

Appendix - A

CHHATTISGARH RAJYA GRAMIN BANK
HEAD OFFICE, MAHADEO GHAT ROAD, SUNDER NAGAR, RAIPUR (C.G.)

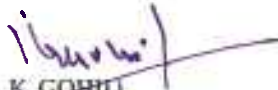
BALANCE SHEET
AS ON 31ST MARCH, 2021

Amt in Nearest ₹

Particulars	Schedule	As on 31.03.2021	As on 31.03.2020
CAPITAL & LIABILITIES			
Capital	1	2,158,910,700	2,158,910,700
Reserves & Surplus	2	7,383,997,164	7,296,443,894
Minorities Interest	2A	-	-
Deposits	3	124,722,523,068	113,317,719,949
Borrowings	4	3,004,752,259	1,506,270,526
Other Liabilities and Provisions	5	6,904,100,300	6,480,055,198
Total		144,174,283,490	130,759,400,266
ASSETS			
Cash and Balances with Reserve Bank of India	6	4,925,259,767	4,255,243,838
Balances with Banks and Money at call and short notice	7	40,027,716,720	33,743,992,593
Investments	8	51,841,906,904	54,255,504,349
Loans and Advances	9	43,518,049,753	33,897,672,709
Fixed Assets	10	299,533,398	315,427,840
Other Assets	11	3,561,816,948	4,291,558,937
Total		144,174,283,490	130,759,400,266
Contingent Liabilities	12	168,846,381	98,847,752

FOR, CHHATTISGARH RAJYA GRAMIN BANK,

For, Rajendra Prasad


 (I. K. GOHIL)

CHAIRMAN


 (A. K. BEHERA)

(G.M. (Ops.))


 (K. PADMINI)

(G.M. (Ops.))


 (Rajendra Prasad)
 (Partner)

PLACE : RAIPUR (C.G.)

DATE : 14TH MAY, 2021



Membership Number: 413035

Appendix -B

CHHATTISGARH RAJYA GRAMIN BANK
HEAD OFFICE, MAHADEO GHAT ROAD, SUNDER NAGAR, RAIPUR (C.G.)
STATEMENT OF PROFIT & LOSS ACCOUNT
FOR THE PERIOD FROM 01ST APR 2020 TO 31ST MARCH 2021

Amt in Nearest ₹

Particulars	Schedule	As on 31.03.2021	As on 31.03.2020
I. Income			
Interest earned	13	10,430,360,528	9,389,629,748
Other income	14	1,123,283,708	1,550,913,932
Total (A)		11,553,644,235	10,940,543,680
II. Expenditure			
a. Interest expended	15	4,757,531,191	4,865,051,214
b. Operating expenses (i+ii+iii)	16	3,175,316,960	3,069,809,941
i) Employees Cost		2,213,034,089	2,264,031,682
ii) Depreciation		63,742,835	67,465,147
iii) Other Operating Expenses		898,540,036	738,313,112
III. Total Expenditure (a+b) (B)		7,932,848,150	7,934,861,155
IV. Operating Profit before Provision and Contingencies (A-B)		3,620,796,085	3,005,682,525
V. Provisions (Other than Tax)		674,581,273	632,136,369
V(A) Provision of Pension		2,505,000,000	2,221,158,036
V(B) Provision of Arrears on Wage Settlement		313,500,000	-
V(C) Reversal of Investments Fluctuation Reserve		(37,378,794)	-
VI. Profit / Loss from Ordinary Activities before Tax		165,093,607	152,388,120
Less: Provision for Current Tax		58,231,303	60,667,044
Less: Provision of Taxation Earlier Years		(1,435,560)	-
Less: Prior Period Adjustment		(9,490,896)	-
Less: Provision for Deferred Tax Liability /(Asset)		(7,143,305)	(8,782,624)
Net Profit after Taxation		124,932,063	100,503,700
Add: Brought forward consolidated Profit/Loss attributable to the group		6,131,148,299	6,050,745,339
Balance of Profit/Loss Account		6,256,080,363	6,151,249,039
VII. Appropriations			
Transfer to statutory reserves		24,986,413	20,100,740
Transfer to Other reserves		-	-
Balance carried over to balance sheet		6,231,093,950	6,131,148,299

FOR, CHHATTISGARH RAJYA GRAMIN BANK,

For, Rajendra Prasad

Chartered Accountants

Firm No. 000203C

(I. K. GOHIL)

CHAIRMAN

(A. K. BEHERA)

(G.M. (Ops.))

(K. PADMINI)

(G.M. (Ops.))

PLACE : RAIPUR (C.G.)

DATE : 14TH MAY, 2021



Amt in Nearest ₹

SCHEDULE-1 : CAPITAL

Particulars	As on 31.03.2021	As on 31.03.2020
Authorised Capital (2,00,00,00,000 shares of ₹ 10 each)	20,000,000,000	20,000,000,000
Issued Capital (21,58,91,070 shares of ₹ 10 each)	2,158,910,700	2,158,910,700
Subscribed Capital (21,58,91,070 shares of ₹ 10 each)	2,158,910,700	2,158,910,700
Called up Capital (Nil shares of Nil ₹)	-	-
Less : Calls unpaid	-	-
Add: Forfeited Shares	-	-
Share Capital Deposit	-	-
Total	2,158,910,700	2,158,910,700

SCHEDULE-2 : RESERVES & SURPLUS

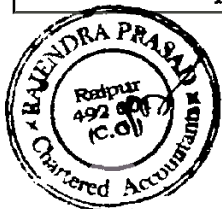
Particulars	As on 31.03.2021	As on 31.03.2020
a. Statutory Reserves	1,069,397,421	1,044,411,008
b. Capital Reserves	70,951,896	70,951,896
c. Other Reserves	12,553,897	12,553,897
d. Investment Fluctuation Reserve	-	37,378,794
e. Balance in Profit and Loss Account	-	-
Op balance as on 01/04/2020	6,131,148,299	6,050,745,339
Less: Amount transfer to Other reserves	-	-
Less: Amount transfer to Statutory Reserve	(24,986,413)	(20,100,740)
Add: Profit for the period	124,932,063	100,503,700
Total (e)	6,231,093,950	6,131,148,299
Total (a+b+c+d+e)	7,383,997,164	7,296,443,894

SCHEDULE-2A : MINORITIES INTEREST

Particulars	As on 31.03.2021	As on 31.03.2020
Minorities Interst at the date on which the parent subsidiary relationship came into existance		
Subsequent increase / decrease	-	-
Minorities interest on the date of balance sheet	-	-
Total	-	-

SCHEDULE-3 : DEPOSITS

Particulars	As on 31.03.2021	As on 31.03.2020
A I. Demand Deposits		
(i) From Banks	-	-
(ii) From Others	3,144,510,906	3,181,729,885
II. Savings Bank Deposits	85,171,544,667	76,785,932,536
III. Term Deposits		
(i) From Banks	-	-
(ii) From Others	36,406,467,496	33,350,057,528
Total (I,II and III)	124,722,523,068	113,317,719,949
B.I. Deposits of branches in India	124,722,523,068	113,317,719,949
II. Deposits of branches outside India	-	-
Total (I and II)	124,722,523,068	113,317,719,949



12/2/21

SCHEDULE-4 : BORROWINGS

Amt in Nearest ₹

Particulars	As on 31.03.2021	As on 31.03.2020
I. Borrowings in India		
(i) Reserve Bank Of India	-	-
(ii) Other Banks		
(iii) Other institutions and agencies		
1. against Refinance (SBI)		
From NABARD	923,792,400	615,380,500
Over Draft From Banks	1,722,402,574	757,979,304
From National Housing Bank	-	-
NBCFDC REFINANCE	107,535,837	124,232,179
NBCFDC REFINANCE ACCT	251,021,448	8,678,543
II. Borrowings outside India	-	-
Total (I and II)	3,004,752,259	1,506,270,526
Secured borrowings included in I & II above		

SCHEDULE-5 : OTHER LIABILITIES AND PROVISIONS

Particulars	As on 31.03.2021	As on 31.03.2020
I. Bills payable	-	-
II. Inter office Adjustment (net)	52,814,234	22,129,947
III. Interest Accrued	2,652,280,341	2,597,677,530
IV. Deferred Tax Liabilities/ (Asset) (Net)	(10,047,903)	(2,904,599)
V a. Others (Borrowers subsidy reserve fund)	189,751,725	150,102,852
V. b. Others (including provisions)*	4,019,301,903	3,713,049,467
Total	6,904,100,300	6,480,055,198

*Details of Others (including provisions):	As on 31.03.2021	As on 31.03.2020
Provision for Standard Assets	263,542,026	117,650,286
Additional Provision (As per Circular RBI/2019-20/220 dt. April 20, 2020 - Refer Point 32 of Schedule 18)	-	14,180,709
Provision for Fraud/Robbery etc.	10,562,000	10,029,000
Provision for Income Tax	58,231,303	60,667,044
TDS on Time Deposit Interest	33,472,347	46,117,228
Draft/Pay order/ Bankers Cheque	363,467,020	410,373,045
Sundry Deposits	5,781,422	2,965,301
RTGS	4,598,206	(2,021,241)
Provision for Pension Liability	2,505,000,000	2,221,158,036
Misc. Liabilities	774,647,578	831,930,058
Total	4,019,301,903	3,713,049,467

SCHEDULE-6 : CASH AND BALANCES WITH RESERVE BANK OF INDIA

Particulars	As on 31.03.2021	As on 31.03.2020
I. Cash in hand (including foreign currency notes)	482,332,673	545,916,744
II. Balances with Reserve Bank Of India		
(i) In current Account	4,442,927,094	3,709,327,094
(ii) In Other Accounts	-	-
Total (I and II)	4,925,259,767	4,255,243,838



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

Particulars	Amt in Nearest ₹	
	As on 31.03.2021	As on 31.03.2020
I. In India		
(i) Balances with Banks		
(a) In Current Account	12,093,905	327,993,349
(b) In Other Deposit Accounts	40,015,622,815	33,415,999,244
(ii) Money at Call and Short Notice		
(a) With banks	-	-
(b) With other institutions	-	-
Total (i & ii)	40,027,716,720	33,743,992,593
II. Outside India		
(i) In Current Account	-	-
(ii) In Other Deposit Accounts	-	-
(iii) Money at Call and Short Notice	-	-
Total	-	-
Grand Total (i, ii & iii)	40,027,716,720	33,743,992,593

SCHEDULE-8 : INVESTMENTS

Particulars	As on 31.03.2021		As on 31.03.2020	
I. Investments in India in				
Held to Maturity				
(i) Government securities (SLR)	26,483,763,122		29,549,751,579	
(ii) Other approved securities	-		-	
(iii) Shares	-		-	
(iv) Debentures and Bonds	-		-	
(v) Others (Mutual Fund etc)	-		-	
Total	26,483,763,122		29,549,751,579	
Held for Trading	-		-	
Available for Sale				
(i) Government securities (SLR)	22,838,193,780		6,086,315,000	
(ii) Mutual Funds & Bonds (Non- SLR)	2,519,950,003		18,619,437,770	
Total	25,358,143,782		24,705,752,770	
II. Investments outside India in				
(i) Government Securities (Including local Authorities)	-		-	
(ii) Investment in Associates	-		-	
(iii) Other Investments (to be specified)	-		-	
Total	-		-	
Grand Total (I & II)	51,841,906,904		54,255,504,349	
III. Investments in India				
(i) Gross value of Investments	51,841,906,904		54,255,504,349	
(ii) Aggregate of provisions for Depreciation				
(iii) Net investment	51,841,906,904		54,255,504,349	
IV. Investments outside India				
(i) Gross value of Investments	-		-	
(ii) Aggregate of provisions for Depreciation	-		-	
(iii) Other Investments (to be specified)	-		-	



16/ 1/ 2

SCHEDULE-9 : ADVANCES

Amt in Nearest ₹

Particulars	As on 31.03.2021	As on 31.03.2020
A.(i) Bills Purchased and Discounted		
(ii) Cash Credits, Overdrafts and Loans repayable on demand	16,586,366,286	11,287,135,494
(iii) Term Loans	26,931,683,468	22,610,537,215
Total	43,518,049,753	33,897,672,709
B.(i) Secured by tangible assets(Includes	24,125,584,441	18,147,087,038
(ii) Covered by Bank / Government Guarantees	1,234,809,883	309,183,855
(iii) Unsecured	18,157,655,429	15,441,401,816
Total	43,518,049,753	33,897,672,709
C. I. Advances in India		
(i) Priority Sector	27,659,404,800	21,555,021,628
(ii) Public Sector		
(iii) Banks		
(iv) Others	15,858,644,953	12,342,651,081
Total	43,518,049,753	33,897,672,709
C.II. Advances outside India		
(i) Due from banks	-	-
(ii) Due from Others	-	-
(a) Bills Purchased & Discounted	-	-
(b) Syndicated Loans	-	-
(c) Others	-	-
Total	-	-

SCHEDULE-10 : FIXED ASSETS

Particulars	As on 31.03.2021	As on 31.03.2020
I.Premises (Land and Building)		
At cost as on 1st April'2018	1,518,167	1,518,167
Addition during the year	-	-
Deductions during the year	-	-
Accumulated Depreciation	168,194	152,404
Total (A)	1,349,973	1,365,763
II. Other Fixed Assets (including furniture and		
At cost as on 1st April'2018	549,686,810	492,071,306
Addition during the year	46,142,681	66,044,731
Deductions during the year	4,182,021	298,834
Accumulated Depreciation	344,877,785	293,313,993
Total (B)	246,769,685	264,503,210
II A. Leased Assets		
At cost as on 1st April'2018	17,109,820	17,109,820
Addition during the year including adjustment	-	-
Deductions during the year including provisions	-	-
Accumulated Depreciation	3,928,224	3,357,898
Total (C)	13,181,596	13,751,922
III Building WIP (D)	38,232,145	35,806,945
Total (A+B+C+D)	299,533,398	315,427,840



16/11/21

SCHEDULE-11 : OTHER ASSETS

Amt in Nearest ₹

Particulars	As on 31.03.2021	As on 31.03.2020
I. Inter office adjustments (net)	-	-
II. Interest Accrued	2,057,192,439	2,269,305,072
III. Advance Tax & TDS	251,492,333	924,961,469
IV. Stationery and stamps	4,019,394	6,311,851
V. Others *	1,249,112,782	1,090,980,546
Total	3,561,816,948	4,291,558,937

* Details of others :	As on 31.03.2021	As on 31.03.2020
APBS and NACH Account	600,035,359	570,717,223
NEFT	174,266,011	254,654,560
Interest Receivable from NABARD (Intt. Subvention)	369,066,696	214,367,705
Deposits for Consumer Forum & Gratuity Appeal	31,199,264	22,786,604
Other Receivables	74,545,452	28,454,454
Total	1,249,112,782	1,090,980,546

SCHEDULE-12 : CONTINGENT LIABILITIES

Particulars	As on 31.03.2021	As on 31.03.2020
I. Claims against the Bank not acknowledged as debt	32,049,264	23,636,604
II. Liabilities for partly paid Investment	-	-
III. Liability on account of outstanding forward exchange contract	-	-
IV. Guarantees given on behalf of constituent	-	-
(a) In India	86,757,321	25,026,743
(b) Outside India	-	-
V. Acceptances, endorsements and other obligations	-	-
VI. Other items for which the Bank is contingency liable (DEAF)	50,039,795	50,184,405
Total	168,846,381	98,847,752

SCHEDULE-13-INTEREST AND DIVIDENDS EARNED

Particulars	As on 31.03.2021	As on 31.03.2020
I. Interest/ discount on advances /bills	4,241,990,274	3,357,257,919
II. Income on investments	6,138,693,344	6,007,558,817
III. Interest on balances with Reserve Bank of India and other inter bank funds	-	-
IV. Others	49,676,910	24,813,012
Total	10,430,360,528	9,389,629,748

SCHEDULE-14- OTHER INCOME

Particulars	As on 31.03.2021	As on 31.03.2020
I. Commission, Exchange ,Brokerage	914,195,539	953,639,712
II. Income from Sale of Investments	79,216,402	99,476,298
III. Miscellaneous Income (Recovery in Written Off Account)	129,871,767	497,797,921
Total	1,123,283,708	1,550,913,932



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SCHEDULE-15- INTEREST EXPENDED

Amt in Nearest ₹

Particulars	As on 31.03.2021	As on 31.03.2020
I. Interest on Deposits	4,641,653,020	4,791,986,037
II. Interest on Reserve Bank Of India/Inter -Bank Borrowings (SBI/NHB/NABARD etc)	115,878,171	73,065,176
III. Others	-	-
Total	4,757,531,191	4,865,051,214

SCHEDULE 16- OPERATING EXPENSES

Particulars	As on 31.03.2021	As on 31.03.2020
I. Payments to and Provisions for Employees (Incl. C.Y. Arrears on Wage Revision)	2,213,034,089	2,264,031,682
II. Rent Taxes and Lighting	98,598,829	88,798,569
III. Printing and Stationary	18,249,588	22,622,793
IV. Advertisement and publicity	1,080,027	944,128
V. (a) Depreciation on Bank's Property other than Leased Assets	63,172,509.36	66,894,820
(b) Depreciation on Leased Assets	570,326	570,327
VI. Directors' fees, allowances and expenses	-	-
VII. Auditors fees and expenses (including Branch auditors' fees and expenses)	4,084,185	4,786,085
VIII. Law charges	787,820	1,122,320
IX. Postage ,telegrams ,telephones etc.	7,118,594	5,444,911
X. Repairs and maintenance	16,379,671	12,339,512
XI. Insurance	174,548,937	136,087,546
XII. Amortisation for the year	40,502,109	29,706,913
XIII. Other expenditure (Including AMC)	537,190,277	436,460,335
XIV. Loss on Sale of Assets	-	-
Total	3,175,316,960	3,069,809,941

Details of other Expenditure :	As on 31.03.2021	As on 31.03.2020
Books Periodicals & News Paper	602,659	693,106
Travelling Expenses	10,592,542	13,242,914
Halting / Lodging/Boaring Expenses	17,881,749	25,167,989
Annual Maintenance Contract (AMC)	164,724,858	135,475,444
ATM Service Charges	132,983,282	66,858,694
Payment to Daily Wages	64,601,664	59,565,611
Misc. Expenses	145,803,523	135,456,578
Total	537,190,277	436,460,335



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SCHEDULE - 17 - SIGNIFICANT ACCOUNTING POLICIES

1	<p><u>Basis of Preparation:</u> Financial Statements will be prepared under the historical cost convention, on the basis of accounting going concern basis, unless otherwise stated and confirm in all material aspects to Generally Accepted Accounting Policies (GAAP) in India, which comprise applicable statutory provisions, regulatory norms / guidelines prescribed by the National Bank for Agriculture and Rural Development (NABARD) / Reserve Bank of India, Banking Regulation Act 1949, Regional Rural Bank Act 1976 and amendment thereto and Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI), and the practices prevalent in the Rural Banking industry in India.</p>
2	<p><u>Use of Estimates :</u> 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 financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable and are based upon Managements evaluation of the relevant facts and circumstances as of the date of financial statements. Future results could differ from to this estimates and the difference between the actual results and the estimates are recognized in the period in which the result are known / materialized.</p>
3	<p><u>Revenue Recognition :</u></p>
3.1	Income and expenditure to be accounted for on accrual basis, exceptions if any will be explained in the statements.
3.2	<p>i. Interest income to be recognized in the profit and loss account as it accrues except income from non performing assets (NPAs) comprising advances and investments which is recognized upon realization, as per the prudential norms prescribed by the RBI or other regulatory authorities.</p> <p>ii. Bills discounted will be recognized as and when received.</p> <p>iii. Profit / loss on sale / trading of investments is to be recognized in the Profit and Loss Account.</p> <p>iv. Income (other than interest) on interest bearing investments in "Held to Maturity (HTM)" category acquired at a discount to the face value, is to be recognized only at the time of sale / redemption.</p> <p>v. All other commission / Exchange / fee income and Locker rent is to be recognized in the profit and loss account on realized basis.</p> <p>vi. Interest on overdue term deposits is to be accounted for on renewal.</p> <p>viii. The sale of NPA will be accounted for as per guidelines issued/prescribed by RBI from time to time.</p>
3.3	Banker's Cheque prepared on of bills paid to the vendors is lying unpaid for more than 3 years will be credited to charges account. In the event of any claim from the vendors, the charges account will be debited.
4.	<p><u>Investments :</u></p>
4.1	<p><u>Investment Classification :</u> The transactions in Government Securities will be recorded on "Settlement Date". Investments other than Government Securities will be recorded on "Trade Date". Investments will be classified into 3 categories(hereafter called categories) as per RBI guidelines, the category wise details and basis thereof are as under:</p> <p>A) Held to Maturity: Investments that the Bank intends to hold till maturity will be classified as Held to Maturity.</p> <p>B) Held for Trading: Investments that are held principally for resale within 90 days from the date of purchase are to be classified as Held for Trading.</p> <p>C) Available for Sale: Investments, which are not classified in the above two categories, are to</p>



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	<p>be classified as Available for Sale.</p> <p>Under each of these above-mentioned categories, investments will be further classified into the following five groups:</p> <ol style="list-style-type: none"> Government Securities, Other approved Securities, Shares Debentures and Bonds and Others (Like Mutual Funds etc.) <p>An investment to be classified as HTM / HFT / AFS at the time of its purchase and subsequent shifting amongst categories is done in conformity with regulatory guidelines.</p>
4.2	<p><u>Initial Recognition :</u></p> <ol style="list-style-type: none"> Government Securities: Investments in Govt. Securities are to be valued at cost, inclusive of premium related to acquisition less amortized amount. Premium/discount paid over the book value is to be amortized over the balance period from the date of acquisition to the date of maturity on day by day basis. Other approved Securities: at Cost Shares: at Cost Debentures and Bonds: Investments in Debenture and Bonds are to be valued at cost, inclusive of premium related to acquisition less amortized amount. Premium/discount paid over the book value is to be amortized over the balance period from the date of acquisition to the date of maturity on day by day basis. Others (Like Mutual Funds etc.): at Cost <p>Further, Brokerage / commission paid on acquisition on investment are to be charged to P&L on payment basis.</p>
4.3	<p><u>Recognition of Income :</u></p> <ol style="list-style-type: none"> Interest will be recognized on all investments on accrual basis. Income arising out of investment in Mutual Funds will be recognized on receipt basis. Dividend income arising out of investment in shares will be recognized on receipt basis. Profit or Loss on sale of investments to be recognized in the Profit and Loss Account. However, the profit on sale of investments in the 'Held to Maturity' category is to be appropriated (net of applicable taxes and amount required to be transferred to statutory reserve) to 'Capital Reserve Account'. Income (other than interest) on investments in "Held to Maturity" (HTM) category acquired at a discount to the face value, to be recognized as follows: <ol style="list-style-type: none"> On Interest bearing securities, it is to be recognized only at the time of sale/redemption. On zero-coupon securities, it is to be accounted for over the balance tenor of the security on a constant yield basis.
4.4	<p><u>Valuation of Investment and provision for depreciation of Investments :</u></p> <p>The valuation of each investment is depending upon its classification which has been decided by the bank at the time of its acquisition and as and when required by their rules and regulations. The bank on each balance sheet date will value its investment based on the classification of investment, the classification wise valuation policy is as under:</p> <ol style="list-style-type: none"> Held to Maturity Investment – at cost less unamortized discount and Premium. Held for Trading and Available for Sale - Securities under AFS & HFT shall be separately valued scrip-wise and depreciation/appreciation shall be aggregated for each balance sheet classification. The investment in a particular classification may be aggregated for the purpose of arriving at net depreciation/appreciation of investments under that category. Net depreciation, if any, shall be provided for. Net appreciation, if any, should be ignored. In any



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	<p>one classification should not be reduced on account of net appreciation in any other classification.</p> <p>The provisions required to be created on account of depreciation in the AFS and HFT category in any year should be debited to the Profit and Loss Account and an equivalent amount (net of tax benefit, if any, and net of consequent reduction in the transfer to Statutory Reserve) or the balance available in the Investment Fluctuation Reserve (IFR) Account, whichever is less, shall be transferred from the IFR Account to the Profit and Loss Account. In case the event provisions created on account of depreciation in the AFS and HFT category are found to be in excess of the required amount in any year, the excess should be credited to the Profit and Loss Account.</p>
4.5	<p><u>Shifting among categories :</u></p> <p>Investments to be shifted to/from HTM will be only with the approval of the Board of Directors. Such shifting will normally be at the beginning of the accounting year. Value of sales and transfers of securities to/from HTM category shall not exceed as permitted by the regulator / Reserve Bank of India in its guidelines.</p>
5	<p><u>Loans/Advances : Classifications and Provisions thereon :</u></p>
5.1	<p>Loans and advances have to be classified as performing and non-performing, based on the guidelines / directives issued by the RBI.</p> <ul style="list-style-type: none"> • In respect of Agriculture Advances : <ol style="list-style-type: none"> i. For short duration crops, where the installment of principal or interest remains overdue for two crop seasons and ii. For long duration crops, where the principal or interest remains overdue for one crop season. • In respect of Non-Agriculture Advances : <ol style="list-style-type: none"> i. In respect of term loans, interest and / or installment of principal remains overdue for a period of more than 90 days. ii. In respect of overdraft or cash credit advances, the account remains "out of order", that is if the outstanding balance exceeds the sanction limit or drawing power continuously for a period 90 days, or if there are no credit continuously for 90 days as on the date of Balance Sheet or if the credits are not adequate to cover the interest debited during the same period. • Advances will be net of specific loan loss provisions, unrealized interest, ECGC claims received. • For restructured / rescheduled assets, provisions will be made in accordance with the extent guidelines issued by the RBI. • In the case of Loan Accounts classified as NPAs, an account may be reclassified as performing assets if it confirms to the guidelines prescribed by the regulators. • Amount recovered against debts written off in earlier years are recognized as revenue in the year of recovery. • In addition to the specific provision on NPAs, general provisions will be also made for Standard Assets as per extent RBI guidelines. These provision to reflected in Schedule 5 of the Balance Sheet under the head "Other Liabilities and Provisions " and are not considered for arriving at the net NPAs. • Interest realized on NPAs will be taken in to income account provided the credits in the account towards interest are not out of fresh / additional credit facilities sanctioned to the borrower concerned. • Appropriation of recoveries in NPAs i.e. towards principal or interest due as per Bank's instructions will be done in accordance with the following priority : <ol style="list-style-type: none"> i. Charges ii. Unrealized Interest / Interest iii. Principal
5.2	<p>Provision on NPAs to be made as per the extent guidelines / directives prescribed by RBI</p>



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I. All advances will be classified under four categories i.e., Standard Assets, Sub-Standard Assets, Doubtful Assets and Loss Assets.

II. Provisions on Advances will be made as under :

i. **Standard Assets : General Provision for Standard Assets at the following rates :**

a. Direct Advances to Agriculture & SME Sector at 0.25%	0.25%
b. Commercial Real Estate Sector	1.00%
c. Commercial Real Estate Sector (Residential Housing Sector)	0.75%
d. All other not included in (a), (b) and (c) above	0.40%

ii. **Sub-Standard Assets :**

a. A Loan asset that has remained non-performing for a period less than or equal to 12 month is a Sub-Standard Asset general provision of 15% on the total outstanding.

b. Additional provision of 10% for exposures which are unsecured ab-initio (i.e. where realizable value of security is not more than 10% ab-initio).

iii. **Doubtful Assets :** A Loan asset that has remained in the Sub-Standard category for 12 month will be doubtful assets :

Secured Portion	Up to one year 25%
	One to three years 40%
	More than three years 100%
Unsecured Portion	100%

iv. **Loss Assets :**

A loan asset where Loss has been identified but the amount has not been written off will be Loss Assets. 100% provision on such outstanding advances.

5.3 Additional Provision: In case of necessity, the Bank may do additional provisions after obtaining Board of Director's approval. (Earlier it was 10%, Presently it is being done 10% to 20% of Gross NPA)

Floating Provision : To keep a better Provision Coverage Ratio (PCR), Bank may create floating provision separately for advances, investments and general purpose, as per RBI guidelines. Floating provisions to be created will be assessed at the end of each financial year. The Floating provisions should be utilized only for contingencies under extra ordinary circumstances specified in the policy with prior permission of Reserve Bank of India & Board of Directors of the Bank.

6 Fixed Assets / Dead Stock, Depreciation and Amortisation

- Fixed assets are to be carried at cost less accumulated depreciation/ amortization.
- Cost should include cost of purchase and all expenditure such as site preparation, installation costs and professional fees etc. incurred on the asset before it is put to use. Subsequent expenditure incurred on assets put to use will be capitalised only when it increases the future benefits from such assets or their functioning capability.
- As per new guidelines, depreciation on fixed assets will be charged at SLM method. Under the new method, depreciation has been charged on the basis of number of days put to use on a proportionate basis. In the final year of depreciation, a book value of Rs. 1.00 (Rs. One only) will be left in the books so to say that the book value of any assets will not be zero at any point of time till it is discarded by the Bank. Where there is a revision of the estimated useful life of an asset, the amortized depreciable amount should be charged over the revised remaining useful life". Accordingly, the existing Book Value of aforesaid assets as on each Balance Sheet Date will be depreciated over remaining useful life of these assets on Straight Line Method (SLM). For the aforesaid assets purchased during the year, depreciation will be charged on the basis of revised useful life on SLM. Thus the effect of the change in useful



life will be prospective only i.e. from current financial year.

- iv. Depreciation / amortization will provided on straight line method as per the rates stated below :

Fixed Asset	Depreciation/Amortization Rates
Building	1.67%
Furniture & Fixtures other than Electrical Fittings and Fixtures	10%
Air Conditioners and CC TV	12.5%
Electrical Fittings With 3 years of life	33.33%
Electrical Fittings With 5 years of life	20%
Safe Deposit Lockers, Fire proof data safe	5%
Computer Systems	33.33%
ATMs	20%
Servers	25%
Computer software which is not form an integral part of computer hardware and cost of software development	100%
Motor Vehicles	20%

- v. In respect of assets acquired during the year (for domestic operations), depreciation is charged on proportionate for the number of days the assets have been put to use during the year.
- vi. Assets costing upto 1,000/- each will be charged to profit & loss A/c.
- vii. In respect of leasehold premises, the lease premium, if any, is to be amortised over the period of lease and the lease rent is charged in the respective year(s).
- viii. Whenever any asset will be sold/discarded/ written off looking to its use, the charges account will be credited/ debited as the case may be.
- ix. The rate of depreciation will be similar to the rate & method of Sponsor Bank.

7 Impairment of Assets :

Fixed assets will be 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 the asset. If such assets are impaired, the impairment to be recognized is measured by the amount which the carrying amount of the asset exceeds the fair value of the assets.

8 Employees' Benefits :

8.1 Short Term Employee Benefits: The Bank recognizes the undiscounted amount of short term employee benefits expected to be paid in exchange for services rendered as liability (accrued expense) after deducting any amount already paid.

8.2 Long Term Employee Benefits:

- i. **Provident Fund and Pension Fund Scheme:** The contribution paid/payable under the scheme of Central Provident Fund department are to be charged to profit and loss account on accrual basis.
- ii. **Group Gratuity Scheme:** Banks liabilities under the Group Gratuity scheme of Life Insurance Corporation of India for Gratuity are determined as per Actuarial Valuation done by the LIC at the Balance Sheet date. The amount paid to LIC during the year and any shortfall in the actual contribution vis-à-vis stipulated contribution is recognized in the Profit and Loss account in the current financial year.
- iii. **Leave Encashment Scheme:** Banks liability for leave encashment are determined as per Actuarial Valuation done under the Scheme of "Leave Encashment Fund Management and Insurance" of SBI life and the same is accounted for on accrual basis.

8.4 Provision for bonus to staff will be made as per Payment of Bonus Act.

8.5 Any payment arising out of due to wage revision may be provided for on prorata basis/actual payment basis as the need may be.

8.6	All other staff benefits are to be accounted for on payment basis.
9	Income Tax
	<p>i. Income Tax expense will be the aggregate amount of current tax and deferred tax expense incurred by the Bank. Current taxes expense and deferred tax will be determined in accordance with the provisions of the Income Tax Act, 1961 and as per the Accounting Standard 22 – Accounting for Taxes on Income respectively and tax laws prevailing in India. Deferred tax adjustment comprise of changes in the deferred tax assets or liabilities during the period.</p> <p>ii. At each balance sheet date, the Bank will re-assess the unrecognized deferred tax assets and will review the carrying amounts of deferred tax assets for the purposes of recognizing the same as per recognition principles.</p> <p>iii. Income Tax refund of previous years, received during the current financial year, will be accounted for under Advance Tax & TDS. Interest on Income Tax refund will be credited in the Profit & Loss Account. Similarly, any deficit of refund claim will be charged to the Profit & Loss Account, under the head “Earlier Year Tax”.</p>
10	<p>• Provisions, Contingent Liabilities and Contingent Assets: In conformity with AS-29 “Provisions, Contingent Liabilities and Contingent Assets” as issued by the Institute of Chartered Accountants of India will be recognized when the Bank will be required to settle the obligation and when a reliable assumption/ estimate etc. can be made or an order is issued by any Competent Authority.</p> <p>No provision will be recognized for :</p> <p>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</p> <p>ii. any present obligation that arises from past events but is not recognized because:</p> <p>a) it is not probable that an outflow of resources embodying economic benefits/losses will be required to settle the obligation; or</p> <p>b) A reliable estimate of the amount of obligation cannot be made.</p> <p>Such obligations will be recorded as Contingent Liabilities. These will be assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits/losses is probable, is to be provided for, except in the extremely rare circumstances where no reliable estimate can be made.</p> <p>• Bank Guarantee/ Letter of Credits issued by Bank are to be shown as Off -Balance Sheet items as contingent liabilities. Contingent Assets will not be recognized in the financial statements.</p>
11	Offsetting of Assets and Liabilities: In the balance sheet of the Bank, assets and liabilities will set off against each other only when a legal right of offset exists. Payables to one party are therefore not set off against receivables from the same-party unless the Bank has a legal right to offset the two.
12	Prior Period Items and Extra-Ordinary Items: The charges/expenses/cost of earlier years will be accounted under “Prior Period”, Income/Expenditure.
13	Consumption of stationery, during the year charged in Profit & Loss account and inventory of unused stationery will be valued at Cost.
14	Depositor Education & Awareness Fund: Amount of unclaimed deposits accounts are to be transferred to RBI by debiting of such accounts on monthly basis. On receipt of demand from depositors the same will be paid by debiting “Suspense Account”. The amount will be called back from RBI and suspense account zeroised after receiving it from RBI.
15	Compliance of “Foreign Account Tax Compliance Act (FATCA)” will be done as per guidelines of RBI/NABARD.
16	Special Reserves: Revenue and other Reserve will include Special Reserve created under Section 36 (i) (viii) of the Income Tax Act, 1961. The Board of Directors of the Bank may pass resolution approving creation of such reserves including Technology Upgradation Reserve Fund etc.



17	Bank may create fund for Financial Inclusion and Technology Upgradation Fund (FITF) with the approval of Board of Directors.
18	Net Profit / Loss : The net profit/loss will be arrived at after accounting of : Provisions on advances Provisions/write back of depreciation on Investment. Other usual and / or necessary provisions / write offs. Provision for Income Tax. Other Special Reserve Funds as per RBI/NABARD guidelines if created.
19	Accounting Policies will be subject to change from time to time keeping in view the prevalent law of the Land and / or if a need is felt by the Bank. As far as possible, consistency in policies is to be maintained.



12/2

SCHEDULE - 18 - NOTES ON ACCOUNT

1. The Government of India, Ministry of Finance in exercise of power conferred by sub section (1) of section 23A of the Regional Rural Banks Act, 1976 (21 of 1976) (hereinafter referred to as "the Act") has vide notification no. F.No. 7/9/2011-RRB dated 02.09.2013 provides for the amalgamation of Chhattisgarh Gramin Bank, SurgujaKshetriyaGramin Bank and DurgRajnandgaonGramin Bank sponsored by the State Bank of India, Central Bank of India and Dena Bank respectively in the State of Chhattisgarh into a single Regional Rural Bank namely "Chhattisgarh RajyaGramin Bank" with its Head Office at Raipur under the sponsorship of State Bank of India.

2. RRB (Amendment) Act 2015, passed by the Parliament and notified in GoI Gazette dated 12.05.2015 and further all the provisions of the said Act have been operationalized vide Gazette notification dated 04.02.2016. The Authorized Share Capital has been raised from Rs. 5 crore to Rs. 2000 crore. In view of the amendment, Chhattisgarh RajyaGramin Bank has passed necessary accounting entries on 31.03.2016 to convert Share Capital Deposit into Share Capital. The Share Capital Deposit of the Bank was Rs. 21589.11lac which has been converted into Share Capital. The position of Paid-up Share Capital is as under :

(Rs. In Lacs)			
S.N.	Share Holders	Amount	Percentage of Share Holding
1	Govt. of India	10794.56	50%
2	State Bank of India	7556.19	35%
3	State Govt.	3238.36	15%
	TOTAL	21589.11	

3. Capital Adequacy Ratio:

S.N.	Particulars	Current Year	Previous Year
i	CRAR (%)	20.40%	22.02%
ii	CRAR Tier I Capital %	19.85%	21.33%
iii	CRAR Tier II Capital %	0.55%	0.69%

Inputs for calculation of various parameters

(Rs. in Lacs)		
<u>Capital Funds</u>	Current Year	Previous Year
Tier I Capital		
a) Paid up Share Capital & Share Capital Deposit	21589.11	21589.11
	10693.67	10444.11
b) Statutory Reserves		
c) Capital Reserves & Other Reserve	835.06	835.06
	62310.94	61311.48
d) Other Disclosed (Surplus in Profit & Loss A/c)		
e) Less : Intangible Assets (Deferred Tax)	(100.48)	0.00
Total Tier I Capital	95328.60	94150.71
Tier II Capital		
a) Undisclosed Reserves	0.00	0.00



b) Revaluation Reserves	0.00	0.00
c) Capital Reserves	0.00	0.00
d) General Provisions (Including IFR)	2635.42	3033.71
e) Loss Reserves	0.00	0.00
Total Tier II Capital	2635.42	3033.71
Total Capital (I + II)	97964.02	97184.41

Risk Weighted Assets		
(a) Adjusted value of funded risk assets i.e. on Balance Sheet items (to tally with Part 'B')	479721.48	441258.09
(b) Adjusted value of non-funded and off-Balance Sheet items (to tally with Part 'C')	440.03	99.37
Total risk-weighted assets (a + b)	480161.51	441357.46
(Norms as applicable to Commercial Banks)		
CRAR Percentage	20.40%	22.02%

4. Investments

a. SLR-Investments:

(Rs. in Lacs)

S.N.	Particulars	Current Year	Previous Year
1.	Value of Investments		
i	Gross Value of Investments	493623.96	356657.74
ii	Provision for Depreciation (Amortization)	404.39	297.07
iii	Net Value of Investments	493219.57	356360.67
2.	Movement of provisions held towards depreciation on Investments		
i	Opening Balance	Nil	Nil
ii	Add : Provisions made during the year	Nil	Nil
iii	Less : Write off / write back of excess provisions during the year	Nil	Nil
iv	Closing Balance	Nil	Nil

b. Repo Transactions:

Particulars	Minimum outstanding during year	Maximum outstanding during year	Daily Average outstanding during year	As on 31 March 2021
Securities Sold under Repos	Nil	Nil	Nil	Nil
Securities Purchased under Reverse Repos	Nil	Nil	Nil	Nil

Bank has invested its SLR fund in Govt. Securities. Premium/Discount paid over and above the face value has been amortized over the remaining period of security from the date of purchase to the date of maturity as per RBI guidelines. Accordingly, a sum of Rs.404.39lacs (LFY 297.07lacs) has been amortized during the period beginning from 01/04/2020 to 31/03/2021.



c. Non-SLR Investment Portfolio:

(i) Issuer composition of Non-SLR Investments

(Rs. in Lacs)

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
i	PSUs	0.00	0.00	0.00	0.00	0.00
ii	FIs	100.00	0.00	0.00	0.00	0.00
iii	Banks	0.00	0.00	0.00	0.00	0.00
iv	Private Corporate	0.00	0.00	0.00	0.00	0.00
v	Others	25099.50	0.00	0.00	0.00	0.00
vi	Provisions held towards depreciation	0.00	0.00	0.00	0.00	0.00
	Total	25199.50	0.00	0.00	0.00	0.00

(ii) Non-performing Non -SLR Investments

(Rs. in Lacs)

Sr. No.	Particulars	Amount
i	Opening Balance	Nil
ii	Addition during the year since 1 st April	Nil
iii	Reduction during the above period	Nil
iv	Closing Balance	Nil
v	Total provision held	Nil

5 AssetQuality:

a. Non-performing Asset

(Rs. in Lacs)

S.N.	Particulars	Current Year	Previous Year
i	Net NPAs to Net Advances (%)	0.85%	2.15%
ii	Movement of NPAs (Gross)		
(a)	Opening balance	19450.96	41591.75
(b)	Additions during the year	7252.40	7417.07
(c)	Reduction during the year	12896.91	29557.86
(d)	Closing Balance	13806.45	19450.96
iii	Movement of Net NPAs		
(a)	Opening balance	7231.43	19750.41
(b)	Additions during the year	4547.02	4589.80
(c)	Reduction during the year	8098.73	17108.78
(d)	Closing Balance	3679.72	7231.43
iv	Movement of Provisions for NPAs (excluding provisions on Standard Assets)		
(a)	Opening balance	12118.11	21781.30
(b)	Provision made during the year	5281.57	5902.18
(c)	Write-off / write-back of excess provisions	7406.37	15565.37
(d)	Closing Balance	9993.31	12118.11

v	Movement of Interest Not Collected		
(a)	Opening balance	0.00	0.00
(b)	Addition during the year	0.00	0.00
(c)	Write-off / write-back of excess provisions	0.00	0.00
(d)	Closing Balance	0.00	0.00

b. Details of Loan Assets subject to Restructuring: (Rs. in Lacs)

S.N.	Particulars	Current Year	Previous Year
i	Total amount of Loan Assets subject to restructuring, rescheduling, renegotiation	0.00	0.00
ii	The amount of Standard Assets subject to restructuring, rescheduling, renegotiation	0.00	0.00
iii	The amount of Sub Standard Assets subject to restructuring, rescheduling, renegotiation	0.00	0.00
iv	The amount of Doubtful Assets subject to restructuring, rescheduling, renegotiation	0.00	0.00
	Note : [(i) = (ii) + (iii) + (iv)]		

c. Details of Financial Assets sold to Securitization (SC) / Reconstruction Company (RC) for Asset Reconstruction: (Rs. in Lacs)

Sr. No.	Particulars	Current Year	Previous Year
i	Number of Accounts	0.00	0.00
ii	Aggregate value (net of provision) of accounts sold to SC / RC	0.00	0.00
iii	Aggregate consideration	0.00	0.00
iv	Additional consideration realised in respect of accounts transferred in earlier years	0.00	0.00
v	Aggregate gain / loss over net book value	0.00	0.00

d. Details of Non-performing Financial Assets purchased / sold

(i) Details of Non-performing Financial Assets purchased: (Rs. in Lacs)

Sr. No.	Particulars	Current Year	Previous Year
1 (a)	Number of accounts purchased during the year	0.00	0.00
(b)	Aggregate outstanding	0.00	0.00
2 (a)	Of these, number of account restructured during the year	0.00	0.00
(b)	Aggregate outstanding	0.00	0.00



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(ii) Details of Non-performing Financial Assets sold:**(Rs. in Lacs)**

Sr. No.	Particulars	Current Year	Previous Year
1	Number of accounts sold	0.00	0.00
2	Aggregate outstanding	0.00	0.00
3	Aggregate consideration received	0.00	0.00

e. Details of Write-off of Loan and Advances:**(Rs. in Lacs)**

Sr. No.	Financial Year	Gross NPA	INC	Prov. on NPA
i	2019-20	15565.37	0.00	15565.37
ii	2020-21	0.00	0.00	0.00

6. Provision for Standard Asset:**(Rs. in Lacs)**

Sr. No.	Particulars	Current Year	Previous Year
1	Total Provision outstanding	1511.89	1176.50
2	Provision made during the year	335.39	277.37

7. Business Ratios:

Sr. No.	Particulars	Current Year	Previous Year
i	Interest Income as a percentage to Working Fund	7.59%	7.43%
ii	Non-Interest Income as a percentage to Working Fund	0.82%	1.23%
iii	Operating Profit as a percentage to Working Fund (Before Provisions)	2.63%	2.38%
iv	Return on Assets (RoA)	0.09%	0.08%
v	Return on Equity (RoE)	1.31%	1.07%
vi	Net Interest Margin (NIM)	4.29%	4.03%
vii	Cost Income (Burdon) Ratio	46.72%	46.56%
viii	Business (Deposits plus Advances) per employee	803.44	648.15
ix	Profit per employee (Operating Profit)	17.29	13.13



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8. Maturity Pattern:**(Rs. in Crore)**

Maturity Pattern	Deposits	Advances	Investments & TDRs	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1-14 days	8912.02	1459.05	145.99	172.24	Nil	Nil
15-28 days	67.10	6.06	220.00	0.00	Nil	Nil
29 days upto 3 months	393.06	10.01	1631.01	30.45	Nil	Nil
Over 3 month upto 6 month	596.56	10.29	908.73	8.22	Nil	Nil
Over 6 month upto 1 year	959.49	18.64	1320.89	11.68	Nil	Nil
Over 1 year upto 3 years	1156.24	160.21	71.88	45.54	Nil	Nil
Over 3 years upto 5 years	302.15	636.79	98.92	27.87	Nil	Nil
Over 5 year	85.63	2150.69	4788.32	4.48	Nil	Nil
TOTAL	12472.25	4451.74	9185.75	300.48	Nil	Nil

9. Exposures - Exposure to Real Estate Sector**(Rs. in Lacs)**

Sr. No.	Particulars	Current Year	Previous Year
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. 25 lakh may be shown separately)	74296.37	74476.23
(ii)	Commercial Real Estate Lending secured by mortgages on Commercial Real Estate (office building, retail space, multi-purpose commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits;	400.39	0.00
(iii)	Investments in mortgage backed securities (MBS) and other securities exposures	0.00	0.00
	(a) Residential		
	(b) Commercial Real Estate	0.00	0.00
b	Indirect Exposure	0.00	0.00
	Fund-based and non-fundbased exposures on National Housing Bank (NHB) and Housing Companies (HFCs)	0.00	0.00



10. Details of Single Borrower (SGL), Group Borrower (GBL) exceeded by the Bank:

Sr. No.	Particulars	Current Year	Previous Year
a	Single Borrower (SGL)	0.00	0.00
i	Limit Sanctioned	0.00	0.00
ii	Outstanding	0.00	0.00
b	Group Borrower (GBL)	0.00	0.00
i.	Limit Sanctioned	0.00	0.00
ii	Outstanding	0.00	0.00

11. Amount of Provisions made for Income- Tax during the year: (Rs. in Lacs)

Sr. No.	Particulars	Current Year	Previous Year
	Provisions for Income- Tax	582.31	606.67

12. Penalties Imposed by RBI: (Rs. in Lacs)

Sr. No.	Particulars	Current Year	Previous Year
	Penalties Imposed by RBI under Section 46(4) of Banking Regulation Act 1949	Nil	Nil

The Bank has maintained CRR and SLR as per RBI Act 1934 and Banking Regulation Act 1949 and not defaulted during the financial year under report.

13. Deferred Tax : In compliance with the Accounting Standards relating to "Accounting for Taxes on Income" (AS-22) issued by The Institute of Chartered Accountants of India, the Bank has credited Rs.71.43,304.70 (Rs. 87,82,624.00 Last Financial year) in the Profit & Loss Account for the period 01.04.2020 to 31.03.2021 towards deferred tax assets and timing differences. Total Deferred Tax Assets as on 31st March 2021 is Rs. 1,00,47,903.00 (Refer Schedule 5).

14. Related Party Disclosure pursuant to AS-18:

i. Particulars of related party accounts transactions: (Amount Rs. in Lacs)

Particulars	For the year ended 31 st March 2021	For the year ended 31 st March 2020
Refinance received from State Bank of India	NIL	NIL
Over draft received from State Bank of India	11786.25	333.40
Interest paid to SBI	764.11	407.30



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Investment made with :		
SBI – in the form of TDRs	62885.81	64582.95
SBI Mutual Fund	19199.50	70900.00
Interest from SBI	4331.08	13170.63
Contribution to Group Leave Encashment Policy with SBI	535.00	0.00
Current Account Balance with SBI	1733.38	1474.36

ii. Particulars of Managerial Remuneration:

(in Rupees)

Name of the Official	Designation	For year ended 31.03.2021	For year ended 31.03.2020
Shri I K Gohil	Chairman	24,05,595.26	11,10,617.79
Shri Ravindra Kumar Gupta	Ex- Chairman	0.00	9,72,038.81
Shri Atul A D Karkare	General Manager (Admin)	10,04,729.28	11,00,175.19
Shri Manmohan Swain	General Manager – Op –II	4,14,498.32	13,37,699.06
Shri Gurdeep Singh	Chief Vigilance Officer	18,72,029.79	17,19,834.47
Shri V.B.G. Rao	Past General Manager (Admin)	0.00	7,03,210.06
Shri Srikanta Tripathy	Past General Manager – Op –I	0.00	2,56,912.40
Smt. K. Padmini	General Manager – Op –I	18,97,091.01	16,24,720.13
Shri Ajay Kumar Nirala	General Manager (Admin)	8,25,938.05	0.00
Shri Atulya Behera	General Manager (Op-II)	16,32,622.15	0.00

15. Provision and Contingencies

(i) Additional Provisions

(Rs. in Lacs)

S No	Particular	Current Year	Previous Year
a	Opening Balance	3881.28	6238.80
b	Additional Provision made in the accounting year (As approved by the Board)	2761.29	3881.28
c	Draw down made in the accounting year	3881.28	6238.80
d	Closing Balance	2761.29	3881.28

(ii) Floating Provisions

(Rs. in Lacs)

S No	Particular	Current Year	Previous Year
a	Opening Balance	1483.42	0.00
b	Floating Provision made in the accounting year (As approved by the Board)	0.00	1483.42
c	Draw down made in the accounting year	0.00	0.00
d	Closing Balance	1483.42	1483.42



16. Disclosure of complaints

A. Customer Complaints

Sr.No.	Particulars	Current Year	Previous Year
A	No. of complaints pending at the beginning of the year	02	02
B	No. of complaints received during the year	235	234
C	No. of complaints redressed during the year	236	234
D	No. of complaints pending at the end of the year	01	02

B. Award passed by the Banking Ombudsman

Sr	Particulars	Current Year	Previous Year
A	No. of unimplemented Awards the beginning of the year	Nil	Nil
B	No. of Awards passed by the banking Ombudsmen during the year	Nil	Nil
C	No. of Awards implemented during the year	Nil	Nil
D	No. of unimplemented Awards at the end of the year	Nil	Nil

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

Concentration of Deposits		
	(Rs. in Crore)	
	Current year	Previous year
Total Deposits of Twenty largest depositors	164.57	217.38
Percentage of deposits of twenty largest depositors to total deposits of the bank	1.32%	1.92%

Concentration of Advances(Rs. in Crore)		
	Current year	Previous year
Total Advances to twenty largest borrowers	20.80	11.99
Percentage of advances to twenty largest borrowers to total advances of the bank	0.47%	0.34%
Concentration of Exposures (Amt. in Rs.Crore)		
	Current year	Previous year
Total exposures to twenty largest borrowers/ customers	21.50	11.99
Percentage of exposures to twenty largest borrowers/customers to total exposures of the bank on borrowers/customers	0.48%	0.34%

Concentration of NPAs(Rs.in Crore)		
	Current year	Previous year
Total exposures to top four NPA accounts	1.51	1.20

II. Sector-wise NPA

(Rs. in Crore)

S.N.	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
A	Priority Sector						
1	Agriculture and Allied activities	1073.59	37.48	3.49	566.88	108.23	13.17
2	Advances to Industries sector eligible as priority sector lending	100.43	8.02	7.99	61.62	5.41	8.78
3	Services	538.50	50.63	9.40	417.34	49.86	11.95
4	Personal Loans	1115.64	13.49	1.21	1286.60	13.43	1.90
	Sub-total (A)	2828.16	109.62	3.88	2332.44	176.93	8.81
B	Non-Priority Sector						
1	Agriculture and Allied activities	0	0	0.00	0	0	0.00
2	Industries	0	0	0.00	0	0	0.00
3	Services	1.89	0.00	0.00	2.11	0.14	6.64
4	Personal Loans	1621.68	28.44	1.75	1176.40	17.44	1.16
	Sub-total (B)	1623.57	28.44	1.75	1178.51	17.58	1.17
	Total (A+B)	4451.73	138.06	3.10	3510.95	194.51	5.54

III. i- Movement of NPAs (Rs. in Crore)

Particulars	Current year	Previous year
Gross NPAs as on 1 st April of particular year (Opening Balance)	194.51	415.92
Additions (Fresh NPAs) during the year	72.52	74.17
Sub Total (A)S	267.03	490.09
Less :		
(i) Upgradation and Recoveries (Excluding recoveries made from upgraded accounts)	128.97	139.93
(ii) Write off	0.00	155.65
Sub Total (B)	128.97	296.03
Gross NPAs as on 31 st March of following year (Closing Balance) (A-B)	138.06	194.51



18. Cases pertaining to fraud and forgery amounting Rs.105.62lacs are pending with Bank. All these amounts have been duly provided for in books of accounts.

Details of Fraud Cases are as under:

(Amount Rs. in Lacs)

Particulars	31.03.2021	31.03.2020
Provision at the beginning of the year	101.14	316.05
Less : Written off / Recovery during the year	0.85	208.73
Add: Additional Provision created during the year	5.33	0.85
Less : Provision Reversed during the year	---	7.03
Provision at the year end	105.62	101.14
Number of the fraud cases at the year end	10	16

19.a) Amount of Rs. 8.50 lacs relatesto Chandkhuri Branch, where embezzlement is allegedly committed during the year 1995-96 and 1996-97 by opening of an account purported to be forged in the name of AntyawasayiSahkariVikasMaryaditDurg (Society). Collector Durg who is the Chairman of said society, has raised a claim of Rs 8.50 lacs on the Bank. The same has not been acknowledged as debt by the Bank and has therefore been shown as contingent liability.

b) Gratuity & Consumer Forum Cases :The majority of cases has been decided in favourof Bank and only few are still pending in court which will also be decided in favourof Bank in the light of previous decisions. We have deposited Rs. 3,11,99,264.49 under protest with the Forum / Court till date against the provision applicable for appeal. Now, Bank has applied for the refund of deposited amount under protest after receiving the judgment in it'sfavour. The withdrawal proceeding is still pending at the Authority / Founm's end.

20. No Provision is made for payment of bonus to employees for the period 01.04.2020 to 31.03.2021 has been made against Previous Year's provision of Rs.0.02 lacs.

21. Pension Scheme:Important modalities of the Scheme for payment of Pension are as follows:

a.) An Employee who was in the service of the bank on or before 31.03.2010, has to compulsorily submit option (last date 26.04.2019) and also to refund the Bank's Contribution within 60 days (of exercising option) i.e. by 23.06.2019. The Family Pension is applicable in case of deceased employees under this category.

b.) Accordingly, for the provision purposes in respect of retired/ deceased/ serving employees, We have considered all the eligible present and past employees who have completed the conditions of the option as on 31.03.2021 for calculation of liability. The following assumptions/informationhave been taken in consideration for arriving at the liability:

Summary of membership data

	As at	31/03/2021
a)	Number of employees	601
b)	Total Monthly Salary (Lakhs)	464.78
c)	Average Past Service (Years)	31.39
d)	Average Age (Years)	55.40
e)	Average remaining working life (Years)	4.60
f)	No of Retired Employee	817
	No of Family pensioners	248



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Actuarial Assumptions

Company attention was drawn to provisions of accounting standard that actuarial assumptions are an entity's best estimates of variables that will determine the ultimate cost of providing post employment benefits and shall be unbiased & mutually compatible.

a) Economic Assumptions

The principal assumptions are the discount rate & salary growth rate. The discount rate is generally based upon the market yields available on Government bonds at the accounting date relevant to currency of benefit payments for a term that matches the liabilities. Salary growth rate is company's long term best estimate as to salary increases & takes account of inflation, seniority, promotion, business plan, HR policy and other relevant factors on long term basis as provided in relevant accounting standard. These valuation assumptions are as follows & have been received as input from you.

	31/03/2021
i) Discounting Rate	6.80
ii) Future Pension Increase Rate	
a) Active Employee	6.00
b) Retiree	3.00

b) Demographic Assumption

Attrition rates are the company's best estimate of employee turnover in future determined considering factors such as nature of business & industry, retention policy, demand & supply in employment market, standing of the company, business plan, HR Policy etc as provided in the relevant accounting standard. Attrition rates as given below have been received as input from the company.

i) Retirement Age (Years)	60
Mortality rates inclusive of provision for disability	IALM (2012 - 14)
iii) Attrition at Ages	Withdrawal Rate (%)
Up to 30 Years	3.00
From 31 to 44 years	2.00
Above 44 years	1.00

It should be noted that in case of employees above retirement age, for the purpose of valuation it is assumed they will retire immediately.

Mortality & Morbidity rates - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.

Mortality & Morbidity rates -

(a) While in service - 100% of IALM (2012-14) rates have been assumed which also includes the allowance for disability benefits.

Mortality Rates inclusive of disability (while in service) for specimen ages ****



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Age	Mortality Rate	Age	Mortality Rate	Age	Mortality Rate
15	0.000698	35	0.001202	55	0.007513
20	0.000924	40	0.00168	60	0.011162
25	0.000931	45	0.002579		
30	0.000977	50	0.004436		

(b) After Retirement - 100% of (1996-98) rates have been assumed.

Mortality Rates for specimen ages (Retired Employee) ****

Age	Rate	Age	Rate	Age	Rate
50	0.004243	70	0.024301	85	0.106891
60	0.010907	75	0.043272	90	0.151539
65	0.01389	80	0.070802	100	0.266511

c) Any changes in assumptions from previous valuation are evident as above tables show assumptions of previous & current valuation.

d) Company attention was drawn to provisions of accounting standard that actuarial assumptions are an entity's best estimates of variables that will determine the ultimate cost of providing post-employment benefits and should be unbiased & mutually compatible. Determination of actuarial assumptions depend on factors such as nature of business & industry, retention policy, demand & supply in employment market, standing of the company, business plan, HR Policy etc. I do not have access to or possess full knowledge of all these factors & have used the assumptions provided by the company. Under the circumstances, I consider the assumptions provided by the company are in generality reasonable.

Actuarial Method

a) I have used the projected unit credit (PUC) actuarial method to assess the plan's liabilities allowing for retirements, deaths-in-service and withdrawals (Resignations / Terminations).

b) Under the PUC method a projected accrued benefit is calculated at the beginning of the period and again at the end of the period for each benefit that will accrue for all active members of the plan. The projected accrued benefit is based on the plan accrual formula and service as at the beginning and end of the period, but using member's final compensation, projected to the age at which the employee is assumed to leave active service. The plan liability is the actuarial present value of the projected accrued benefits as on the date of valuation.

Scale of Benefits

The pension liability arises on account of future payments, which are required to be made in the event of retirement, death in service or withdrawal. I give below a summary of the principal rules of the plan.

The pensions provided are governed by Central Civil Services Pension Rules as amended by 7th Pay Commission. Admissible Pension is determined as under:



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50% of the average emoluments received during the past 10 months or the pay last drawn whichever is more beneficial to the retiring employee subject to completion of minimum pensionable service of 10 years for normal retirement and 20 years for early retirement.

For Retiree EPFO pension of Rs 2500/- to 7500/ has been reduced from their monthly pension.

Employee have to returned the company share on PF

No discretionary benefits policy of past & future have been reported & valued by me.

The table below shows a summary of the key results of the report including past results as applicable.

	Assets / Liability	31/03/2021
A	Present value of obligation	8,453,567,594
B	Fair value of plan assets	3,198,207,557
c)	Fair Value of Plan assets (Employer share which will be returned from PF)	523,125,000
d)	Net assets / (liability) recognized in balance sheet as provision	(4,732,235,037)

c.) Since the Pension for RRB Employees is rolled-out (w.e.f. 01.04.2018) for the first time as per Hon'ble Supreme Court's Order, RBI has provided 5 year amortization period till 31st March, 2023 to avoid the sudden and heavy financial burden on the RRBs through it's letter no. **VV.Kenka.RRB.No. 4405/31.01.001/2019-20** dated **05th December, 2019**. RBI through the above letter has also empowered the RRB's to decide and provide for the total pension liability by a date earlier than March 31, 2023.

d.) In view of the above, Bank has provided 60% of original pension liability as on 31.03.2021 and the full incremental liability in compliance to the RBIs letter considering the precedents as well as the financials of the Bank, calculation of which is as follows:

SN	Particulars	Amount (In Crore)
1.	Total Provision to be recognized in the BS as on 31.03.2021(A)	845.36
2.	Net assets / (liability) to be recognized as provision as on 31.03.2021 (B)	473.50
3.	40% of Original Pension Liability as on 31.03.2019 O/s as on 31.03.2021	223.00
4.	Net Provision to be created in the F.Y. 2020-21 (B -C) =(D)	250.50

22. Short Term Agriculture Debt Waiver Scheme 2018:

- a.) As per the notification dated 19.12.2018 issued by the Govt. of Chhattisgarh, waiver of all dues as on 30.11.2018 and recoveries for the period covering (01.11.2018 – 30.11.2018) for all Short-Term Agriculture loans in respect of Co-Operative Banks and Chhattisgarh Rajya Gramin Bank was notified. The Notification did not differentiate on the basis of either age of loan, IRAC status or land holding or cropping pattern etc.



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b.) However, at the time of implementation of the above, modalities were changed as follows :-

i.) In case of Performing Assets, the waiver is provided on the basis of Scale of Finance (Maximum Paddy).

ii.) In case of Non – Performing Assets :-

a.) Substandard Assets: The waiver has been restricted to 50% of the total dues by the State Government and the bank has to bear the remaining 50% of the claim. The State Government has credited 50% of the claim to us on 31.03.2020 and asked to use it subject to Board approval. In reference to it, the Board has decided at the Board meeting held on 08th May, 2020 that the bank will credit the full amount of claim (as on 30.11.2018) in all the eligible accounts. As per the resolution passed in the BOD Meeting, the bank will bear 15% and put fresh claim of 35% from State Government by creating a receivable account. However, the State Government did not entertain such claim, the bank has provided for the remaining 50% of the claim which comes to Rs. 72.41 Cr.

b.) Other than Substandard Assets: The waiver has been restricted to 50% of the total dues by the State Government as on 30.11.2018.

c.) Against Bank's total claim of Rs. 1141.35 Cr (Earlier Rs. 1142.42 Cr), All installments has already been received and credited into all the eligible accounts under advice to the DIF, GoCG as stated below :

Sl. No.	Date	Amount (in Crores)	Particulars
1	01/03/2019	249.86	Credited in all eligible accounts as per DIF, CG Govt.
2	21/06/2019	451.25	Credited in Performing Assets
3	09/03/2020	132.07	Credited in Performing Assets
4	09/03/2020	70.81	Credited in Doubtful/Loss/AUCA/WO Accounts
5	31/03/2020	1.57	Credited in Performing Assets
6	31/03/2020	0.47	Credited in Doubtful/Loss/AUCA/WO Accounts
7	31/03/2020	41.89	Credited in Sub-standard Accounts
8	12/03/2021	3.48	Credited in Performing Assets

23. Priority Sector Lending Certificate (PSLC): Bank was able to maintain Priority Sector Lending Target as of June 2020. Also, in the quarter in June 2020, Bank was at surplus in the Agriculture Advance Level in June 2020 Quarter. Hence, Bank has sold PSLC Agriculture of Rs. 350 Crore and purchased PSLC General of Rs. 300.00 Crore. Later on, Bank has adjusted remaining claim amount Rs. 114 Crore under Short Term Agriculture Debt Waiver Scheme 2018 in FY 2020-21. Installments of Agriculture Debt Waiver Scheme 2018 created a deficit in the Priority Sector Advance Level. Bank was at shortfall in Overall PSL target. Hence, Bank has purchased PSLC of Rs. 150 Crore and Rs. 100 Crore in Sep and Dec quarter respectively to meet up the deficit. The PSL level is 77.90% at the end of 31.03.2021.

Rs. in (Lacs)

PSLC PURCHASED		PSLC SOLD		Profit
AMOUNT	PREMIUM	AMOUNT	PREMIUM	
55000.00	305.50	39000.00	661.00	355.50



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24. The Bank has taken Group Gratuity Scheme of Life Insurance Corporation of India (LIC) for meeting the gratuity liability of its retired employees. Actuarial valuation has been carried out by LIC for the Period from 01.01.2020 to 31.12.2020 for Bank. Accordingly, Bank has paid/ funded it with Rs. 1,030.00 lacs for Group Gratuity during the FY 20-21. Further, Bank has also taken earned leave encashment policy from Life Insurance Corporation of India and SBI Life Insurance Co. Ltd.. Actuarial Valuation has been carried out for the Period from 01.01.2020 to 31.12.2020. Accordingly, Bank has paid/ funded it with Rs. 880.00 lacs for Group Leave Encashment during the FY 20-21

25. The Bank has made an additional provision of Rs. 2761.29 lacs (i.e. 20% of its Gross NPA) in accordance with RBI circular No. RBI/2013-14/62 DBOD. No. BP.BC. 1/21.04.048/2013-14 dated 01st July'2013.

26. As per RBI circular RBI/2013-14/614, DBOD.No.DEAF Cell.BC.114/30.01.002/2013-14 dated 27/05/2014 (Depositor Education and Awareness Fund Scheme 2014 under Section 26A of Banking Regulation Act, 1949), the Bank has remitted Rs. 1.69 lacs to RBI. The details are given below:

(Rs.InLacs)

Particulars	Current year	Previous year
Opening Balance of amounts transferred to DEAF	501.84	500.15
Add : Amounts transferred to DEAF during the year	2.06	1.69
Less: Amounts reimbursed by DEAF towards claims.	3.51	0.00
Closing balance of amounts transferred to DEAF	500.39	501.84

27. As per the Accounting Policy of the Bank & new guidelines received from Sponsor Bank (State Bank of India, vide their memo no. CC/IFRC/CFS/472 dated 26.02.2015) for uniformity in the Accounting Policy for charging depreciation on fixed assets in SBI group RRBs, the Bank has changed its Accounting Policy while preparing the financials for the year ended 31st March 2015. Accordingly, SLM has been introduced for calculation of depreciation w.e.f. FY 2014-15.

28. **Investment Fluctuation Reserve :** Securities under AFS & HFT has been separately valued scrip-wise with the Valuation as per FBIL and depreciation/appreciation shall be aggregated for each balance sheet classification as per the RBI's Circular RBI/2013-14/434RPCD.CO.RRB.BC.No./ 74 /03.05.33/2013-14 dt. January 07, 2014. The Investments have not been found in depreciation, hence, the depreciation in the value of investments recorded earlier and having outstanding balance of Rs. 3.73 crore is reversed in FY 2020-21.

29. **Arrears on account of Wage Revision:** Department, Financial Services Govt. Of India, Ministry of Finance, vide their letter F.No.8/1/2021-RRB dated 01st April, 2021, has regularized the Pay of RRBs equal to corresponding categories of employees in nationalized commercial banks in accordance with the Joint Note signed on 11th November, 2020. The "other allowances" will be payable as per the instructions issued vide the Department's letter No. 8/1/2021-RRB dated 20th October, 2016. We have calculated the arrears considering the Pay, Dearness allowance and other allowances applicable to RRBs on the account of the 11th bipartite settlement and provided for in the current year as follows:



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Sl. No.	Particulars	Amount (In Crore)
1	Arrears for the Period (01.04.2020-31.03.2021) (A)	18.23
2	Arrears for the Period (01.11.2017-31.03.2020) (B)	41.55
3	Adhoc Arrears Paid in October 2019 (C)	10.20
4	Arrears Provided in the Profit & Loss for the FY 2021 (A+B-C = D)	49.58

30. Provision on account of Covid -19 Pandemic: In terms of the RBIS circular DOR.No.BP.BC.47/21.04.048/2019-20 dated March 27, 2020 ('Regulatory Package'), the banks were permitted to grant a moratorium of three months on payment of all term loan installments falling due between March 1, 2020 and May 31, 2020 ('moratorium period'). Similarly in respect of working capital facilities sanctioned in the form of cash credit/overdraft, the Regulatory Package permitted the recovery of interest applied during the period from March 1, 2020 up to May 31, 2020 to be deferred ('deferment period').

In respect of accounts in default but standard where above provisions are applicable, and asset classification benefit is extended, the banks shall make general provisions of not less than 10 per cent of the total outstanding of such accounts, to be phased over two quarters as under:

(i) Quarter ended March 31, 2020 – not less than 5 per cent

(ii) Quarter ending June 30, 2020 – not less than 5 per cent

Hence, in accordance to comply with the above, the bank had provided all 10% additional provision on such amount as referred above as general provision on account of Covid-19 pandemic upto 31.03.2020 as shown below:

Sl. No.	Number of Accounts	Amount of Advances	Provision
1.	3357	14,18,07,089.71	14,180,708.97

The above provisions have been adjusted against the actual provisioning requirements for slippages from the accounts reckoned for such provisions. The residual provisions at the end of the financial year have been adjusted against the provisions required for all other accounts.

In terms of the RBIS circular DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020 ('Resolution Framework for COVID-19-related Stress'), the banks shall keep provisions from the date of implementation, which are higher of the provisions held as per the extant IRAC norms immediately before implementation, or 10 percent of the renegotiated debt exposure of the lending institution post implementation (residual debt). Hence, in accordance to comply with the above, the bank had provided 10% additional provision on such amount as referred above as provision on account of Covid-19 pandemic as shown below:



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(Rs. In Crore)

Type of Borrower	(A) Number of accounts where resolution plan has been implemented under this window	(B) Exposure to accounts mentioned at (A) before implementation of the plan	(C) Of (B), aggregate amount of debt that was converted into other securities	(D) Additional fundingsanctioned, if any, including between invocation of the plan and implementation	(E) Increase in provisions on account of the implementation of the resolution plan
Personal Loan	1483	98.87	-	-	11.23
Corporate persons *	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	3095	35.54	-	2.51	-
Total	4578	134.41	-	2.51	11.23

31. Data Purification and Asset Classification:The Bank is having seamless/ automated system in its Core Banking Solution (CBS) for recognizing and identifying the NPAs in accordance with the extant guidelines.

32. Previous year figures have been regrouped wherever found necessary.

33. Amount shown is rounded off in nearest rupees.

Signature to Schedule 1 to 18.

FOR, CHHATTISGARH RAJYA GRAMIN BANK,

(I. K. GOHIL)

CHAIRMAN

(SMT. K. PADMINI)

G.M.(OPS-I)

(A. K. BEHERA)

G.M.(OPS-II)

For, Rajendra Prasad

Chartered Accountants

FRN No. 000203C

(Rajank Kumar Saraf)

(Partner)

Membership Number :

413035

UDIN 21413035 AAAAB8I8757

Place: Raipur (C.G)

Date: 14th May, 2021

