

**NAGALAND RURAL BANK**  
**BALANCE SHEET FOR THE YEAR ENDED 31ST MARCH 2024**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
<b>CAPITAL &amp; LIABILITIES</b>			
Capital	1	236,572,050.00	259,906,960.00
Perpetual Bond	1(a)	3,448,000.00	3,448,000.00
Reserves & Surplus	2	-189,311,963.85	-186,041,431.64
Deposits	3	1,354,431,459.17	1,453,224,374.99
Borrowings	4	20,851,200.00	151,517,779.00
Other liabilities & Provisions	5	60,346,397.31	70,200,331.15
<b>TOTAL</b>		<b>1,486,337,142.63</b>	<b>1,752,256,013.50</b>
<b>ASSETS</b>			
Cash & Balances with RBI	6	66,849,599.03	82,107,756.03
Balances with Banks and Money at Call and Short notice	7	578,047,557.54	684,999,052.72
Investments	8	242,742,721.96	279,043,775.25
Advances	9	520,087,005.20	638,703,415.06
Fixed Assets	10	6,045,108.88	6,680,328.88
Other assets	11	72,565,150.02	60,721,685.56
<b>TOTAL</b>		<b>1,486,337,142.63</b>	<b>1,752,256,013.50</b>

**SCHEDULE – 1 CAPITAL**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
I. For Nationalized Banks Capital fully owned by Central Government.		-	-
II. For Banks incorporated Outside India.			
i) Capital (The amount brought in by Banks by the way of startup Capital as prescribed by RBI should be shown under this head)			
ii) Amount of deposits kept with the RBI under section 11(2) of the Banking Regulation Act, 1949		-	-
<b>TOTAL</b>		-	-
III. For other Banks			
i) Authorized Capital ( 2,00,00,00,000 shares of Rs 10/- each)		20,000,000,000.00	20,000,000,000.00
ii) Issued Capital (2,59,90,696 shares of Rs.10/- each)		236,572,050.00	259,906,960.00
iii) Subscribed Capital (2,59,90,696 shares of Rs.10/- each)		236,572,050.00	259,906,960.00
iv) Called up Capital (2,59,90,696 shares of Rs.10/- each)		236,572,050.00	259,906,960.00
v) LESS: Calls Unpaid		-	-
vi) ADD: Forfeited Shares		-	-
vii) Share Capital Deposit			
Amount received from GoI		-	0.00
Amount received from GoN		-	0.00
Amount received from SBI		-	0.00
<b>TOTAL</b>		<b>236,572,050.00</b>	<b>259,906,960.00</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.

Chartered Accountants

(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

**SCHEDULE – 1 (a) PERPETUAL BOND**

(Amount in Rupees)

Agencies from whom received	As on 31.03.2023	As on 31.03.2024
State Bank of India	3,448,000.00	3,448,000.00
<b>TOTAL</b>	<b>3,448,000.00</b>	<b>3,448,000.00</b>

**SCHEDULE – 2: RESERVES & SURPLUS**

(Amount in Rupees)


Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
<b>1. Statutory Reserves</b>			
Opening balance		-	-
Additions during the year		-	-
Deductions during the year		-	-
<b>2. Capital Reserves</b>			
Opening balance		-	-
Additions during the year		-	-
Deductions during the year		-	-
<b>3. Share Premium</b>			
Opening balance		-	-
Additions during the year		-	-
Deductions during the year		-	-
<b>4. Revenue &amp; other Reserves</b>			
Opening balance		-	-
Additions during the year		-	-
Deductions during the year		-	-
<b>5. Balance of Profit &amp; Loss Account</b>		-189,311,963.85	-186,041,431.64
<b>TOTAL</b>		<b>-189,311,963.85</b>	<b>-186,041,431.64</b>

**SCHEDULE: 3: DEPOSITS**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
<b>A. 1. Demand Deposits</b>			
a) From Banks		-	-
b) From Others		95,655,634.36	91,392,689.91
<b>2. Savings Bank Deposits</b>		741,773,202.81	754,798,139.08
<b>3. Term Deposits</b>			
a) From Banks			
b) From others		517,002,622.00	607,033,546.00
<b>TOTAL</b>		<b>1,354,431,459.17</b>	<b>1,453,224,374.99</b>
<b>B. 1. Deposits of Branches in India</b>		1,354,431,459.17	1,453,224,374.99
<b>2. Deposits of Branches outside India</b>		0.00	0.00
<b>TOTAL</b>		<b>1,354,431,459.17</b>	<b>1,453,224,374.99</b>

For NAGALAND RURAL BANK

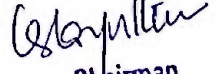
  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.

Chartered Accountants  
(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

**SCHEDULE – 4: BORROWINGS**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. Borrowings in India			
a) Reserve Bank of India		-	-
b) Other Banks / CA OD facility/NABARD		20,851,200.00	72,938,400.00
c) Other Institutions and Agencies		-	78,579,379.00
<b>TOTAL</b>		<b>20,851,200.00</b>	<b>151,517,779.00</b>
2. Borrowings outside India		-	-
<b>TOTAL (1 &amp; 2)</b>		<b>20,851,200.00</b>	<b>151,517,779.00</b>
Secured Borrowing included in 1 and 2 above		20,851,200.00	151,517,779.00

**SCHEDULE 5: OTHER LIABILITIES AND PROVISIONS**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. Bills Payable			
2. Inter office adjustments (Net)		0.00	0.00
3. Interest accrued		24,467,198.93	32,138,848.52
4. Others (Including provisions)		35,879,198.38	38,061,482.63
<b>TOTAL</b>		<b>60,346,397.31</b>	<b>70,200,331.15</b>

**SCHEDULE: 6: CASH AND BALANCES WITH R.B.I**

(Amount in Rupees)

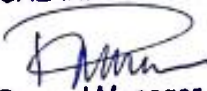
Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. Cash in hand (including foreign currency notes)		7,627,736.00	10,385,893.00
2. Balances with RBI			
a. In current Account		59,221,863.03	71,721,863.03
b. In other Accounts			
<b>TOTAL</b>		<b>66,849,599.03</b>	<b>82,107,756.03</b>

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

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. In India			
a). Balances with banks			
i. In Current Accounts		47,985,534.54	41,033,902.72
ii. In other Deposit Accounts		530,062,023.00	643,965,150.00
b). Money at call and short notice			
i. With banks		-	-
ii. With other institutions		-	-
<b>TOTAL</b>		<b>578,047,557.54</b>	<b>684,999,052.72</b>
2. Outside India			
a). In Current Account		-	-
b). In other Deposit Accounts		-	-
c). Money at call and short notice		-	-
<b>GRAND TOTAL</b>		<b>578,047,557.54</b>	<b>684,999,052.72</b>


For NAGALAND RURAL BANK

  
 General Manager  
 Head Office · Kohima

For S. K. Mallick &amp; Co.

Chartered Accountants

(FRN 324892E)

  
 S. CHATTERJEE  
 Partner

Membership No. 316603

 For NAGALAND RURAL BANK  
  
 Chairman

**SCHEDULE: 8: INVESTMENTS**

(Amount in Rupees)

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. Investments in India in			
a). Government securities		242,742,721.96	279,043,775.25
b) Other approved securities		0.00	0.00
c) Shares			
d) Debentures and Bonds			
e) Subsidiaries and/or Joint Ventures			
f) Others		0.00	0.00
<b>TOTAL</b>		<b>242,742,721.96</b>	<b>279,043,775.25</b>
2. Investments outside India in			
a) Government Securities		-	-
b) Subsidiaries and/ or Joint ventures aboard		-	-
c) Other Investments		-	-
<b>GRAND TOTAL (1 &amp; 2)</b>		<b>242,742,721.96</b>	<b>279,043,775.25</b>

**SCHEDULE: 9: ADVANCES**

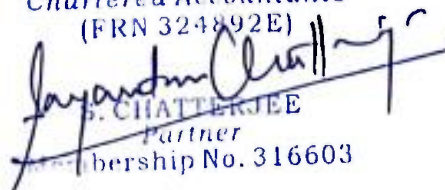
(Amount in Rupees)

SL. No. Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
A. i) Bills purchased and discounted		-	-
ii) Cash credits, overdrafts and loans repayable on demand		73,654,497.33	91,762,557.09
iii) Term loans		446,432,507.87	546,940,857.97
<b>TOTAL</b>		<b>520,087,005.20</b>	<b>638,703,415.06</b>
B. i) Secured by tangible assets		248,316,113.88	337,538,166.04
ii) Covered by Bank/Government Guarantees			
iii) Unsecured		271,770,891.32	301,165,249.02
<b>TOTAL</b>		<b>520,087,005.20</b>	<b>638,703,415.06</b>
C. I. Advances in India			
i) Priority Sector		332,058,703.93	422,434,676.40
ii) Public Sector			
iii) Others		188,028,301.27	216,268,738.66
<b>TOTAL</b>		<b>520,087,005.20</b>	<b>638,703,415.06</b>
II. Advances outside India			
i) Due from banks		-	-
ii) Due from others		-	-
a) Bills purchased and discounted		-	-
b) Syndicated loans		-	-
c) Others		-	-
<b>GRAND TOTAL (C.I &amp; C.II)</b>		<b>520,087,005.20</b>	<b>638,703,415.06</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office · Kohima

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

**SCHEDULE: 10: FIXED ASSETS**

(Amount in Rupees)

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
I.	Premises			
	At cost as on 31 <sup>st</sup> March of the preceding year		0.00	0.00
	Additions during the year		0.00	0.00
	Deductions during the year		0.00	0.00
	Depreciation to date		0.00	0.00
II.	Other Fixed Assets (including furniture and fixtures)			
	At cost as on 31 <sup>st</sup> March of the preceding year		15,455,844.57	19,465,056.57
	Additions during the year		4,009,212.00	2,464,925.00
	Deductions during the year		0.00	0.00
	Depreciation to date		13,419,947.69	15,249,652.69
	<b>TOTAL (I &amp; II)</b>		<b>6,045,108.88</b>	<b>6,680,328.88</b>

**SCHEDULE – 11: OTHER ASSETS**

(Amount in Rupees)

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Inter-office adjustment (net)		0.00	0.00
2.	Interest accrued		4,617,757.12	5,349,313.81
3.	Tax paid in advance/Tax deducted at source			
4.	Stationery and stamps		1,662,644.10	1,541,514.10
5.	Non-banking assets acquired in satisfaction of claims			
6.	Others		66,284,748.80	53,830,857.65
	<b>TOTAL</b>		<b>72,565,150.02</b>	<b>60,721,685.56</b>

**SCHEDULE: 12: CONTINGENT LIABILITIES**

(Amount in Rupees)

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Claims against the bank not acknowledged as debts		-	-
2.	Liability for partly paid investments		-	-
3.	Liability on account of outstanding forward exchange		-	-
4.	contracts			
5.	Guarantee given on behalf of constituents			
	a) In India		100,000.00	100,000.00
	b) Outside India		-	-
6.	Acceptances, endorsements and other obligations		-	-
7.	Other items for which the bank is contingently liable		-	-
8.	Others - DEAF		294,886.00	4,398,959.44
	<b>TOTAL</b>		<b>394,886.00</b>	<b>4,498,959.44</b>

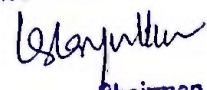
For NAGALAND RURAL BANK

  
General Manager  
Head Office - Kohima

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

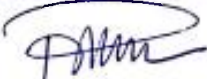
  
Chairman

**NAGALAND RURAL BANK**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 2024**

(Amount in Rupees)

Particulars	Schedule No.	31.03.2023	As on 31.03.2024
<b>1. Interest Earned:</b>	<b>13</b>	<b>110,365,944.83</b>	<b>127,371,476.10</b>
a. Interest/discount on advances/bills		59,953,519.83	67,987,383.83
b. Income on Investments		19,394,234.00	19,428,815.00
c. Interest on balances with RBI and other inter-bank funds ( FDRs)		31,018,191.00	39,955,277.27
d. Others		-	-
<b>2. Other Income</b>	<b>14</b>	<b>7,997,985.24</b>	<b>8,231,280.50</b>
a. Commission, exchange and brokerage		6,826,931.62	7,301,586.52
b. Profit on sale of investments		-	-
Less : Loss on sale of investments		-	-
c. Profit on revaluation of Investments		-	-
Less : Loss on revaluation of Investments		-	-
d. Profit on sale of land, buildings and other assets		150,001.00	0.00
Less : Loss on sale of land, buildings and other assets		-	-
e. Profit on exchange transactions		-	-
Less : Loss on exchange transactions		-	-
f. Income earned by way of dividends, etc. from subsidiaries/companies and/or joint ventures abroad / in India		-	-
g. Miscellaneous income		1,021,052.62	929,693.98
<b>3. TOTAL</b>		<b>118,363,930.07</b>	<b>135,602,756.60</b>
<b>4. Interest expended</b>	<b>15</b>	<b>47,584,108.76</b>	<b>54,833,158.60</b>
<b>5. Operating expenses (a+b)</b>	<b>16</b>	<b>51,387,828.62</b>	<b>72,854,065.79</b>
a. Employees Costs		37,735,641.83	49,364,865.00
b. Other Operating Expenses		13,652,186.79	23,489,200.79
<b>6. "Total Expenditure (excluding provisions and Contingencies) (4+5)</b>		<b>98,971,937.38</b>	<b>127,687,224.39</b>
<b>7. Operating Profit/Loss before provisions and Contingencies (3-6)</b>		<b>19,391,992.69</b>	<b>7,915,532.21</b>
<b>8. Provisions (other than tax) and Contingencies</b>		<b>15,044,608.00</b>	<b>4,645,000.00</b>
<b>9. Profit/Loss from Ordinary Activities before Tax (7-8)</b>		<b>4,347,384.69</b>	<b>3,270,532.21</b>
<b>10. Tax Expenses</b>			
a. Provision for Taxation - Current Year		0.00	0.00
b. Deferred Tax		0.00	0.00
c. Earlier Years Adjustments		0.00	0.00
<b>11. Net Profit/Loss for the period from Ordinary Activities after Tax</b>		<b>4,347,384.69</b>	<b>3,270,532.21</b>
<b>12. Extraordinary Items</b>		<b>Nil</b>	<b>Nil</b>
<b>13. Net Profit/Loss for the period</b>		<b>4,347,384.69</b>	<b>3,270,532.21</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)

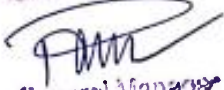
  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

Particulars	Schedule No.	(Amount in Rupees)	(Amount in Rupees)
		31.03.2023	As on 31.03.2024
<b>APPROPRIATIONS</b>			
Net Profit/Loss for the period		4,347,384.69	3,270,532.21
Profit/Loss brought forward		-193,659,348.54	-189,311,963.85
Transfer to the Statutory Reserves		0.00	0.00
Special Reserve U/s 36(1)(viii) of IT Act, 1961		0.00	0.00
<b>Profit(+)/Loss(-) Carried Over to Balance Sheet</b>		<b>-189,311,963.85</b>	<b>-186,041,431.64</b>
Summary of Significant Accounting Policies	17		
Disclosures and Notes to Accounts	18		

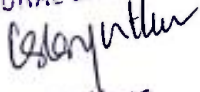
For MAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324882E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For MAGALAND RURAL BANK

  
Chairman

**SCHEDULE 5: OTHER LIABILITIES AND PROVISIONS**

Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1. Bills Payable			
2. Inter office adjustments (Net)		0.00	0.00
3. Interest accrued		24,467,198.93	32,138,848.52
<b>4. Others (Including provisions)</b>		<b>35,879,198.38</b>	<b>38,061,482.63</b>
i. Provision on standard asset		2,153,861.44	2,434,899.41
ii. Gramin Pay order		16,702.00	0.00
iii. Sundry creditor		16,595,630.50	8,034,992.42
iv. Sundry deposit		428,534.00	97,299.00
vi. NEFT mirror		0.00	0.00
vii. Service tax		0.00	0.00
viii. Advance under collection account		16,469,250.71	10,435,903.66
ix. NEFT outward message		0.00	16,789,729.42
x. PMJJBY		3,277.00	2,365.00
xi. PMSBY		812.00	1,152.00
xii. Others/CC/Loan Credit balance		362.33	0.00
xiii. Suspense		0.00	0.00
xiv. SGST		105,295.35	132,574.52
xv. CGST		105,295.35	132,567.20
xvi. IGST		177.70	0.00
<b>TOTAL</b>		<b>60,346,397.31</b>	<b>70,200,331.15</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office: Kohima

For S. K. Mallick & Co.

Chartered Accountants

(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman



**SCHEDULE: 13: INTEREST EARNED**

(Amount in Rupees)

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Interest/discount on advances/bills		59,953,519.83	67,987,383.83
2.	Income on Investments		19,394,234.00	19,428,815.00
3.	Interest on balances with RBI and other inter-bank funds ( FDRs)		31,018,191.00	39,955,277.27
4.	Others			
	<b>TOTAL</b>		<b>110,365,944.83</b>	<b>127,371,476.10</b>

**SCHEDULE: 14: OTHER INCOME**

(Amount in Rupees)


SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Commission, exchange and brokerage		6,826,931.62	7,301,586.52
2.	Profit on sale of investments		-	-
	Less : Loss on sale of investments		-	-
3.	Profit on revaluation of Investments		-	-
	Less : Loss on revaluation of Investments		-	-
4.	Profit on sale of land, buildings and other assets		150,001.00	0.00
	Less : Loss on sale of land, buildings and other assets		-	-
5.	Profit on exchange transactions		-	-
	Less : Loss on exchange transactions		-	-
6.	Income earned by way of dividends, etc. from subsidiaries/companies and/or joint ventures abroad / in India		-	-
7.	Miscellaneous income		1,021,052.62	929,693.98
	<b>TOTAL</b>		<b>7,997,985.24</b>	<b>8,231,280.50</b>

**SCHEDULE 15: INTEREST EXPENDED**

(Amount in Rupees)

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Interest on deposits		46,803,793.76	53,594,530.60
2.	Interest on RBI/Inter-bank borrowings/NABARD		780,315.00	1,238,628.00
3.	Others		0.00	0.00
	<b>TOTAL</b>		<b>47,584,108.76</b>	<b>54,833,158.60</b>

FOR NAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick &amp; Co.

Chartered Accountants  
(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

FOR NAGALAND RURAL BANK  
  
Chairman

**SCHEDULE: 16: OPERATING EXPENSES**

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
<b>a.</b>	<b>Employees cost</b>		<b>37,735,641.83</b>	<b>49,364,865.00</b>
i.	Salary & allowance of Sponsor Bank staff		1,374,737.72	9,078,151.00
ii.	Salary & allowance of NRB staff		32,433,743.11	36,462,411.00
iv.	Other benefits paid to NRB staff		171,995.00	196,545.00
v.	Gratuity		846,011.00	588,105.00
vi.	Other allowance to deputed staff		1,154,686.00	1,142,045.00
vii.	Travelling expenses including LTC		942,110.00	873,307.00
viii.	Training fees		29,676.00	224,942.00
ix.	Medical expenses		294,089.00	221,529.00
x.	Leave encashment		488,594.00	577,830.00
<b>b.</b>	<b>Other Operating expenses</b>		<b>13,652,186.79</b>	<b>23,489,200.79</b>
i.	Amortization		720,697.28	665,189.71
ii.	Expenses on services (AMC)		3,894,201.00	10,309,317.60
iii.	POL		326,364.00	259,264.00
iv.	Sundries/Misc Exp.		1,373,803.07	3,493,695.56
v.	Director's Fees & Allowances & Board meeting expenses		20,355.00	12,705.00
vi.	Rent, Taxes, Insurance, Lighting Etc. including DICGC premium paid during the year		4,537,090.00	4,706,351.81
vii.	Postage, telegram, stamps & telephone		200,434.45	173,345.60
viii.	Auditor's fee & expenses		154,354.00	125,828.00
ix.	Depreciation to bank's property		1,568,880.00	1,829,705.00
x.	Repair to Bank's property		33,212.00	38,646.00
xi.	Stationery, printing, advertisement etc books & N/papers		516,531.70	614,621.22
xii.	Law Charges		92,400.00	0.00
xiii.	CGST Expenses		0.00	497,277.58
xiv.	SGST Expenses		0.00	497,277.58
xv.	ATM charges		213,864.29	265,976.13
	<b>TOTAL OPERATING EXPENSES (a+b)</b>		<b>51,387,828.62</b>	<b>72,854,065.79</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office · Kohima

For S. K. Mallick & Co.

Chartered Accountants  
(FRN 324892E)

  
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Partner  
Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

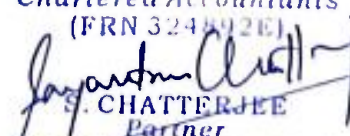
**SCHEDULE: 11: OTHER ASSETS**

SL. No.	Particulars	Schedule No.	As on 31.03.2023	As on 31.03.2024
1.	Inter-office adjustment		0.00	0.00
2.	Interest accrued		4,617,757.12	5,349,313.81
3.	Tax paid in advance/tax deducted at source		0.00	0.00
4.	Stationary and stamps		1,662,644.10	1,541,514.10
5.	Non-banking assets acquired in satisfaction of claims		0.00	0.00
	<b>OTHERS</b>		<b>66,284,748.80</b>	<b>53,830,857.65</b>
i.	Advance under collection account		16,469,250.71	10,435,903.66
ii.	NEFT Outward message account		2,116,682.00	0.00
iii.	Adjusting account		26,453,146.06	33,199,372.16
iv.	Security Deposit		186,000.00	186,000.00
v.	Expense prepaid account		495,590.00	716,661.00
vi.	NACH/ACH/UID/LPG		14,721,056.88	2,418,535.46
vii.	Charges Others		0.00	0.00
viii.	Charges AMFI registration fee		0.00	0.00
ix.	IMPS settlement account		0.00	0.00
x.	RTGS inward message a/c		732,006.64	45,056.64
xi.	ATM settlement a/c		2,471,914.35	3,421,093.95
xii.	Suspense A/c		0.00	0.00
xiii.	Branch Adjustment/HO		0.00	0.00
xiv.	IGST ITC		1,669,300.16	2,306,357.90
xv.	CGST ITC		121,851.00	194,588.44
xvi.	SGST ITC		121,851.00	194,588.44
xvii.	Staff FA		726,100.00	712,700.00
	<b>TOTAL OTHER ASSETS</b>		<b>72,565,150.02</b>	<b>60,721,685.56</b>

For NAGALAND RURAL BANK

  
General Manager  
Head Office - Kohima

For S. K. Mallick & Co.  
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Membership No. 316603

For NAGALAND RURAL BANK

  
Chairman

## SCHEDULE 17: SIGNIFICANT ACCOUNTING POLICIES

### 1. General:

The company financial statements have been prepared on the historical cost basis and confirm to the statutory provisions and prevailing practices. Where required estimates and assumptions have been made in preparation of financial statements in a prudent and reasonable manner. Future result could differ from these estimates.

### 2. Loans /Advances and Provisions thereon:

a) Loans and Advances are classified as performing and non-performing, based on the underlines issued by RBI.

b) NPAs are classified into sub-standard, doubtful and loss assets, based on the criteria stipulated by RBI

c) Provisions are made for NPA as per the extant guidelines prescribed by the regulatory authorities, subject to minimum provisions as prescribed below:

**Sub- Standard Assets** : (i) A general provisions of 15 %

(ii) Additional Provision of 10 % for exposures which are unsecured.

#### Doubtful Assets

-Secured portion : (i) Upto one year – 25 %

(ii) One to three years – 40 %

(iii) More than three years – 100 %

Unsecured portion : 100 %

Loss Assets : 100 %

In addition, general provisions are also made for Standard Assets.

d) Advances are net of specific loan loss provisions and unrealized interest.

### 3. Fixed Assets:

a) Fixed Assets are carried at cost less accumulated depreciation/amortization.

b) Cost includes cost of purchase and all expenditures such as site preparation, installation of costs and professional fees incurred on the asset before it is put to use. Subsequent expenditure/s incurred on the assets put to use is capitalized when it increases the future benefits from such assets or their functioning capability.

c) The rate of depreciation and method of charging depreciation in respect of domestic operation are as under:

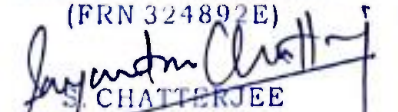
Sl. No.	Description of Fixed Assets	Method of charging depreciation	Depreciation/amortization rate
1	Computers	Straight Line Method	33.33 % every year
2	Computer Software forming an integral part of the Computer hardware	Straight Line Method	33.33 % every year
3	Computer Software which does not form an integral part of the 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

For NAGALAND RURAL BANK

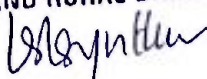
  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.

Chartered Accountants  
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For NAGALAND RURAL BANK

  
Chairman

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 Vehicle : 5 years Safe Deposit Lockers : 20 Years Furniture & Fixtures : 10 Years

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

e) Assets costing less than ₹. 1,000/- each are charged off in the year of purchase.

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

g) In respect of assets given on lease by the Bank on or before 31<sup>st</sup> March 2001, the value of the assets given on lease is disclosed as Lease Assets under Fixed Assets, and the difference between the annual lease charge (capital recovery) and the depreciation is taken to Lease Equalization Account.

h) In respect of fixed assets held at foreign office, depreciation is provided as per regulations/norms of the respective countries.

**4. Revenue recognition**

a) Income and expenditure are accounted for on accrual basis.

b) Interest on performing assets has been recognized on accrual basis and non-performing assets on realization basis.

c) Commission and exchange are recognized on receipt basis.

**5. Investments:**

a) Investments are as per carrying value as at 31<sup>st</sup> March, 2024.

b) Investment in Government securities are "Held to Maturity" and "Available for Sale".

**6. Staff benefits:**

a) Bank maintains staff Gratuity with LIC, Jorhat Branch for which premium is being paid as and when the same become due.

b) Employees are covered under Nagaland Rural Bank (Employees') Pension Regulation 2018 and National Pension Scheme.

c) Employees are also covered under Nagaland Rural Bank (Employees') Provident Fund, 2019.

**7. Taxes on income:**

The Bank has made a net profit of ₹. 3,270,532.21 as on 31.03.2024. The Bank has accumulated loss of ₹. 186,041,431.64, hence, no provisions have been made for Income Tax.

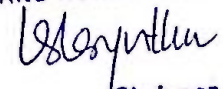
For NAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.

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Chairman

**SCHEDULE 18 – DISCLOSURES AND NOTES TO ACCOUNTS**

**1. CAPITAL**

SL. No	Particulars	As on 31-03-2023	As on 31-03-2024
I	CRAR %	8.37%	10.04%
II	CRAR – Tier I Capital (%)	7.48%	9.30%
iii	CRAR – Tier II Capital (%)	0.89%	0.74%
iv	Percentage of Shareholding of :		
	a) Government of India	50.00 %	50.00 %
	b) State Government	15.00 %	15.00 %
	c) Sponsor Bank	35.00 %	35.00 %

**2. INVESTMENTS**


(Amount in ₹.)

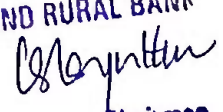
SL. No	Particulars	A on 31-03-2023	As on 31-03-2024
a)	Value of Investments		
	i) Gross value of Investments	242,742,721.96	279,043,775.25
	ii) Provision for Depreciation	-	-
	iii) Net Value of Investments	242,742,721.96	279,043,775.25
b)	Movement of Provisions held towards depreciation on Investment.		
	i) Opening Balance	-	-
	ii) Add: Provisions made during the year	-	-
	iii) Less: Write off/write back of excess provision during the year	-	-
	iv) Closing Balance	-	-

For NAGALAND RURAL BANK

  
General Manager  
Head Office - Kohima

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(FRN 324892E)

  
S. CHATTERJEE  
Partner  
Membership No. 316603

For NAGALAND RURAL BANK  
  
Chairman

**3. REPO TRANSACTION**

(Amount in ₹.)

Items	Minimum Outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	As on 31-03-2024
a) Securities Sold under Repos	NIL	NIL	NIL	NIL
a) Securities Purchased under reverse Repos	NIL	NIL	NIL	NIL

**4. NON-SLR INVESTMENT PORTFOLIO****i) Issuer Composition of Non-SLR Investments**

(Amount in ₹.)

Sl. No.	Issuer	Amount	Extent of Private Placement	Extent of "Below Placement grade" Securities	Extent of "unrated securities"	Extent of "unlisted securities"
a	PSU	-	-	-	-	-
b	FIs	-	-	-	-	-
c	Banks	-	-	-	-	-
d	Private Corporate	-	-	-	-	-
e	Others (MF)	-	-	-	-	-
f	Provisions held towards depreciation	-	-	-	-	-
<b>TOTAL</b>		-	-	-	-	-

**ii. Non Performing Non- SLR Investment**

Sl. No.	Particulars	As on 31-03-2023	As on 31-03-2024
i)	Opening Balance	-	-
ii)	Addition during the year since 1 April	-	-
iii)	Reduction during the above period	-	-
iv)	Closing Balance	-	-
v)	Total Provisions held	-	-

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)

*S. Chatterjee*  
S. CHATTERJEE  
Partner  
Membership No. 316603

FOR NAGALAND RURAL BANK

*General Manager*  
General Manager  
Head Office

FOR NAGALAND RURAL BANK  
*Chairman*  
Chairman

5. ASSET QUALITY

a) Non-Performing Assets

(Amount in ₹.)

Sl. No.	Particulars	As on 31-03-2023	As on 31-03-2024
a)	Net NPAs to Net Advances	0.16 %	0.19 %
b)	Movement of NPAs (Gross)		
	i) Opening Balance	8,261,797.09	6,360,415.17
	ii) Addition during the year	1,418,200.01	1,464,688.51
	iii) Reduction during the year	3,319,581.93	2,884,785.62
	iv) Closing Balance	6,360,415.17	4,940,318.06
c)	Movement of Net NPAs		
	i) Opening Balance	1,316,567.62	835,642.77
	ii) Addition during the year	1,276,694.28	1,449,781.14
	iii) Reduction during the year	1,757,619.13	1,081,078.34
	iv) Closing Balance	835,642.77	1,204,345.57
d)	Movement of Provisions of NPAs (excluding provisions on standard asset)		
	i) Opening Balance	6,945,229.47	5,524,772.40
	ii) Provision made during the year	0.00	0.00
	iii) Write off/ Write back of excess provisions	1,420,457.07	1,788,799.91
	iv) Closing Balance	5,524,772.40	3,735,972.49

b. Provisions on Standard Assets

(Amount in ₹.)

Sl. No.	Particulars	As on 31-03-2023	As on 31-03-2024
a)	General Provisions for Standard Assets	2,153,861.44	2,434,899.41

For NAGALAND RURAL BANK

  
General Manager  
Head Office: Kohima

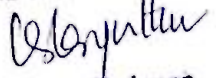
For S. K. Mallick & Co.

Chartered Accountants

(FRN 324892E)

  
S. CHATTERJEE  
Partner  
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For NAGALAND RURAL BANK

  
Chairman




**6. BUSINESS RATIOS**

(Amount in ₹.)

Sl. No.	Particulars	As on 31-03-2023	As on 31-03-2024
i	Interest Income as a percentage to working funds	7.87 %	8.23 %
ii	Non-Interest Income as a percentage to working fund	0.57 %	0.53 %
iii	Operating Profit as a percentage to working funds	(+) 1.39 %	(+) 0.51 %
iv	Return on Assets	(+) 0.31 %	(+) 0.21 %
v	Business per Employee	43,727,168.30	48,737,529.36
vi	Profit per Employee	(+) 101,101.97	(+) 76,058.89

For NAGALAND RURAL BANK

  
General Manager  
Head Office, KohimaFor S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)  
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For NAGALAND RURAL BANK

  
Chairman

7. ASSET LIABILITY MANAGEMENT – Maturity Pattern of certain items of assets and liabilities


(Amount in ₹.)

Sl. No.	Particulars	1 to 15 Days	15 to 28 Days	29 to 3 months	Over 3 month and upto 6 months	Over 6 months and upto 1 year	Over 1 year and upto 3 years	Over 3 years and upto 5 years	Over 5 years	Total
i	Deposits	46,829,754.57	38,242,626.16	114,436,018.99	136,492,357.36	233,246,164.68	343,971,618.63	200,307,002.07	339,698,832.545	1,453,224,374.99
iii	Advances (Gross)	2,698,581.53	0.00	414,505.19	0.00	7,322,652.00	71,006,034.39	384,472,879.27	176,574,735.17	642,489,387.55
iii	Investment	0.00	0.00	0.00	0.00	50,270,214.00	60,126,601.25	51,087,685.00	117,559,275.00	279,043,775.25
iv	Borrowings	0.00	0.00	0.00	12,222,157.00	22,993,671.00	65,431,654.00	50,870,297.00	0.00	151,517,779.00
v	Foreign currency chest									0.00
vi	Foreign currency liabilities									0.00

FOR NAGALAND RURAL BANK

  
General Manager  
Head Office : Kohima

For S. K. Mallick & Co.  
Chartered Accountants  
(FRN 324892E)

  
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FOR NAGALAND RURAL BANK  
  
Chairman

8. Concentration of Deposits, Advances, Exposures and NPAs

Concentration of Deposits	
(Amount in ₹.)	
Total Deposits of twenty largest depositors	140,995,002.4
Percentage of Deposits of twenty largest depositors to Total Deposits of the bank	9.70 %

Concentration of Advances *	
(Amount in ₹.)	
Total Advances of twenty largest borrowers	83,092,788.00
Percentage of Advances to twenty largest borrowers to Total Advances of the bank	12.93%
*Advances should be computed as prescribed in our Circular on Strengthening of Prudential Norms – Provisioning Asset classification and Exposure Limit RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001 as per circular RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001	

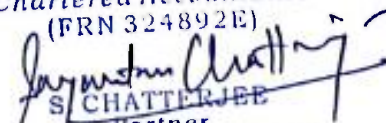
Concentration of Exposures **	
(Amount in ₹.)	
Total Exposures of twenty largest borrowers/customers	Nil
Percentage of Exposures to twenty largest borrowers/customers to Total Exposure of the bank on borrowers/customers	Nil
**Exposures should be computed based on credit and investment exposure as prescribed in our Circular on Strengthening of Prudential Norms – Provisioning Asset classification and Exposure Limit RPCD.RRB.BC.97/03.05.34/2000-01 dated June 11, 2001	

Concentration of NPAs	
(Amount in ₹.)	
Total Exposure to top four NPA accounts	1,586,576.48

FOR NAGALAND RURAL BANK

  
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FOR NAGALAND RURAL B.

  
Chairman

9. Sector-wise NPAs

(Amount in ₹.)

Sl No	Sector *	As on 31.03.2024			As on 31.03.2023		
		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
<b>A</b>	<b>Priority Sector</b>						
1	Agriculture and allied activities	144,197,810.25	2,174,805.17	1.51 %	113,374,091.72	2,498,085.72	2.20 %
2	Advances to industries sector eligible as priority sector lending	-	-	-	-	-	-
3	Services	246,161,081.54	2,669,293.51	1.08 %	195,167,762.13	1,728,388.69	0.89 %
4	Personal	3,5765,537.72	0	0.00 %	27,132,681.72	0	0.00 %
	<b>Sub-total (A)</b>	<b>426,124,429.51</b>	<b>4,844,098.68</b>	<b>1.14 %</b>	<b>335,674,535.57</b>	<b>4,226,474.41</b>	<b>1.26 %</b>
<b>B</b>	<b>Non-Priority Sector</b>						
1	Agriculture and allied activities	-	-	-	-	-	-
2	Industry	-	-	-	-	-	-
3	Services	726,369.09	0	0.00%	963,112.09	0	0.00%
4	Personal loans	215,638,588.95	96,219.38	0.04 %	189,199,129.94	2,133,940.76	1.13 %
	<b>Sub-total (B)</b>	<b>216,364,958.04</b>	<b>96,219.38</b>	<b>0.04 %</b>	<b>190,162,242.03</b>	<b>2,133,940.76</b>	<b>1.05 %</b>
	<b>Total (A+B)</b>	<b>642,489,387.55</b>	<b>4,940,318.06</b>	<b>0.77 %</b>	<b>525,836,777.60</b>	<b>6,360,415.17</b>	<b>1.21 %</b>

\*Regional Rural Banks may also disclose in the format above, sub sectors where the outstanding advances exceeds 10 percent of the outstanding total advances to that sector. For instance, if a bank's outstanding advances to the Khadi and Village industry (KVI) exceed 10 percent of the outstanding total advances to 'Industry' sector it should disclose details of its outstanding advances to KVI separately in the format above under the 'Industry' sector.

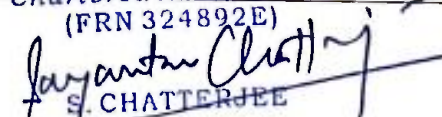
III. Movement of NPAs

Particulars(Amount in ₹.)		
Gross NPAs as on 1 <sup>st</sup> April of particular year (Opening balance)		6,360,415.17
Additions (Fresh NPAs) during the year		1464688.51
Sub-total (A)		7,825,103.68
Less:		
(i)	Upgradations	12,129.00
(ii)	Recoveries (excluding recoveries made from upgraded accounts)	1,068,949.34
(iii)	Write-offs	1,803,707.28
Sub-total (B)		2,884,785.62
Gross NPAs as on 30 <sup>th</sup> September, 2023 (Closing Balance)(A-B)		4,940,318.06

For NAGALAND RURAL BANK

  
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For NAGALAND RURAL BANK

  
Chairman

10. Miscellaneous – Amount of provisions made for Income Tax during year

(Amount in ₹.)

Particulars	31.03.2023	31.03.2024
Provision for Income Tax	0.00	0.00

11. Disclosure of Penalties Imposed by RBI

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

However, the Bank has defaulted in maintenance of Average Incremental CRR and have paid a sum of ₹3,748/- on 04/11/2023 as penal interest on CRR default for the reporting fortnight August 25, 2023 in connection with withdrawal from circulation of ₹2000 denomination Bank notes.

12. Additional Disclosures as per Accounting Standards applicable to the Bank

(i) Related Party Disclosure:

(a) Related parties where control / significant influence exists or with whom transaction have taken place during the year.

Sponsor Bank their Subsidiaries and Associates: State Bank of India

Key Management Personnel:

Shri Velayutham Sadhasivam, Chairman (From: 28.02.2024)

Shri Brojenkuli, General Manager(Vigilance) (From:17.10.2022)

Ms. Pemmichon Nakhedei, General Manager (Ops.) (From: 08.09.2021)

Shri Kekhriezo Pienyü, Manager (HO) (From: 01.03.2023)

(ii) Particulars of related party accounts transactions:

(Amount in ₹)

Particulars	31.03.2023	31.03.2024
Letter of Comfort	Nil	71,00,000.00
Refinance received from State Bank of India	Nil	Nil
Interest paid to SBI	Nil	Nil
<b>Investments made with:</b>		
SBI – in the form of STDRs	72,586,264.00	41,470,432.00
SBI Fund Management Private Limited	Nil	Nil
Interest received from SBI	2,969,695.00	1,490,110.27
Profit on sale of Investments on SBI	Nil	Nil
Current Account Balance with SBI	18,524,795.59	33,386,467.94

13. Bank Guarantee particulars:

Particulars	Previous Year	Current Year
Bank guarantee	100,000.00	100,000.00

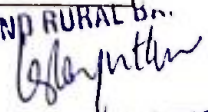
14. DEAF transfer particulars:

Particulars	Previous Year	Current Year
Opening balance of amounts transferred to DEAF	120,878.00	294,886.00
Add: Amounts transferred to DEAF during the year	174,008.00	4,104,073.44
Less: Amounts reimbursed by DEAF towards claims	0.00	0.00
Closing balance of amounts transferred to DEAF	294,886.00	4,398,959.44

FOR NAGALAND RURAL BANK

  
General Manager  
Head Office - Kohima

  
S. CHATTERJEE  
Partner  
Membership No. 316603

FOR NAGALAND RURAL BANK  
  
Chairman



**INDEPENDENT AUDITOR'S REPORT**

To,  
The Members,  
Nagaland Rural Bank.

**Report on the Audit of the Consolidated Financial Statements**

**Opinion**

1. We have audited the accompanying Consolidated Financial Statements of NAGALAND RURAL BANK which comprise the Consolidated Balance Sheet as at 31st March, 2024, the Consolidated Statement of Profit and Loss for the year then ended, and other explanatory information [in which are included the Returns and Certificates for the year ended on that date].

2. In our opinion, and to the best of our information and according to the explanation given to us, read with the Memorandum of Changes (mentioned in paragraph 8 below), the aforesaid Consolidated Financial Statements give the information required by the Regional Rural Banks Act, 1976, in the manner so required for the bank, and give a true idea and fair view in conformity with the accounting principles generally accepted in India of the state of affairs in case of the Balance Sheet of the Bank at March 31, 2024 and true balance of profit for the year ended on that date in case of the Statement of Profit and Loss of the Bank.

**Basis of Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statement section of our report. We are independent of the Bank in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the consolidated financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

**Management's Responsibilities for the Consolidated Financial Statements**

5. The Bank's management is responsible with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position and financial performance of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of Section 19 of the Regional Rural Banks Act, 1976 and circulars and guidelines issued by the Reserve Bank of India ('RBI') and NABARD, from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to

**Second Off. : 45, Lenin Sarani (1st Floor), Kolkata - 700 013, Ph. : (033) 4073 5010**

**Branches :**

C/O. Mr. D. Sengupta, Akshay Apartment, R.G. Street, P.O. : Tharpakhana, Dist. : Ranchi, Jharkhand - 834 001, Mobile : 8617744139,

C/O. Mr. D. Paul, College Road, P.O. Bidyapara, Near Rishi Aurobindo Convent School, Dist. : Dhubri, Assam-783 324, Mobile : 87773 93523

C/O. Mr. S. Chatterjee, Natunpara, P.O. : Lataguri, Dist. : Jalpalguri, West Bengal - 735 219, Mobile : 96353 66991



## **Auditors' Responsibility for the Audit of the Consolidated Financial Statements**

6. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Report that the audit at Bank level is not able to conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained at Bank, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## **Other Matters**

7. Provisions have been made in the accounts of the Bank in respect of:

- a) Bonus, ex-gratia, and other similar expenditure and allowances to Bank employees including employees on deputation;
- b) Terminal benefits permissible for eligible employees on their retirement (including additional retirement benefits), Gratuity, Pension, Liability for leave encashment benefits and other benefits covered in terms of 'AS 15 -Employee Benefits' issued by the Institute of Chartered Accountants of India.
- c) Arrears of salary/wages/allowances, if any, payable to staff.

## **Report on Other Legal and Regulatory Requirements**

8. The Balance Sheet and the Statement of Profit and Loss have been drawn up in accordance with Section 19 of the Regional Rural Banks Act, 1976, and rules made there under.

9. Our observations in the Long Form Audit Report (LFAR) may be considered part and parcel of this report.

10. Within the limited scope of audit, we have verified some accounts of Covid 19 related stress of advances to individuals and small businesses as per RBI Notification No. DOR.STR.REC-11/21.04..048 dated 05.05.2021 read with the relevant circular of SBI dated 24.05.2021.



11. Subject to the limitations of the audit indicated in paragraphs 4 to 6 above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970/1980, and subject also to the limitations of disclosure required therein, we report that :

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of the audit and have found them to be satisfactory;
- b. the transactions of the Bank which have come to our notice have been within the powers of the Bank;
- c. the returns received from the Bank have been found adequate for the purposes of our audit.

12. As required by the RBI's letter no. DOS.ARG.No.6270/08.91.001/2019-20 dated March 17, 2020 (as amended), we report that :

Our opinion on operating effectiveness of the Bank's internal financial controls over financial reporting expresses an **Unmodified Opinion** on the operating effectiveness of internal financial controls over financial reporting of the Bank as at 31st March 2024.

13. We further report that..

- a. in our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books;
- b. the Balance Sheet and the Statement of Profit and Loss dealt with by this report are in agreement with the books of account;
- c. the reports on the accounts of the branch offices audited by us under Section 19 of the Regional Rural Banks Act, 1976 have been properly dealt with by us in preparing this report;
- d. the total advances of five branches not audited by us comprises 24.33% of the total advance of the Bank.
- e. in our opinion, the Balance Sheet and the Statement of Profit and Loss comply with the applicable accounting standards, to the extent they are not inconsistent with the accounting policies prescribed by RBI.



Date : April 25, 2024  
Place: Camp Kohima, Nagaland

For S K MALLICK & CO.  
Chartered Accountants  
Firm Registration Number : 324892E

  
[Sayantan Chatterjee]  
Partner  
Membership Number : 316603  
UDIN : 24316603BKMLN6036