

**ARUNACHAL PRADESH RURAL BANK
NAHARLAGUN ARUNACHAL PRADESH
BALANCE SHEET AS ON 31st MARCH 2023**

CAPITAL AND LIABILITIES	Schedule	Current year 31-03-2023	Previous year 31-03-2022
Capital	1	60,09,81,940.00	60,09,81,940.00
Reserve and Surplus	2	4,37,18,294.16	-16,18,24,020.98
Deposits	3	12,55,29,50,014.98	10,93,62,04,113.40
Borrowings	4	76,82,63,461.47	36,43,46,425.85
Other Liabilities & Provisions	5	35,83,06,722.89	26,06,27,586.10
TOTAL		14,32,42,20,433.50	12,00,03,36,044.37
ASSETS	Schedule	Current year 31-03-2023	Previous year 31-03-2022
Cash & Balance with RBI	6	68,03,75,554.14	46,44,73,886.11
Balance with Bank, Money at Call and short notice	7	32,73,09,838.95	1,23,94,65,466.56
Investment	8	9,31,56,45,721.66	7,53,19,07,196.61
Advances	9	3,56,32,99,015.52	2,47,17,93,021.43
Fixed Asset	10	7,28,55,947.66	3,75,15,643.99
Other Asset	11	36,47,34,355.57	25,51,80,829.67
TOTAL		14,32,42,20,433.50	12,00,03,36,044.37
Contingent liabilities	12	16,63,11,795.78	7,08,76,188.78
Bills for collection			
Significant Accounting Policies and Notes to Accounts	17 & 18		

As per our report of even date attached.
H.K.AGRAWALA & ASSOCIATES
Chartered Accountants
FRN- 319293E

CA. Himanshu Chowkhani
Partner
M. NO.- 301901
Date : 20.04.2023
UDIN-23301901BGVJXX9418



For Arunachal Pradesh Rural Bank

Dr. Deepak kr. Gupta
Chairman



Director

Director

Director

Director

FORM-'B'
ARUNACHAL PRADESH RURAL BANK
PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED MARCH 2023

PARTICULARS	Schedule	Current year	Previous year
		31-03-2023	31-03-2022
I. INCOME:			
Interest earned	13	92,97,74,050.16	71,74,27,573.43
Other income	14	5,74,07,871.37	4,75,81,307.52
TOTAL INCOME		98,71,81,921.53	76,50,08,880.95
II. EXPENDITURE:			
Interest expenses	15	39,80,34,905.70	32,75,49,343.75
Operating expenses	16	28,28,64,413.53	25,37,23,363.78
TOTAL EXPENDITURE		68,08,99,319.23	58,12,72,707.53
Operating Profit before provisions and		30,62,82,602.30	18,37,36,173.42
Provisions & contingencies (other than tax)		3,42,40,287.16	2,63,95,031.87
Provision for NPA		1,31,25,406.64	1,04,81,736.95
Provision for Arrear		1,67,69,880.52	75,00,000.00
Provision for Standard Assets		40,45,000.00	14,13,294.92
Provision for leave Liability		0.00	15,00,000.00
Provisions for Audit Fee		3,00,000.00	5,00,000.00
Provisions for Gratuity Fee		0.00	50,00,000.00
Profit from Ordinary Activities before		27,20,42,315.14	15,73,41,141.55
Tax Expense			
a. Provision for Taxation-Current Year		6,80,10,579.00	3,72,79,480.00
b. Deferred Tax Asset			
c. Earlier Years Adjustments (Excess)		15,10,579.00	32,79,480.00
III. PROFIT/LOSS			
Net profit/loss(-) for the year		20,55,42,315.14	12,33,41,141.55
Profit/loss(-) brought forward		-17,73,24,020.98	-30,06,65,162.53
Total		2,82,18,294.16	-17,73,24,020.98
IV. APPROPRIATIONS:			
Transfer to statutory reserve		0.00	0.00
Transfer to other reserve IFR		80,00,000.00	0.00
Transfer to Govt. Proposed dividend		0.00	0.00
Balance carried over to balance sheet		2,02,18,294.16	-17,73,24,020.98
Significant Accounting Policies and Notes to	17 & 18		

As per our report of even date attached.
H.K.AGRAWALA & ASSOCIATES
Chartered Accountants
FRN- 319293E

Himanshu

CA. Himanshu Chowkhani
Partner
M. NO.- 301901
Date : 20.04.2023
UDIN-23301901BGVJXX9418



For Arunachal Pradesh Rural Bank

Dr. Deepak kr. Gupta

Dr. Deepak kr. Gupta
Chairman

Director

Director

Director

Director

ARUNACHAL PRADESH RURAL BANK

HEAD OFFICE NAHARLAGUN

Schedules forming Part of Balance Sheet as on 31st MARCH 2023

SCHEDULE-1	Current year	Previous year
CAPITAL	31-03-2023	31-03-2022
A. Authorized capital (200,00,00,000 shares of Rs 10/- each)	20,00,00,00,000.00	20,00,00,00,000.00
Issued, subscribed and paid up capital (P.Y- 6,00,98,194 shares of Rs. 10 each) (6,00,98,194 shares of Rs.10 each)	60,09,81,940.00	60,09,81,940.00
I. From Govt. of India	30,04,79,940.00	30,04,79,940.00
II. From Govt. of A.P.	9,01,75,000.00	9,01,75,000.00
III. From sponsor bank (SBI)	21,03,27,000.00	21,03,27,000.00
TOTAL OF A	60,09,81,940.00	60,09,81,940.00
B. SHARE CAPITAL DEPOSIT ACCOUNT:		
I. From Govt. of India		
II. From Govt. of A.P.		
III. From sponsor bank (SBI)		
TOTAL OF B	0.00	0.00
TOTAL (A + B)	60,09,81,940.00	60,09,81,940.00

SCHEDULE-2	Current year	Previous year
RESERVE & SURPLUS	31-03-2023	31-03-2022
I. STATUTORY RESERVE:	0.00	0.00
Opening balance	0.00	0.00
Addition during the year	0.00	0.00
Deduction during the year	0.00	0.00
II. CAPITAL PREMIUM:	0.00	0.00
Opening balance	0.00	0.00
Addition during the year	0.00	0.00
Deduction during the year.	0.00	0.00
III. SHARE PREMIUM:	0.00	0.00
Opening balance	0.00	0.00
Addition during the year	0.00	0.00
Deduction during the year	0.00	0.00
IV. REVENUE AND OTHERS RESERVE:	0.00	0.00
Opening balance (Investment Fluctuation Reserve)	1,55,00,000.00	1,55,00,000.00
Addition during the year	80,00,000.00	0.00
Deduction during the year	0.00	0.00
V. Balance in Profit & Loss Account	2,02,18,294.16	-17,73,24,020.98
TOTAL (I + II + III + IV)	4,37,18,294.16	-16,18,24,020.98



ARUNACHAL PRADESH RURAL BANK

HEAD OFFICE NAHARLAGUN

Schedules forming Part of Balance Sheet as on 31st MARCH 2023

SCHEDULE-3 DEPOSITS	Current year 31-03-2023	Previous year 31-03-2022
A.I.DEMAND DEPOSIT		
i.From banks		
ii.From others	2,46,61,93,352.52	2,15,49,85,394.08
II.SAVINGS BANK DEPOSIT	6,46,50,83,888.31	5,58,31,29,031.93
III.TERM DEPOSIT:		
i.From banks	0.00	0.00
ii.From others	3,62,16,72,774.15	3,19,80,89,687.39
TOTAL of (I+II+III)	12,55,29,50,014.98	10,93,62,04,113.40
B. I. Deposits of branches in India	12,55,29,50,014.98	10,93,62,04,113.40
II. Deposits of branches outside India	0.00	0.00
TOTAL	12,55,29,50,014.98	10,93,62,04,113.40

SCHEDULE-4 BORROWINGS	Current year 31-03-2023	Previous year 31-03-2022
I. BORROWING IN INDIA:		
i.From Reserve Bank of India	0.00	0.00
ii.From other banks (SBI)(Perpetual Bond)	86,07,000.00	86,07,000.00
iii. OD from Sponsored Bank SBI	16,35,43,595.47	13,31,304.85
iv.From other Institutions (NABARD)	40,93,40,000.00	24,00,00,000.00
v.From other Institutions (NSTFDC)	18,67,72,866.00	11,44,08,121.00
TOTAL OF (i+ii+iii)	76,82,63,461.47	36,43,46,425.85
II. BORROWING FROM OUTSIDE	0.00	0.00
TOTAL OF (I+II)	76,82,63,461.47	36,43,46,425.85
SECURED BORROWING	16,35,43,595.47	13,31,304.85
UNSECURED BORROWING	60,47,19,866.00	36,30,15,121.00

SCHEDULE-5 OTHER LIABILITIES AND PROVISIONS	Current year 31-03-2023	Previous year 31-03-2022
I.BILLS PAYABLE	0.00	0.00
II.INTER-OFFICE ADJUSTMENT (NET)	0.00	0.00
III.INTEREST ACCRUED:	22,12,94,646.67	20,55,07,565.00
i.On deposit	21,85,53,156.89	20,54,24,032.30
ii.On borrowings	27,41,489.78	83,532.70
IV.OTHERS (Including provisions)	13,70,12,076.22	5,51,20,021.10
a. Provision on Standard Assets	1,45,41,163.27	98,95,307.69
b. Provision on Frauds	0.00	0.00
c. Provision for Robberies	0.00	0.00
d. Audit fee Provision	5,50,402.82	5,79,125.00
e. Income Tax Provision	58,73,891.77	67,47,199.00
f. Provision for arrear salary	2,02,24,924.11	98,64,985.82
g. Provision for NPS	0.00	22,176.00
h. Provision for Pension/Gratuity	0.00	64,00,000.00
i. Provision for Leave liability	0.00	0.00
j. Interest Not Collected Account(INCA)	0.00	2,21,804.40
k. Provision on Link Branch & Cash Diff.	0.00	0.00
m. Tds Payable	55,62,357.06	97,32,083.00
n. Others	9,02,59,337.19	1,16,57,340.19
TOTAL (I, II, III, IV)	35,83,06,722.89	26,06,27,586.10



ARUNACHAL PRADESH RURAL BANK

HEAD OFFICE NAHARLAGUN

Schedules forming Part of Balance Sheet as on 31st MARCH 2023

SCHEDULE-6	Current year	Previous year
CASH AND BALANCE WITH RBI	31-03-2023	31-03-2022
I.CASH IN HAND	7,95,20,870.62	6,34,24,202.59
II.BALANCE WITH Reserve Bank of India	0.00	0.00
i. In Current account	60,08,54,683.52	40,10,49,683.52
ii.In other account	0.00	0.00
TOTAL (I, II)	68,03,75,554.14	46,44,73,886.11

SCHEDULE-7	Current year	Previous year
BALANCE WITH BANKS AND MONEY AT CALL AND SHORT	31-03-2023	31-03-2022
I.IN INDIA:		
i.Balance with Banks:		
a.In current account	8,90,93,476.28	56,36,29,514.21
b.In Settlement current ac	23,82,16,362.67	67,58,35,952.35
ii. Money at call & short Notice:		
a.With Banks	0.00	0.00
b.With other institutions	0.00	0.00
TOTAL (i, ii)	32,73,09,838.95	1,23,94,65,466.56
II.OUTSIDE INDIA:		
i.Current account	0.00	0.00
ii.In other deposit account	0.00	0.00
iii.Money at call and short notice	0.00	0.00
GRAND TOTAL (I AND II)	32,73,09,838.95	1,23,94,65,466.56

SCHEDULE-8	Current year	Previous year
INVESTMENT	31-03-2023	31-03-2022
I.INVESTMENT IN INDIA:		
i.Government securities	3,66,67,33,398.66	3,36,37,12,954.61
ii.Other approved securities	0.00	0.00
iii.Shares	0.00	0.00
iv.Debenture and bonds	67,46,000.00	43,00,000.00
v.Subsidiaries and/joint venture	0.00	0.00
vi.Others (Specify)(a) Mutual fund (M.V=83390374.36)	8,10,00,000.00	3,60,00,000.00
(b) Others (STD R with Bank)	5,56,11,66,323.00	4,12,78,94,242.00
TOTAL (i, ii, iii, iv, v, vi)	9,31,56,45,721.66	7,53,19,07,196.61
II.INVESTMENT OUTSIDE INDIA:		
i.Govt. Securities including local authorities	0.00	0.00
ii.Subsidiaries/joint venture	0.00	0.00
iii.Other investment (specify)	0.00	0.00
TOTAL (I, II)	9,31,56,45,721.66	7,53,19,07,196.61



ARUNACHAL PRADESH RURAL BANK

HEAD OFFICE NAHARLAGUN

Schedules forming Part of Balance Sheet as on 31st MARCH 2023

SCHEDULE-9 ADVANCES	Current year 31-03-2023	Previous year 31-03-2022
A .I.Bills purchased & discounted	0.00	0.00
II.Cash credit, overdraft & loan		
a.Cash credit/KCC/ACC/GCC/WCC	61,64,33,707.52	72,07,75,775.26
b.Overdraft	14,37,20,806.31	6,27,38,856.14
c.Demand loan	16,17,83,343.00	13,87,53,298.00
III.Term loans	2,64,13,61,158.69	1,54,95,25,092.03
TOTAL (I, II, III)	3,56,32,99,015.52	2,47,17,93,021.43
B.I.Secured by tangible assets	2,25,27,40,679.19	2,16,40,13,563.71
II. Covered by bank / Govt. Guarantee	2,25,03,657.00	14,83,002.00
III. Unsecured	1,28,80,54,679.33	30,62,96,455.72
TOTAL (I + II + III)	3,56,32,99,015.52	2,47,17,93,021.43
C. ADVANCES IN INDIA:		
a) Priority sectors	1,40,78,06,674.03	1,56,27,09,205.49
b) Public sectors	0.00	0.00
c) Banks	0.00	0.00
d) Other	2,15,54,92,341.49	90,90,83,815.94
TOTAL (a+ b + c)	3,56,32,99,015.52	2,47,17,93,021.43
II. ADVANCES OUTSIDE	0.00	0.00
i) Due from banks	0.00	0.00
ii) Due from others	0.00	0.00
iii) Bills purchased & discounted	0.00	0.00
iv) Syndicate loans	0.00	0.00
v) Others	0.00	0.00
TOTAL (I + ii + iii + iv + v)	0.00	0.00
GRAND TOTAL (C.I & C.II.)	3,56,32,99,015.52	2,47,17,93,021.43

SCHEDULE-10 FIXED ASSETS	Current year 31-03-2023	Previous year 31-03-2022
I.PREMISES:		
i. At cost as on 31 st March of the	0.00	0.00
ii.Addition during the year	0.00	0.00
iii.Deduction during the year	0.00	0.00
iv.Depreciation to date	0.00	0.00
II.OTHER ASSETS (including furniture &		
i.At cost as on 31 st March of the	9,59,98,335.81	7,80,74,254.68
ii.Addition during the year	4,78,45,939.00	1,79,37,081.13
iii.Deduction during the year	0.00	0.00
iv.Depreciation to the date.	7,09,88,327.15	5,84,95,691.82
NET VALUE	7,28,55,947.66	3,75,15,643.99



ARUNACHAL PRADESH RURAL BANK
HEAD OFFICE NAHARLAGUN

Schedules forming Part of Balance Sheet as on 31st MARCH 2023

SCHEDULE-11 OTHER ASSETS	Current year 31-03-2023	Previous year 31-03-2022
I.INTER-OFFICE ADJUSTMENT (NET)	0.00	0.00
II.INTEREST ACCRUED	35,44,55,461.38	24,26,28,164.90
III.Tax deducted at source/Tax Paid IN	0.00	0.00
IV.STATIONERY AND STAMPS	10,40,644.19	11,19,744.84
V.Non-banking asset acquired in	0.00	0.00
VI.OTHERS	92,38,250.00	1,14,32,919.93
a. Settlement A/c	0.00	0.00
b. Remittances	0.00	0.00
c. Suspense	0.00	16,67,102.28
d. Merchant Acquired Banking POS	5,00,000.00	4,69,146.54
g. Others	87,38,250.00	92,96,671.11
TOTAL (I, II, III, IV, V & VI)	36,47,34,355.57	25,51,80,829.67

SCHEDULE-12 CONTINGENT LIABILITIES	Current year 31-03-2023	Previous year 31-03-2022
I.Claims against the bank not acknowledged as debt	0.00	0.00
II.Liabilities on account of outstandings forward exchange contract	0.00	0.00
III.Liabilities for partly paid investment	0.00	0.00
IV.Guarantee given on behalf of	16,47,80,901.00	6,93,93,308.00
V.Acceptance, endorsement and other	0.00	0.00
VI.Others items for which the bank is liable (DEAF)	15,30,894.78	14,82,880.78
TOTAL (I, II, III, IV, V)	16,63,11,795.78	7,08,76,188.78

Schedules forming Part of Profit & Loss account for the YEAR ENDED MARCH 2023

SCHEDULE-13 INTEREST EARNED	Current year 31-03-2023	Previous year 31-03-2022
I.INTEREST/DISCOUNT ON ADVANCES/BILLS	31,51,97,811.67	25,06,28,014.39
II.INTEREST ON INVESTMENT	26,66,62,353.88	23,32,82,471.77
III.INTEREST on Balance with RBI & other Banks	0.00	0.00
IV. OTHERS		
a. Interest earned on TDR with SBI & other bank	34,78,03,208.77	23,30,35,948.95
b. Interest earned on NABARD Term	22,197.84	4,81,138.32
c. Others	88,478.00	0.00
TOTAL (I + II + III + IV)	92,97,74,050.16	71,74,27,573.43



ARUNACHAL PRADESH RURAL BANK
HEAD OFFICE NAHARLAGUN

Schedules forming Part of Profit & Loss account for the YEAR ENDED MARCH 2023

SCHEDULE-14 OTHER INCOME	Current year 31-03-2023	Previous year 31-03-2022
I.COMMISSION, EXCHANGE & BROKERAGE	4,40,12,005.33	3,90,12,288.34
II.PROFIT ON SALE OF INVESTMENT	0.00	0.00
LESS: LOSS ON REVALUATION OF investment		
III.PROFIT ON REVALUATION OF INVESTMENT	0.00	0.00
LESS: Loss on over-valuation of investment		
IV.PROFIT on sale of land, building & other asset	0.00	0.00
LESS: Loss on sale of land, building & other asset		
V.PROFIT on exchange transaction	0.00	0.00
LESS: Loss on exchange transaction		
VI.INCOME earned by way of dividend etc. From subsidiaries companies/joint venture set up abroad/in India	0.00	0.00
VII.MISCELLEANEOUS INCOME	1,33,95,866.04	85,69,019.18
TOTAL (I TO VIII)	5,74,07,871.37	4,75,81,307.52

SCHEDULE-15 INTEREST EXPENDED	Current year 31-03-2023	Previous year 31-03-2022
I. Interest on deposit	35,03,25,030.00	30,09,42,504.06
II.Interest on RBI/Inter-back borrowing	0.00	0.00
III.Others	4,77,09,875.70	2,66,06,839.69
TOTAL (I, II, III)	39,80,34,905.70	32,75,49,343.75

SCHEDULE-16 OPERATING EXPENSES	Current year 31-03-2023	Previous year 31-03-2022
I. Payment to and provision for employees	18,95,80,246.12	17,58,30,917.79
II.Rent, taxes and lighting	1,02,40,170.68	81,00,909.80
III.Printing and stationery	31,96,358.31	28,16,226.42
IV.Advertisement and publicity	79,689.60	28,962.60
V.Depreciation on Bank's property	1,24,92,635.33	1,05,20,869.10
VI.Directors' fees, allowances & expenses	0.00	0.00
VII.Auditors' fees, allowances & expenses (including Br.audit)	2,89,467.00	2,00,000.00
VIII.Law charges	5,16,671.00	6,750.00
IX.Repairing and maintenance	1,56,56,097.69	1,79,18,325.43
X.Insurance	1,56,88,977.57	1,42,96,747.13
XI.Postage, telegrams, telephone	15,32,727.47	11,65,126.12
XII.Other expenditure	3,35,91,372.76	2,28,38,529.39
TOTAL (I to XIII)	28,28,64,413.53	25,37,23,363.78



ARUNACHAL PRADESH RURAL BANK

SCHEDULE 17-SIGNIFICANT ACCOUNTING POLICIES FOR FY 2022-23:

A. Basis of Preparation:

The Bank's financial statements are prepared under the historical cost convention, on the accrual basis of accounting ongoing concern basis, unless otherwise stated and conform in all material aspects to Generally Accepted Accounting Principles (GAAP) in India, which comprise applicable statutory provisions, regulatory norms/guidelines prescribed by the Reserve Bank of India (RBI), Banking Regulation Act 1949, RRB Act, 1976 as amended by Regional Rural Bank (Amendment) Act, 2015 and accounting Standards issued by the Institute of Chartered Accountants of India to the extent applicable and practices generally prevalent in the banking industry in India

B. Use of Estimates:

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of the financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

C. Significant Accounting Policies:

1. Revenue recognition:

- 1.1 Income and expenditure are accounted on accrual basis, except otherwise stated.
- 1.2 Interest income is recognised in the Profit and Loss Account as it accrues except:
 - (i) income from Non-Performing Assets (NPAs), comprising of advances, leases and investments, which is recognised upon realisation, as per the prudential norms prescribed by the RBI/ respective country regulators in the case of foreign offices (hereafter collectively referred to as Regulatory Authorities),
 - (ii) overdue interest on investments and bills discounted,
 - (iii) Income on Rupee Derivatives designated as "Trading",Which are accounted on realisation.
- 1.3 Profit or Loss on sale of investments is recognised in the Profit and Loss Account. However, the profit on sale of investments in the 'Held to Maturity' category is appropriated (net of applicable taxes and amount required to be transferred to statutory reserve), to 'Capital Reserve Account'.
- 1.4 Income (other than interest) on investments in "Held to Maturity (HTM)" category acquired at a discount to the face value, is recognised as follows :
 - (i) On Interest bearing securities, it is recognised only at the time of sale/ redemption.



- (ii) On zero-coupon securities, it is accounted for over the balance tenor of the security on a constant yield basis.
- 1.5 Dividend is accounted on an accrual basis where the right to receive the dividend is established.
- 1.6 All other commission and fee incomes are recognised on their realisation except for:
 - (i) Guarantee commission on deferred payment guarantees, which is spread over the period of the guarantee;
 - (ii) Commission on Government Business and ATM interchange fees, which are recognised as they accrue; and
 - (iii) Upfront fees on restructured accounts, which is apportioned over the restructured period.
- 1.7 Brokerage, Commission etc. paid/ incurred in connection with issue of Bonds / Deposits are amortized over the tenure of the related Bonds / Deposits and the expenses incurred in connection with the issue are charged upfront.
- 1.8 The sale of NPA is accounted as per guidelines prescribed by RBI :-
 - i. When the bank sells its financial assets to Securitisation Company (SC)/Reconstruction Company (RC), the same is removed from the books.
 - ii. If the sale is at a price below the net book value (NBV) (i.e., book value less provisions held), the shortfall is debited to the Profit and Loss Account in the year of sale.
 - iii. If the sale is for a value higher than the NBV, the excess provision is written back in the year the amounts are received, as permitted by the RBI.

2. Investments:

The transactions in Government Securities are recorded on "Settlement Date". Investments other than Government Securities are recorded on "Trade Date".

2.1 Classification

Investments are classified into three categories, viz. Held to Maturity (HTM), Available for Sale (AFS) and Held for Trading (HFT) as per RBI Guidelines.

2.2 Basis of classification:

- i. Investments that the Bank intends to hold till maturity are classified as "Held to Maturity (HTM)".
- ii. Investments that are held principally for resale within 90 days from the date of purchase are classified as "Held for Trading (HFT)".
- iii. Investments, which are not classified in the above two categories, are classified as "Available for Sale (AFS)".
- iv. An investment is classified as HTM, HFT or AFS at the time of its purchase and subsequent shifting amongst categories is done in conformity with regulatory guidelines.
- v. Investments in subsidiaries, joint ventures and associates are classified as HTM.

2.3 Miscellaneous:

- i. In determining the acquisition cost of an investment:
 - a. Brokerage/commission received on subscriptions is reduced from the cost.



- b. Brokerage, Commission, Securities Transaction Tax (STT) etc., paid in connection with acquisition of investments are expensed upfront and excluded from cost.
- c. Broken period interest paid / received on debt instruments is treated as interest expense/income and is excluded from cost/sale consideration.
- d. Cost is determined on the weighted average cost method for investments under AFS and HFT category and on FIFO basis (first in first out) for investments under HTM category.
- ii. Transfer of securities from HFT/AFS category to HTM category is carried out at the lower of acquisition cost/book value/market value on the date of transfer. The depreciation, if any, on such transfer is fully provided for. However, transfer of securities from HTM category to AFS category is carried out on acquisition price/book value. After transfer, these securities are immediately revalued and resultant depreciation, if any, is provided.
- iii. Treasury Bills and Commercial Papers are valued at carrying cost.
- iv. **Held to Maturity category:** a) Investments under Held to Maturity category are carried at acquisition cost unless it is more than the face value, in which case the premium is amortised over the period of remaining maturity on constant yield basis. Such amortisation of premium is adjusted against income under the head "Interest on investments".
- v. **Available for Sale and Held for Trading categories:** Investments held under AFS and HFT categories are individually revalued at the market price or fair value determined as per Regulatory guidelines, and only the net depreciation of each group for each category (viz., (i) Government securities (ii) Other Approved Securities (iii) Shares (iv) Bonds and Debentures (v) Subsidiaries and Joint Ventures; and (vi) others) is provided for and net appreciation, is ignored. On provision for depreciation, the book value of the individual security remains unchanged after marking to market.
- vi. Investments are classified as performing and non-performing, based on the guidelines issued by the RBI in the case of domestic offices and respective regulators in the case of foreign offices. Investments of domestic offices become non-performing where:
 - a. Interest/installment (including maturity proceeds) is due and remains unpaid for more than 90 days.
 - b. In the case of equity shares, in the event the investment in the shares of any company is valued at Rs. 1 per company on account of the non availability of the latest balance sheet, those equity shares would be reckoned as NPI.
 - c. If any credit facility availed by an entity is NPA in the books of the Bank, investment in any of the securities issued by the same entity would also be treated as NPI and vice versa.
 - d. The above would apply mutatis-mutandis to Preference Shares where the fixed dividend is not paid.
 - e. The investments in debentures/bonds, which are deemed to be in the nature of advance, are also subjected to NPI norms as applicable to investments.
 - f. In respect of foreign offices, provisions for NPIs are made as per the local regulations or as per the norms of RBI, whichever is more stringent.



- vii. Accounting for Repo/ Reverse Repo transactions (other than transactions under the Liquidity Adjustment Facility (LAF) with the RBI):
- The securities sold and purchased under Repo/ Reverse Repo are accounted as Collateralized lending and borrowing transactions. However, securities are transferred as in the case of normal outright sale/ purchase transactions and such movement of securities is reflected using the Repo/Reverse Repo Accounts and Contra entries. The above entries are reversed on the date of maturity. Costs and revenues are accounted as interest expenditure/income, as the case may be. Balance in Repo Account is classified under schedule 4 (Borrowings) and balance in Reverse Repo Account is classified under Schedule 7 (Balance with Banks and Money at Call & Short Notice).
 - Securities purchased/sold under LAF with RBI are debited/credited to Investment Account and reversed on maturity of the transaction. Interest expended/earned thereon is accounted for as expenditure/revenue.

3. Loans /Advances and Provisions thereon:

- 3.1 Loans and Advances are classified as performing and non-performing, based on the guidelines issued by the RBI. Loan Assets become Non-Performing Assets (NPAs) where:
- In respect of term loans, interest and/or instalment of principal remains overdue for a period of more than 90 days;
 - In respect of Overdraft or 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;
 - In respect of bills purchased/discounted, the bill remains overdue for a period of more than 90 days;
 - 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.
- 3.2 NPAs are classified into Sub-Standard, Doubtful and Loss Assets, based on the following criteria stipulated by RBI:
- Sub-standard: A loan asset that has remained non-performing for a period less than or equal to 12 months.
 - Doubtful: A loan asset that has remained in the sub-standard category for a period of 12 months.
 - Loss: A loan asset where loss has been identified but the amount has not been fully written off.
- 3.3 Provisions for NPAs as per the extant guidelines prescribed by the regulatory authorities, subject to minimum provisions are as prescribed below:
- Sub standard i. A general provision of 25% on the total outstanding;



Assets: ii. Unsecured Exposure in respect of infrastructure advances where certain safeguards such as escrow accounts are available - 25%.

Doubtful Assets:

- i. For Secured Portion: Upto one year – 50%
- ii. For Secured Portion: One to three years – 100%
- iii. For Secured Portion: More than three years – 100%
- iv. Unsecured portion – 100%

Loss Assets: 100%

However we make 100% Provision irrespective of the category of advances whether NPA secured or unsecured.

- 3.4 Advances are net of specific loan loss provisions, unrealised interest, ECGC claims received and bills rediscounted.
- 3.5 In the case of loan accounts classified as NPAs, an account may be reclassified as a performing asset if it conforms to the guidelines prescribed by the regulators.
- 3.6 Amounts recovered against debts written off in earlier years are recognised as revenue in the year of recovery.
- 3.7 In addition to the specific provision on NPAs, general provisions are also made for standard assets as per extant RBI Guidelines. The bank provide for a provision of 0.40% of total standard outstanding advance irrespective of type of advances. These provisions are reflected in Schedule 5 of the Balance Sheet under the head "Other Liabilities & Provisions – Others" and are not considered for arriving at the Net NPAs.

4. Fixed Assets Depreciation and Amortisation:

4.1 Fixed Assets are carried at cost less accumulated depreciation/ amortisation.

4.2 Cost includes cost of purchase and all expenditure such as site preparation, installation

Costs and professional fees incurred on the asset before it is put to use. Subsequent expenditure/s incurred on the assets put to use are capitalised only when it increases the future benefits from such assets or their functioning capability.

4.3 The rates of depreciation and method of charging depreciation in respect of domestic operations are as under:

Sl. No.	Description of Fixed Assets	Method of charging depreciation	Depreciation/ amortisation rate
1	Computers	Straight Line Method	33.33% every year
2	Computer Software forming an	Straight Line Method	33.33% every year



	integral part of the Computer hardware		
3	Computer Software which does not form an integral part of Computer hardware and cost of Software Development	Straight Line Method	33.33% every year
4	Automated Teller Machine / Cash Deposit Machine / Coin Dispenser / Coin Vending Machine	Straight Line Method	20.00% every year
5	Servers	Straight Line Method	25.00% every year
6	Network Equipment	Straight Line Method	20.00% every year
7	Other fixed assets	Straight Line Method	On the basis of estimated useful life of the assets. Estimated useful life of major group of Fixed Assets are as under: Premises 60 Years Vehicles 5 Years Safe Deposit 20 Years Lockers Furniture & Fixtures 10 Years

4.4 In respect of assets acquired during the year (for domestic operations), depreciation is charged on proportionate basis for the number of days the assets have been put to use during the year.

4.5 Assets costing less than Rs. 1,000 each are charged off in the year of purchase.

4.6 In respect of leasehold premises, the lease premium, if any, is amortised over the period of lease and the lease rent is charged in the respective year(s).

5. Leases:

The asset classification and provisioning norms applicable to advances, as laid down in Para 3 above, are applied to financial leases also.

6. Impairment of Assets:

Fixed Assets are reviewed for impairment whenever events or changes in circumstances warrant that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future Net Discounted Cash Flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognised is measured by the amount by



which the carrying amount of the asset exceeds the fair value of the asset.

7. Employee Benefits:

7.1 Short Term Employee Benefits:

The undiscounted amounts of short-term employee benefits, such as medical benefits which are expected to be paid in exchange for the services rendered by employees, are recognised during the period when the employee renders the service.

7.2 Long Term Employee Benefits:

i. Defined Benefit Plan

- a. Employees of the Bank are covered by Employees Pension Fund Schemes and National Pension Schemes under Government of India. All eligible employees are entitled to receive benefits under the Employees Pension Fund scheme and NPS. The Bank contributes monthly at a determined rate (currently 10% of Basic Pay in case of pensioners and 10% of wages i.e Basic plus DA for NPS). These contributions are remitted to Employees Pension Trust account and respective PRAN accounts of NPS holders on monthly basis, for this purpose and are charged to Profit and Loss Account. The Bank recognizes such annual contributions as an expense in the year to which it relates. Shortfall, if any, is provided for on the basis of actuarial valuation.
- b. The Bank operates Gratuity and Pension schemes which are defined benefit plans.
 - i) The Bank provides for gratuity to all eligible employees. The benefit is in the form of lump sum payments to vested employees on retirement, or on death while in employment, or on termination of employment, for an amount equivalent to 15 days basic salary payable for each completed year of service, subject to a maximum amount of Rs. 20 lakhs. Vesting occurs upon completion of five years of service, for this Bank has taken a policy with SBI Life Insurance Co. Ltd. and makes periodic contributions to the fund as per actuarial valuation carried out annually.
 - ii) The Bank provides for pension to all eligible employees as per APRB (Employees) Pension Regulation, 2018. The benefit is in the form of monthly payments as per rules to vested employees on retirement or on death while in employment, or on termination of employment. Vesting occurs at different stages as per rules.

ii. Other Long Term Employee benefits:

- a. All eligible employees of the Bank are eligible for gratuity and Leave encashment as per Sponsor Bank Guidelines. The costs of such long term employee benefits are internally funded by the Bank.

8. Taxes on income:

Income tax expense is the aggregate amount of current tax and deferred tax expense incurred by the Bank. The



current tax expense and deferred tax expense are determined in accordance with the provisions of the Income Tax Act, 1961 and as per Accounting Standard 22 - Accounting for Taxes on Income respectively after taking into account taxes paid at the foreign offices, which are based on the tax laws of respective jurisdictions. Deferred Tax adjustments comprises of changes in the deferred tax assets or liabilities during the year. Deferred tax assets and liabilities are recognized by considering the impact of timing differences between taxable income and accounting income for the current year, and carry forward losses. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. The impact of changes in deferred tax assets and liabilities is recognized in the profit and loss account. Deferred tax assets are recognized and re-assessed at each reporting date, based upon management's judgment as to whether their realization is considered as reasonably/virtually certain.

9. Provisions, Contingent Liabilities and Contingent Assets:

9.1 In conformity with AS 29, "Provisions, Contingent Liabilities and Contingent Assets", issued by the Institute of Chartered Accountants of India, the Bank recognises provisions only when it has a present obligation as a result of a past event, and would result in a probable outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.

9.2 No provision is recognised for:

- i. any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Bank; or
- ii. any present obligation that arises from past events but is not recognised because:
 - a. it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - b. a reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

9.3 Provision for reward points in relation to the debit card holders of the Bank is being provided for on actuarial estimates.

9.4 Contingent Assets are not recognised in the financial statements.



SCHEDULE 18: NOTES TO ACCOUNTS 2022-23

APPENDED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH, 2023.

1. Reconciliation/ Matching

- Reconciliation /matching/adjustment of inter branch transactions, branch suspense and sundry deposits are in progress on an ongoing basis. The impact, in the opinion of the management of the bank, of un-recognized entries on the financial statements would not be material.
- In certain branches, the balancing books and reconciliation of control accounts with subsidiary ledger/registers are in progress. The impact, in the opinion of the management of the bank, of un-recognized entries on the financial statements would not be material.
- Balance with the other banks as mentioned in the schedule-7 are taken as appearing in the books of accounts of the Bank and its branches. Reconciliation and adjustment entries thereof are passed as and when the statements are received from other banks.

2. Fixed Assets and Depreciation

Accounting of fixed assets of the bank and depreciation thereon are done centrally at the Head Office of the Bank.

3. Stationary

The stationary supplied to the branches has been charged to Profit & Loss account at Head Office without taking in to account the stock of stationary at branches. This effect the amount of stationary consumed which is debited to Profit & Loss Account. The stock appearing in the financial statements represents the un-issued stock at Head Office.

4. Provisions and Contingencies

The provisions and contingencies amount shown in "Profit and Loss Account" includes provisions against advances (net) and provisions for fraud committed in the earlier year.

5. Regulatory Capital

(a) Composition of Regulatory Capital

(Amount in ₹ crore)

Sr. No.	Particulars	Current Year	Previous Year
i)	Common Equity Tier 1 capital (CET 1)/ Paid up share capital and reserves(net of deductions, if any)	62.12	42.37
ii)	Additional Tier 1 capital/ Other Tier 1 capital	0.00	0.00
iii)	Tier 1 capital (i + ii)	62.12	42.37
iv)	Tier 2 capital	3.21	2.41
v)	Total capital (Tier 1+Tier 2)	65.33	44.78
vi)	Total Risk Weighted Assets (RWAs)	520.60	367.44
vii)	CET 1 Ratio (CET 1 as a percentage of RWAs) / Paid-up share capital and reserves as percentage of RWAs	11.93%	11.56%
viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	11.93%	11.53%
ix)	Tier 2 Ratio (Tier 2 capital as a percentage of RWAs)	0.62%	0.66%
x)	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	12.55%	12.19%
xi)	Leverage Ratio	NA	NA
xii)	Percentage of the shareholding of		
	a) Government of India	50%	50%
	b) State Government (Arunachal Pradesh)	15%	15%
	c) Sponsor Bank	35%	35%



xiii)	Amount of paid-up equity capital raised during the year	Nil	1.32
xiv)	Amount of non-equity Tier 1 capital raised during the year, of which: Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant.	Nil	Nil
xv)	Amount of Tier 2 capital raised during the year, of which: Give list as per instrument type (perpetual non-cumulative preference shares, perpetual debt instruments, etc.). Commercial banks (excluding RRBs) shall also specify if the instruments are Basel II or Basel III compliant.	Nil	Nil

6. Asset liability management

(a) Maturity pattern of certain items of assets and liabilities

(Amount in ₹ crore)

	Day 1	2 to 7 days	8 to 14 days	15 to 30 Days	31 days to 2 months	Over 2 Months and to 3 months	Over 3 months and up to 6 Months	Over 6 months and up to 1 year	Over 1 year and upto 3 years	Over 3 years and upto 5 years	Over 5 years	Total
Deposits	0.00	0.00	143.54	48.54	187.60	93.33	252.84	258.48	219.81	39.65	11.51	1255.30
Advances	0.00	0.00	12.56	12.03	15.99	20.07	3.82	3.11	73.79	57.68	167.59	366.64
Investments	0.00	0.00	0.00	0.00	84.36	125.00	252.00	127.81	47.32	87.73	207.34	931.56
Borrowings	0.00	0.00	0.00	16.35	0.00	0.00	0.00	20.00	0.00	0.00	40.48	76.83
Foreign Currency assets	0.00	0.00	0.00	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	0.00	0.00	0.00



7. Investments

(a) Composition of Investment Portfolio

As at 31.03.2023

(Amount in ₹ crore)

	Investments in India								Investments outside India					Total Investm ents
	Govern ment Securiti es	Other Approved Securities	Sh ar es	Debent ures and Bonds	Subs idiar ies and	Others		Total invest ments in India	Government securities (including local authorities)	Subsidiar ies and/or joint ventures	Oth ers	Total Invest ments outside India		
						MF	FDs							
Held to Maturity														
Gross	251.19	0	0	0.67	0	8.10	556.12	816.08	0	0	0	0	816.08	
Less: Provision for non- performing investments (NPI)	0	0	0	0	0	0	0	0	0	0	0	0	0	
Net	251.19	0	0	0.67	0	8.10	556.12	816.08	0	0	0	0	816.08	
Available for Sale														
Gross	115.48	0	0	0	0	0	0	115.48	0	0	0	0	115.48	
Less: Provision for depreciationand NPI	0	0	0	0	0	0	0	0	0	0	0	0	0	
Net	115.48	0	0	0	0	0	0	115.48	0	0	0	0	115.48	
Held for Trading														
Gross	0	0	0	0	0	0	0	0	0	0	0	0	0	
Less: Provision for depreciationand NPI	0	0	0	0	0	0	0	0	0	0	0	0	0	
Net	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Investments	366.67	0	0	0.67	0	8.10	556.12	931.56	0	0	0	0	931.56	
Less: Provision fornnon- performinginvestments	0	0	0	0	0	0	0	0	0	0	0	0	0	
Less: Provision for depreciationand NPI	0	0	0	0	0	0	0	0	0	0	0	0	0	
Net	366.67	0	0	0.67	0	8.10	556.12	931.56	0	0	0	0	931.56	



As at 31.03.2022

	Investments in India							(Amount in ₹ crore)				
	Investments in India							Investments outside India				
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others	Total Investments outside India	Total Investments
Held to Maturity						MFs	FDs	0	0	0	0	0
Gross	171.25	0	0	0.43	0	3.60	412.79	588.07	0	0	0	588.07
Less: Provision for non-performing investments (NPI)	0	0	0	0	0	0	0	0	0	0	0	0
Net	171.25	0	0	0.43	0	3.60	412.79	588.07	0	0	0	588.07
Available for Sale												
Gross	165.12	0	0	0	0	0	0	165.12	0	0	0	165.12
Less: Provision for depreciation and NPI	0	0	0	0	0	0	0	0	0	0	0	0
Net	165.12	0	0	0	0	0	0	165.12	0	0	0	165.12
Held for Trading												
Gross	0	0	0	0	0	0	0	0	0	0	0	0
Less: Provision for depreciation and NPI	0	0	0	0	0	0	0	0	0	0	0	0
Net	0	0	0	0	0	0	0	0	0	0	0	0
Total Investments	336.37	0	0	0.43	0	3.60	412.79	753.19	0	0	0	753.19
Less: Provision for non-performing investments	0	0	0	0	0	0	0	0	0	0	0	0
Less: Provision for depreciation and NPI	0	0	0	0	0	0	0	0	0	0	0	0
Net	336.37	0	0	0.43	0	3.60	412.79	753.19	0	0	0	753.19



(Rs. Crores)

(b) SLR-Investments

Sr.No.	Particulars	31-03-2023	31-03-2022
1	Value of Investments	366.67	336.37
i	Gross Value of Investments	366.67	336.37
ii	Provisions for Depreciation	0.00	0.00
iii	Net Value of Investments	366.67	336.37
2	Movement of provisions held towards depreciation on investments	0.00	0.00
i	Opening Balance	0.00	0.00
ii	Add: Provisions made during the year	0.00	0.00
iii	Less: Write off/ write back of excess provisions during the year	0.00	0.00
iv	Closing Balance	366.67	336.37

(c) Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Amount in ₹ crore)

Particulars	Current Year	Previous Year
i) Movement of provisions held towards depreciation on investments		
a) Opening balance		
b) Add: Provisions made during the year	NIL	NIL
c) Less: Write off / write back of excess provisions during the year		
d) Closing balance		
ii) Movement of Investment Fluctuation Reserve	1.55	1.55
a) Opening balance	0.00	0.00
b) Add: Amount transferred during the year	0.00	0.00
c) Less: Draw down	1.55	1.55
d) Closing balance		
iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category	1.34%	0.94%

(d) Non-SLR investment portfolio**i. Non-performing non-SLR investments**

(Rs. Crores)

Sl. No.	Particulars	31-03-2023	31-03-2022
a)	Opening balance	Nil	Nil
b)	Additions during the year since 1st April	Nil	Nil
c)	Reductions during the above period	Nil	Nil
d)	Closing balance	Nil	Nil
e)	Total provisions held	Nil	Nil



ii. Issuer composition of non-SLR investments

(Rs. Crores)

Sr. No.	Issuer	Amount		Extent of Private Placement		Extent of 'Below Investment Grade' Securities		Extent of 'Unrated' Securities		Extent of 'Unlisted' Securities	
(1)	(2)	(3)		(4)		(5)		(6)		(7)	
		31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22
a)	PSUs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
b)	FIs	0.67	0.43	0.00	0.00	0.00	0.00	0.00	0.00	0.67	0.43
c)	Banks	556.12	412.79	0.00	0.00	0.00	0.00	0.00	0.00	556.12	412.79
d)	Private Corporates	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
e)	Subsidiaries / Joint Ventures	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
f)	Others(MF)	8.10	3.60	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
g)	Provision held towards depreciation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	564.89	416.82	0.00	0.00	0.00	0.00	0.00	0.00	556.79	416.82

(e) Repo Transactions

(Amount in ₹ crore)

	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	Outstanding as on 31st Mar 2023
i) Securities sold under repo				
a) Government securities	Nil	Nil	Nil	Nil
b) Corporate debt securities				
c) Any other securities				
ii) Securities purchased under reverse repo				
a) Government securities	Nil	Nil	Nil	Nil
b) Corporate debt securities				
c) Any other securities				



8. Asset Quality

a) Classification of advances and provisions held FY 2022-23

(Rs. In crores)

	Standard		Non-Performing			Total
	Total Standard Advances	Sub-standard	Doubtful	Loss	Total Non-Performing Advances	
Gross Standard Advances and NPAs						
Opening Balance	247.38	5.27	3.15	1.51	9.93	257.32
Add: Additions during the year					6.14	
Less: Reductions during the year					5.75	
Closing balance	356.33	3.60	4.42	2.30	10.32	366.65
Reductions in Gross NPAs due to:						
i) Upgradation						
ii) Recoveries (excluding recoveries from upgraded accounts)					4.30	
iii) Technical/ Prudential/Write-offs					0.64	
iv) Write-offs other than those under (iii) above					0.81	
Provisions (excluding Floating Provisions)						
Opening balance of provisions held	0.99	5.27	3.15	1.51	9.93	10.92
Add: Fresh provisions made during the year					1.31	
Less: Excess provision reversed/ Write-off loans					0.92	
Closing balance of provisions held	1.45	3.60	4.42	2.30	10.32	11.77
Net NPAs						
Opening Balance					0	
Add: Fresh additions during the year					0	
Less: Reductions during the year					0	
Closing Balance					0	



	Standard		Non-Performing			Total
	Total Standard Advances	Sub-standard	Doubtful	Loss	Total Non-Performing Advances	
Floating Provisions						
Opening Balance						NILL
Add: Additional provisions made during the year						NILL
Less: Amount drawn down during the year						NILL
Closing balance of floating provisions						NILL
						NILL
Technical write-offs and the recoveries made thereon						
Opening balance of Technical/ Prudential written-off accounts						
Add: Technical/ Prudential write-offs during the year						NA
Less: Recoveries made from previously technical/ prudential written-off accounts during the year						NA
Closing balance						NA

Ratios (in per cent)	Current Year	Previous Year
Gross NPA to Gross Advances	2.81%	3.86%
Net NPA to Net Advances	0%	0%
Provision coverage ratio	100%	100%



a) Classification of advances and provisions held
FY 2021-22

(Rs. In crores)

	Standard	Non-Performing			Total
		Total Standard Advances	Sub-standard	Doubtful Loss	
Gross Standard Advances and NPAs					
Opening Balance	188.61	7.00	4.21	0.00	11.21
Add: Additions during the year					199.82
Less: Reductions during the year					6.29
Closing balance					7.57
Reductions in Gross NPAs due to:	247.18				9.93
i) Upgradation					257.11
ii) Recoveries (excluding recoveries from upgraded accounts)					
iii) Technical/ Prudential Write-offs					
iv) Write-offs other than those under (iii) above					
Provisions (excluding Floating Provisions)					
Opening balance of provisions held	84.82	NILL	NILL	NILL	11.21
Add: Fresh provisions made during the year					1.51
Less: Excess provision reversed/ Write-off loans					2.79
Closing balance of provisions held	98.95				9.93
Net NPAs					
Opening Balance					
Add: Fresh additions during the year					0
Less: Reductions during the year					0
Closing Balance					0



	Non-Performing				Total
	Standard	Sub-standard	Doubtful	Loss	
	Total Standard Advances				Total Non-Performing Advances
Floating Provisions					
Opening Balance					NILL
Add: Additional provisions made during the year					NILL
Less: Amount drawn down ¹⁸ during the year					NILL
Closing balance of floating provisions					NILL
					NILL
Technical write-offs and the recoveries made thereon					
Opening balance of Technical/ Prudential written-off accounts					
Add: Technical/ Prudential write-offs during the year					
Less: Recoveries made from previously technical/ prudential written-off accounts during the year					
Closing balance					NA
					NA
					NA
					NA

Ratios (in per cent)	Current Year	Previous Year
Gross NPA to Gross Advances	3.86%	5.61%
Net NPA to Net Advances	0%	0%
Provision coverage ratio	100%	100%



b) Sector-wise Advances and Gross NPA

(Amounts in ₹ Crore)

Sr. No.	Sector	Current Year			Previous Year		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
i) Priority Sector							
a)	Agriculture and allied activities	36.02	2.40	6.66%	40.97	3.10	7.57 %
	Crop Loan	22.58	0.91	4.05%			
	Allied Activities	0.75	0.22	29.76%			
	Other Agriculture Loans	12.69	1.26	9.95%			
b)	Advances to industries sector eligible as priority sector lending	0.00	0.00	0.00%	0.00	0.00	0.00 %
c)	Services	104.66	5.08	4.85%	91.21	3.53	3.87 %
	RTO	22.53	1.11	4.92%			
	GECL	2.48	0.21	8.56%			
	Cash credit	41.59	2.37	5.70%			
	Others Services	38.06	1.39	3.65%			
d)	Personal loans & Others PS Advances	7.65	0.07	0.98%	34.11	2.37	6.95 %
	Housing Under PS	6.39	0.00	0.00%			
	PMEGP	1.26	0.07	5.94%			
	Subtotal (i)	148.34	7.55	5.09%	166.29	9.00	5.41 %
ii) Non-priority Sector							
a)	Agriculture and allied activities	0.00	0.00	0.00%	0.00	0.00	0.00 %
b)	Industry	0.00	0.00	0.00%	0.00	0.00	0.00 %
c)	Services	0.00	0.00	0.00%	0.00	0.00	0.00 %
d)	Personal loans & other NPS advances	218.48	2.76	1.26%	91.03	0.94	1.03 %
	Personal Loans Public	129.63	1.19	0.92%			
	Staff Loans	10.62	0.00	0.01%			
	Other Non PS	78.23	1.57	2.00%			
	Sub-total (ii)	218.48	2.76	1.26%	91.03	0.94	1.03 %
	Total (I + ii)	366.82	10.32	2.81%	257.32	9.94	3.86 %



c) Particulars of resolution plan and restructuring

i. Details of accounts subjected to restructuring

		Agriculture and allied activities		Corporate (excluding MSME)		Micro, Small and Medium Enterprises (MSME)		Retail (excluding agriculture and MSME)		Total	
		31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22	31-3-23	31-3-22
Standard	Number of borrowers	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Gross Amount (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Provision held (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Sub-Standard	Number of borrowers	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Gross Amount (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Provision held (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Doubtful	Number of borrowers	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Gross Amount (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Provision held (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total	Number of borrowers	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Gross Amount (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Provision held (₹ crore)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

d) Disclosure of transfer of loan exposures:

Details of stressed loans transferred during the year (to be made separately for loans classified as NPA and SMA)

(all amounts in ₹ crore)	To ARC's	To permitted transferees	To other transferees (please specify)
No: of accounts	NA	NA	NA
Aggregate principal outstanding of loans transferred	NA	NA	NA
Weighted average residual tenor of the loans transferred	NA	NA	NA
Net book value of loans transferred (at the time of transfer)	NA	NA	NA
Aggregate consideration	NA	NA	NA
Additional consideration realized in respect of accounts transferred in earlier years	NA	NA	NA



Details of loans acquired during the year		
(all amounts in ₹ crore)	From SCBs, RRBs, UCBs, StCBs, DCCBs, AIFIs, SFBs and NBFCs including Housing Finance Companies (HFCs)	From ARCs
Aggregate principal outstanding of loans acquired	NA	NA
Aggregate consideration paid	NA	NA
Weighted average residual tenor of loans acquired	NA	NA

e) Fraud accounts: Nil

9. Exposures

a) Exposure to Real Estate Sector

Sr	Category	31-03-2023	31-03-2022
a	Direct exposure		
(I)	Residential Mortgages		
	Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented (individual housing loan upto Rs.20 lakh may be shown separately)	Nil	Nil
(ii)	Commercial Real Estate		
	Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits ;		
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures		
	a. Residential	Nil	Nil
	b. Commercial Real Estate	Nil	Nil
b)	Indirect Exposure	Nil	Nil
	Fund-based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)		
	Total Exposure to Real Estate Sector	Nil	Nil

b) Unsecured advances :No advances against which intangible securities

(Amounts in ₹ crore)

Particulars	Current Year	Previous Year
Total unsecured advances of the bank	128.80	30.63
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	NA	NA
Estimated value of such intangible securities	NA	NA



10. Concentration of deposits, advances, exposures and NPAs

a) Concentration of deposits

(Amount in ₹ crore)

Particulars	Current Year	Previous Year
Total deposits of the twenty largest depositors	191.66	148.85
Percentage of deposits of twenty largest depositors to total deposits of the bank	15.27%	13.58%

b) Concentration of advances

(Amount in ₹ crore)

Particulars	Current Year	Previous Year
Total advances to the twenty largest borrowers	50.23	37.94
Percentage of advances to twenty largest borrowers to total advances of the bank	13.47%	14.74%

c) Concentration of exposures

(Amount in ₹ crore)

Particulars	Current Year	Previous Year
Total exposure to the twenty largest borrowers/customers	50.23	37.94
Percentage of exposures to the twenty largest borrowers/ customers to the total exposure of the bank on borrowers/customers	13.47%	14.74%

d) Concentration of NPAs

(Amount in ₹ crore)

	Current Year	Previous Year
Total Exposure to the top twenty NPA accounts	4.53	3.79
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	43.88%	44.97%



11. Transfers to Depositor Education and Awareness Fund (DEAFund)

(Amount in ₹ crore)

Sr. No.	Particulars	Current Year	Previous Year
i)	Opening balance of amounts transferred to DEA Fund	0.14	0.08
ii)	Add: Amounts transferred to DEA Fund during the year	0.01	0.06
iii)	Less: Amounts reimbursed by DEA Fund towards claims	0.00	0.00
iv)	Closing balance of amounts transferred to DEA Fund	0.15	0.14

12. Disclosure of complaints

a) Summary information on complaints received by the bank from customers and from the Offices of Ombudsman

Sr. No	Particulars	Previous year	Current year
Complaints received by the bank from its customers			
1.	Number of complaints pending at beginning of the year	Nil	Nil
2.	Number of complaints received during the year	Nil	Nil
3.	Number of complaints disposed during the year	Nil	Nil
3.1	Of which, number of complaints rejected by the bank	Nil	Nil
4.	Number of complaints pending at the end of the year	Nil	Nil
Maintainable complaints received by the bank from Office of Ombudsman			
5.	Number of maintainable complaints received by the bank from Office of Ombudsman	Nil	Nil
5.1	Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman	Nil	Nil
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	Nil	Nil
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank	Nil	Nil
6.	Number of Awards unimplemented within the stipulated time (other than those appealed)	Nil	Nil
Note: Maintainable complaints refer to complaints on the grounds specifically mentioned in Integrated Ombudsman Scheme, 2021 (Previously Banking Ombudsman Scheme, 2006) and covered within the ambit of the Scheme.			

b) Top five grounds of complaints received by the bank from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Current Year					
Ground - 1	Nil	Nil	Nil	Nil	Nil
Ground - 2	Nil	Nil	Nil	Nil	Nil
Ground - 3	Nil	Nil	Nil	Nil	Nil
Ground - 4	Nil	Nil	Nil	Nil	Nil
Ground - 5	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil

	Previous Year				
Ground - 1	Nil	Nil	Nil	Nil	Nil
Ground - 2	Nil	Nil	Nil	Nil	Nil
Ground - 3	Nil	Nil	Nil	Nil	Nil
Ground - 4	Nil	Nil	Nil	Nil	Nil
Ground - 5	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil

13. Disclosure of penalties imposed by the Reserve Bank of India

During the year Reserve Bank of India has imposed following penalties on the Bank under the provision of Section 46 (4) of the Banking Regulation Act, 1949, for contraventions of any of the provisions of the Act, 1949; order, rule or condition specified by Reserve Bank under the Act.

Sl No	Particulars	Amount (In Lakhs)
1.	For non compliance with the directions contained in Para 2(b) of RBI circular RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001 on 'Strengthening of Prudential norms- Provisioning Asset classification and exposure limit'.	Rs. 32.00 lakhs
2.	For non compliance with the directions contained in Para 1 (a) of RBI circular RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001 on 'Strengthening of Prudential norms- Provisioning Asset classification and exposure limit' read with the directions contained in Para A (iv) of RBI circular RPCD No. RRB.BC. 112/ 03.05.34/95-96 dated March 22, 1996 on 'RRBs- Income Recognition, Asset classification and Provisioning Norms- Non Performing Assets (NPAs)'.	Rs. 10.00 lakhs
	TOTAL	Rs. 42.00 lakhs

14. Other Disclosures

a) Business ratios

Particular	Current Year	Previous Year
i) Interest Income as a percentage to Working Funds	7.65 %	7.67 %
i) Non-interest income as a percentage to Working Funds	0.47 %	0.51 %
ii) Cost of Deposits	3.24 %	3.48 %
iii) Net Interest Margin	4.37 %	4.20 %
iv) Operating Profit as a percentage to Working Funds	2.52 %	1.96 %
v) Return on Assets	1.69 %	1.32 %
i) Business (deposits plus advances) per employee (in ₹crore)	14.23	13.25
ii) Profit per employee (in ₹crore)	0.18	0.12

b) Banc assurance Business

The details of fees / brokerage earned in respect of insurance broking, agency and banc assurance business undertaken by them shall be disclosed for both the current year and previous year.



Name of the party	Current year	Previous Year
SBI Life Insurance	35.83 lakhs	43.00 lakhs
SBI General Insurance	26.78 lakhs	4.38 lakhs



c) Marketing and distribution- NIL

d) Disclosures regarding Priority Sector Lending Certificates(PSLCs)- Rs. 65.00 Cr (Rs. 50 Cr General and Rs. 15 Cr Agri)

e) Provisions and contingencies

(Amount in ₹ crore)

Provision debited to Profit and Loss Account	Current Year	Previous Year
i) Provisions for NPI	Nil	Nil
ii) Provision towards NPA	1.31	1.05
iii) Provision made towards Income tax	6.65	3.40
iv) Other Provisions and Contingencies (with details)	8.46	8.23

f) Payment of DICGC Insurance Premium

(Amount in ₹ crore)

Sr. No.	Particulars	Current Year	Previous Year
i)	Payment of DICGC Insurance Premium	1.41	1.13
ii)	Arrears in payment of DICGC premium	Nil	Nil

g) Details of Single Borrower (SGL), Group Borrower Limit (GBL) exceeded by the bank:
Nothing to report

h) Draw Down from Reserve: Nothing to report as on date.

i) Details of non-performing financial assets purchased/ sold:

Banks which purchase non-performing financial assets from other banks shall be required to make the following disclosure in the Notes on Accounts to their Balance Sheets:

A. Details of non-performing financial assets purchased:

(Rs. lakh)

Sr	Particulars	31-03-2023	31-03-2022
1 (a)	No. of accounts purchased during the year	Nil	Nil
(b)	Aggregate outstanding	Nil	Nil
2 (a)	Of these, number of account restructured during the year	Nil	Nil
(b)	Aggregate outstanding	Nil	Nil

B. Details of non-performing financial assets sold

(Rs. lakhs)

Sr	Particulars	31-03-2023	31-03-2022
1	No. of accounts sold	Nil	Nil
2	Aggregate outstanding	Nil	Nil
3	Aggregate consideration received	Nil	Nil

15. Disclosure Requirements as per Accounting Standards where the RBI has issued guidelines in respect of disclosure items for 'Notes to Accounts'

a) Accounting Standard 5 - Net Profit or Loss for the period, prior period items and changes in accounting policies. Bank has no such disclosures to be made in the Notes on Accounts to the Balance Sheet of banks.

b) Accounting Standard 9 - Revenue Recognition

This Standard requires that in addition to the disclosures required by Accounting Standard 1 on 'Disclosure of Accounting Policies (AS 1)', an enterprise should also disclose the circumstances in which revenue recognition have been postponed pending the resolution of significant uncertainties. Bank has no such disclosures.



c) **Accounting Standard 15 - Employee Benefits**

i. **Leave Encashment**

The fund requirement for the year 2022-23 for Leave Encashment Liability is ascertained by SBI Life Insurance Company Limited in accordance with AS -15 and as per the assessment there was no any requirement for the Leave Encashment fund.

ii. **Gratuity**

The fund requirement for the year 2022-23 for Gratuity Liability is ascertained by SBI Life Insurance Company Limited by in accordance with AS -15 and as per the assessment, there was no any requirement of the fund.

iii. **Pension**

In accordance with law, all employees of the Bank are entitled to receive benefits under the Pension fund and NPS, a defined contribution plan in which both the employee and the bank contribute monthly at a pre determined rate. The Bank has made total provision of Rs. 6, 34, 47,000.00 for this FY, which will be provided to Pension Trust, benefits other than its annual contribution and recognizes such contributions as an expense in the year incurred.

iv. **Salary Revision**

The Bank has provided a sum of Rs. 1,67,69,880.52 as wage revision provision during the year from P&L account and the available balance is Rs. 2,02,24,924.11 in the balance sheet under the head Provision for arrear salary.

d) **Accounting Standard 17 - Segment Reporting**

Not applicable in RRBs.

e) **Accounting Standard 18 - Related party disclosure**

List of related Parties:

State Bank of India (Sponsor bank)

SBI Mutual Fund

SBI Life Insurance Company Ltd

SBI General Insurance Company Ltd.

Reserve Bank of India

NABARD

FY 2022-23

(Amt. in Lakhs)

Name of the related party	Deposit/Investment	Salary paid to deputed staff	Balance with Bank	Interest Income/Capital Gain	Commission on Income	Other Expenses/Interest expenses	No. of employees on deputation
State Bank of India (Sponsor Bank)	17476.03	74.42	3207.40	1749.98	Nil	289.63	3
SBI Mutual Fund	810.00	Nil	Nil	Nil	Nil	Nil	Nil
SBI Life Insurance	Nil	Nil	Nil	Nil	35.83	Nil	Nil
SBI General Insurance	Nil	Nil	Nil	Nil	26.78	Nil	Nil
Reserve bank of India	6008.55	Nil	Nil	Nil	Nil	Nil	Nil
NABARD	67.46	Nil	Nil	0.22	Nil	Nil	Nil



FY 2021-22

(Amt. in Lakhs)

Name of the related party	Deposit/Investment	Salary paid to deputed staff	Balance with Bank	Interest Income/Capital Gain	Commission on Income	Other Expenses/Interest expenses	No. of employees on deputation
State Bank of India (Sponsor Bank)	24247.94	68.19	12394.65	2330.36	Nil	161.12	3
SBI Mutual Fund	360.00	Nil	Nil	Nil	Nil	Nil	Nil
SBI Life Insurance	Nil	Nil	Nil	Nil	43.00	Nil	Nil
SBI General Insurance	Nil	Nil	Nil	Nil	4.38	Nil	Nil
Reserve bank of India	4010.50	Nil	Nil	Nil	Nil	Nil	Nil
NABARD	43.00	Nil	Nil	0.24	Nil	Nil	Nil

f) Accounting Standard 22 – Accounting for Taxes on Income

Nothing to report as on date.

g) Accounting Standard 25 – Interim Financial reporting

Nothing to report as on date.

16.Previous year figures have been re-classified wherever necessary.

