ii. In respect of Overdraft Cash Credit Advances, the account remains "out of order", i.e. if the outstanding balance exceeds the sanctioned limit/drawing power continuously for a period of 90 days, or if there are no credits continuously for 90 days as on the date of balance-sheet, or if the credits are not adequate to cover the interest due during the same period.
- iii. In respect of agricultural advances : (a) for short duration crops, where the instalment of principal or interest remains overdue for two crop seasons; and (b) for long duration crops, where the principal or interest remains overdue for one crop season.

4.2 NPAs are classified into Sub-standard, Doubtful and Loss Assets, based on the following criteria stipulated by NABARD/RBI :

- i. Sub-standard : A loan asset that has remained non-performing for a period less than or equal to 12 months.
- ii. Doubtful : A loan asset that has remained in the sub-standard category for a period of 12 months.
- iii. Loss : A loan asset where loss has been identified but the amount has not been fully written off.

4.3 Provisions are made on all outstanding net of interest not realised on non-performing assets as per prudential norms prescribed by RBI as under :

Classification of Assets		Secured	Unsecured
1	Standard Assets		
	i GeneralAccounts	0.40%	0.40%
	ii Direct Agri & SME	0.25%	0.25%
	iii Commercial Estate	1.00%	1.00%

2.	Sub-Standard	15.00% of gross	10.00% of gross
		outstanding Sub Standard	unsecured Sub Standard
3.	Doubtful -I	25.00%	100.00%
4.	Doubtful - II	40.00%	100.00%
5.	Doubtful - III	100.00%	100.00%
6.	Loss	-	100.00%

4.3 In addition to the specific provision on NPAs, general provisions are also made for standard assets as per extant RBI Guidelines. These provision are reflected in Schedule 5 of the Balance Sheet under the head "Other Liabilities & Provisions" and are not considered for arriving at the Net NPAs.

4.4 Unrealized interest on advances which have become non-performing during the year has been provided for.

## 5. FIXED ASSETS

5.1 Fixed assets have been accounted for at their historical cost.

5.2 Under new changes made by the Sponsor Bank in the rates and method for charging depreciation on Fixed Assets from F.Y. - 2014-15 to have uniformity in the Accounting Policy

The new rates of depreciation under SLM are as under :

Nature of assets	Rate of depreciation on SLM basis	
	Useful life	Rate
Vehicles (Motor Cars)	5 years	20.00%
Safe, Safe Deposit Lockers, Strong Room Doors Strong Room	20 years	5.00%
Furniture and fixtures	10 years	10.00%
Electrical fittings and fixtures	5 years	20.00%
Computer	3 years	33.33%
Server	4 years	25.00%
Computer software forming an integral part of hardware	3 years	33.33%
Computer software which does not form on integral part of hardware	3 years	33.33%

5.3 Depreciation on assets acquired during the year is provided on the basis of number of days put to use on a proportionate basis. In the final year of depreciation a book value of ` 1 shall be left in the books.

## **6. INTER BRANCH ADJUSTMENT ACCOUNT**

As per norms laid down by the Reserve Bank of India, 100 per cent provision is made on those net debit entries lying outstanding for more than six months.

## **7. STAFF BENEFITS**

7.1 The Bank is having a 'Group Gratuity Master Policy' with the Life Insurance Corporation of India and premium for the year as calculated by them is charged to revenue account.

7.2 During the year the Bank subscribed to the 'Group Leave Encashment Master Policy' of SBI Life Insurance and initial premium of ` 189.82 lacs for the year as calculated by them is paid and charged to revenue account under head of "Salary Payment and Provisions to Employees".

7.3 Provisions for contribution to the provident fund have been made on accrual basis.

## **8. NET PROFIT**

Net profit is arrived at after making provision for advance Income Tax and other necessary provisions.

## SCHEDULE 18

## NOTES ON ACCOUNTS

1. Schedules 1 to 16 form an integral part of the Balance Sheet and Profit and Loss Account.
2. In view of RRB (Amendment) Act, 2015 and as per NABARD's instruction vide letter No. NB.IDD.RRCBD/1637/316 (Gen) / 2016-16 dated 30.03.2016, Share Capital Deposit of Rs. 1,59,76,000/- converted to Share Capital in the ration of 50% (Government of India), 15% (Government of Meghalaya) and 35% (State Bank of India) during the financial year 2015-16
3. Sub-section (1) of section 17 of the Banking Regulation Act, 1949 requires creation of a reserve fund equivalent to not less than 20% of the balance of profit of each year. This requirement is complied with 25% of this year's profit being set aside for the purpose.
4. The Bank invested in Central and State Government securities amounting to Rs. 48861.00 lakh through the Securities Services Branch, State Bank of India. The premium amount paid at the time of acquisition has been amortised equally over the remaining life of the securities. For the year ended 31-03-2018, an amount of Rs. 60.58 lakh is amortised by netting from interest received on investments.
5. During the year a total provision of Rs. 1193.84 lakh has been made for :

Standard Asset	₹ -5.07 lakh
Bad & Doubtful Asset	₹ 713.86 lakh
Staff Arrear Salary	₹ 133.62 lakh
Leave Encashment	₹ 38.97 lakh
Gratuity	₹ 47.46 lakh
EDLI	₹ 1.12 lakh
Investment Fluctuation Reserve	₹ 11.50 lakh
Total Provisions	₹ 941.46 lakh

6. During the year ended 31-03-2018, in terms of RBI's directives, an amount of ₹ 820.40 lakh relating to unrecovered interest of previous year (UIPY) of NPA accounts has been reversed back to interest received on loans and advances.
7. During the year provision of ₹ 1024.27 lakh has been made for income tax liability. Advance tax amounting to ₹ 940.68 lakh was paid during the year.
8. Income has been recognized in terms of RBI guidelines vide paragraph 2.2 of the significant accounting policies.

9. Provision has been made for advances in terms of RBI guidelines vide paragraphs 4.1 , 4.2 and 4.3 of the significant accounting policies.
10. Contingent liabilities include and amount of ` 451.04 lakh are for financial bank guarantee given to constituents and ` 25.04 lakh for Depositors' Education Awareness Funds (DEAF) with RBI.
11. Credit Balance in Advance Accounts as appearing in Detail of item No. V(v) of Schedule -5 (Other Liability and Provisions), is comprised of (i) Small Business Finance Cash Credit Account - ` 26.82 lakh and (ii) Overdraft - ` 8.47 lakh
12. In terms of RBI guidelines vide letter No. RBI/2013-14-DBOD. No. DEAF. Cell BC. 114/30.01.002/2013-14 dated 27th May 2014, the Bank are liable to remit amount lying in inoperative accounts of more than 10 years old w.e.f. 23rd May 2014. Therefore, the Bank has remitted an amount of Rs. 24.93 lakh (exclusive of notional interest) till 31st March 2018. Details as under :

Rupees in lakh

Particulars	Current Year	Previous Year
Opening Balance of amount transfer to DEAF Accoun	24.93	24.69
Add: Amount transferred to DEAF Account during the Year	0.11	0.24
Less : Amount reimburses by DEAF towards claim	--	--
Closing Balance transferred to DEAF Account	25.04	24.93

## 13. Disclosures :

**I. Concentration of Deposits, Advances, Exposures and NPAs**

<b>Concentration of Deposits</b>	
(Amount in Rupees Crores)	
Total Deposits of twenty largest depositors	297.74
Percentage of Deposits of twenty largest depositors to Total Deposits of the Bank	16%

<b>Concentration of Advances</b>	
(Amount in Rupees Crores)	
Total Advances of twenty largest borrowers	53.48
Percentage of Advances of twenty largest borrowers to Total Advances of the Bank.	8.05%

<b>Concentration of Exposures</b>	
(Amount in Rupees Crores)	
Total Exposures of twenty largest borrowers/customers	315.23
Percentage of Exposures to twenty largest borrowers/customers to Total Exposures of the Bank on borrowers/customers.	13.92%

<b>Concentration of NPA</b>	
(Amount in Rupees Crores)	
Total Exposures of top four NPA accounts	7.23

## II. Sector-wise NPSa

Sl. No.	Sector	Current Year			Previous Year		
		Outstanding Total Advance	Gross NPAs	Percentage of Grodd NPAs to Total Advances in that sector	Outstanding Total Advance	Gross NPAs	Percentage of Grodd NPAs to Total Advances in that sector
<b>A</b>	<b>Priority Sector</b>						
1	Agriculture and allied activities	120.26	9.24	12.73	121.83	13.05	10.71
2	Advances to industries sector eligible as priority sector lending	28.36	6.50	7.68	35.38	8.98	35.38
3	Services	248.06	34.74	22.94	326.83	39.39	12.00
	<b>Sub-total</b>	<b>396.67</b>	<b>50.48</b>	<b>12.73</b>	<b>484.04</b>	<b>61.42</b>	<b>12.69</b>
<b>B</b>	<b>Non-Priority Sector</b>						
1	Agriculture and allied activities	--	--	--	--	--	--
2	Industry	--	--	--	--	--	--
3	Services	43.29	8.27	19.10	28.18	2.77	4.76
4	Personal loans	224.52	8.75	3.90	146.50	2.33	2.00
	<b>Sub-total (B)</b>	<b>267.81</b>	<b>17.02</b>	<b>6.35</b>	<b>174.68</b>	<b>5.10</b>	<b>2.92</b>
	<b>Total (A+B)</b>	<b>664.48</b>	<b>67.50</b>	<b>10.16</b>	<b>658.72</b>	<b>66.52</b>	<b>10.10</b>

## III. Movement of NPAs

Particulars		Amount in Rupees Crores
Gross NPA as on 1st April 2017 (Opening Balance)		66.52
Additions (Fresh NPAs) during the year		27.43
<b>Sub-Total (A)</b>		<b>93.95</b>
Less		
i	Upgradations	2.67
ii	Recovery (excluding recoveries made from upgraded accounts)	15.16
iii	Write-off	8.62
<b>Sub-Total (B)</b>		<b>26.45</b>
<b>Gross NPAs as on 31st March 2016 (A-B)</b>		<b>67.50</b>
Gross NPS as percentage of total loans and advances		10.16
Net NPA		44.10
Net NPA as percentage of total loans and advances		6.64

Additional Disclosures in terms NABARD guidelines vide NABARD Circular No. 8 DOS-19/2009 dated 16th June 2009

### 1. Capital

Rs. in lakh

Particulars	Current Year	Previous Year
i CRAR (%)	16.11	13.91
ii CRAR - Tier I Capital (%)	15.71	13.54
iii CRAR - Tier II Capital (%)	0.40	0.37
iv Percentage of sharehold of the		
a Government of India	50	50
b State Government	15	15
c Sponsored Bank	35	35

### 2. Investments

Rs. in lakh

Particulars	Current Year	Previous Year
1 Value of Investments		
i Gross value of Investments	62859.00	61148.20
ii Provision of Depreciation	11.50	0.00
iii Net value of Investments	62847.50	61148.20
2. Movement of provisions held towards depreciation on investments		
i Opening Balance	0.00	0.00
ii Add : Provisionss made during the year	11.50	0.00
iii Less : Write off / write back of excess provisions during the year	0.00	0.00
iv Closing Balance	11.50	0.00

### 3. Repo Transaction

Rs. in lakh

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	As on 31st March 2018
Securities sold under Repos	--	--	--	--
Securities purchased under Repos	--	--	--	--

## 4. Non-SLR Investments

## i. Non-performing Non-SLR Investments

	Particulars	Amount	Extent of Private placement	Extent of below Investment	Extent of unrated Securities	Extent of unlisted Securities
a	PSUs	--	--	--	--	--
b	Fis	--	--	--	--	--
c	Banks	--	--	--	--	--
d	Private Corporates	--	--	--	--	--
e	Others	--	--	--	--	--
f	Provisions held towards depreciation	--	--	--	--	--
	<b>Total</b>	--	--	--	--	--

## ii. Issuance composition of Non SLR Investments

Particulars	Amount (Rs. in lakh)
Opening Balance	--
Additions during the year since 1st April 2017	--
Reductions during the above period	--
Closing Balance	--
Total Provisions held	--

## 5. Asset Quality

## 5.1 Non-Performing Assets

Rs. in lakh

Particulars		Current Year	Previous Year
i	Net NPAs to Net Advances (%)	3.88	6.50
ii	Movement of NPAs (Gross)		
	a Opening Balance	6652	4504
	b Additions during the year	2743	3162
	c Reductions during the year	2645	1014
	d Closing Balance	6750	6652
iii	Movement of Net NPAs		
	a Opening Balance	4102	3788
	b Additions during the year	308	314
	c Reductions during the year		
	d Closing Balance	4410	4102
iv	Movement of provisions for NPAs (excluding provisions) on standard assets		
	a Opening Balance	2250	1961
	b Additions during the year	714	734
	c Reductions during the year	624	145
	d Closing Balance	2340	2550

## 5.2 Details of Loan Assets subject to Restructuring

Rs. in lakh

Particulars		Current Year	Previous Year
i	Total amount of loan assets subject restructuring, rescheduling, renegotiation	--	--
ii	The amount of standard assets subject to restructuring, rescheduling, renegotiation	--	--
iii	The amount of sub-standard assets subject to restructuring, rescheduling, renegotiation	--	--
iv	The amount of doubtful assets subject to restructuring, rescheduling, renegotiation	--	--

### 5.3 Details of Financial Assets sold to Securitisation (Sc/

#### Reconstruction Company (RC) for Assets Reconstruction

Particulars	Rs. in lakh	
	Current Year	Previous Year
i No. of accounts	--	--
ii Aggregate value (net of provisions of accounts sold to Sc/Rc	--	--
iii Aggregate consideration	--	--
iv Additional consideration realised in respect of accounts transferred in earlier years	--	--
v Aggregate gain / loss over net book value	--	--

### 5.4 Details of Non-performing Financial Assets purchased / sold

Bank has not so far purchased / sold non-performing financial assets from other Banks

(6)

### 5.5 Provision of Standard Assets

Particulars	Rs. in lakh	
	Current Year	Previous Year
Provisions towards Standard Assets	186.86	191.94

### 6. Business Ratios

Particulars	Rs. in lakh	
	Current Year	Previous Year
i Interest income as a percentage to Working Fnds	7.28	7.83
ii Non-Interest income as a percentage to Working Funds	0.38	3.20
iii Operating profit as a percentage to Working Funds	1.53	4.46
iv Returns on Assets	0.64	0.58
v Business (Deposits plus advances) per employee	6.18	6.5
vi Profit per employee	2.93	3.17

Rs. in lakh

## 7. Asset Liability Management-Maturity Pattern of certain items of assets and liabilities

Particulars	1 to 14 days	15 to 28 days	29 days to 3 months	Over 3 months and upto 6 months	Over 6 months upto 1 year	Over 1 year and upto 3 years	Over 3 year and upto 5 years	Over 5 year	Total
Deposits	15758.44	3831.92	13378.96	18034.47	21536.27	111690.47	1185.03	449.30	185864.86
Advances	2747.74	1590.66	1717.43	1825.69	2659.21	25120.36	14398.66	14048.46	64108.21
Investments	0.00	0.00	3877.00	3500.00	5956.00	13603.00	1908.00	34015.00	62859.00
Borrowings	0.76	0.00	22.86	85.13	611.23	1151.06	126.49	596.17	2593.70
Foreign currency assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Foreign currency Liabilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

## 8. Exposures - Exposures to Real Estate Sector

Rs. in lakh

Particulars		Current Year	Previous Year
a	<b>Director Exposure</b>		
i	Residential Mortgages Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented / Commercial Real Estate	9300	9389
ii	Lending secured by mortgage on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multifamily residential building, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction etc. Exposure would also include non-fund based (NFB) limit	--	--
iii	Investments in mortgage backed securities (MBS) and other securitised exposures	--	--
	(a) Residential	--	--
	(b) Commercial Real Estate	--	--
b	Indirect Exposure Fund-based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	--	--

**9. Miscellaneous - Amount of provision made for Income Tax during the year**

Particulars	Current Year	Previous Year
Provision for Income Tax	1024.27	893.85

Rs. in lakh

**10. Provisions and Contingencies**

Particulars	Current Year	Previous Year
a Opening balance in the floating provisions account	--	--
b The quantum of floating provisions made in the accounting year	--	--
c Amount of draw down made during the accounting year	--	--
d Closing balance in the provision account	--	--

Rs. in lakh

**11. Disclosure of complaints****A Customer Complaints**

a No. of complaints pending at the beginning of the year	--
b No. of complaints received during the year	6
c No. of complaints redereesed during the year	6
d No. of complaints pending at the end of the year	--

**B Awards passed by the Banking Ombudsman**

a No. of unimplemented Awards at the beginning of the year	--
b No. of Awards passed by the Banking Ombudsmen during the year	--
c No. of Awards implemented during the year	--
d No. of unimplemented Awards at the end of the year	--

**13. Disclosure as per Accounting Standards (AS)**

- 13.1 Accounting Standard - 5 : There is no changes in accounting policies during the year and as such no impact on the current year profit.
- 13.2 Accounting Standard 9 - Revenue Recognition : During the year no revenue recognition has been postponed.
- 13.3 Accounting Standard 15 - Employees Benefits : As of now Bank is not having any VRS Scheme to staff members.
- 13.4 Accounting Standard 17 - Segment Reporting : Bank is not required to adopt own business segment and also allocation of expenditure among the various segments.
- 13.5 Accounting Standard 18 - Related Party Disclosure : Not applicable
- 13.6 Accounting Standard 22 - Accounting for Taxes on Income : Not applicable, since bank is not required to create either a Deferred Tax Asset (DTA) or Deferred Tax Liability (DTL) in the books of accounts of Bank
- 13.7 Accounting Standard 25 - Interim Financial Reporting : Bank has not yet introduced the system of half yearly review by engaging team SCAs.

**14. Details of Single Borrower (SLG), Group Borrower Limit (GBL)**

During the year, the Bank had not exceeded the prudential exposure limit.

**15. Disclosure of penalties imposed by RBI**

During the year 2016-17, the Bank had defaulted to maintain SLR from 4th to 17th February, 2017 and CRR from 26th November to 09th December 2016. Consequently, the Bank had paid an aggregate penalty amount of Rs. 8437365/- on 29th August 2018.