



JANAKALYAN SAHAKARI BANK LTD (Scheduled Bank)

REGN. NO. BOM/BNK/134 of 29th MAY 1974

Regd. Off: "Vivek Darshan", 140 Sindhi Society, Chembur, Mumbai 400 071

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the 43rd Annual General Meeting of the Members (Shareholders) of Janakalyan Sahakari Bank Limited will be held on Tuesday the 30th of August 2016 at 5.00 p.m. at Dr. K.B. Hedgewar Sabhagruha, 2nd floor, Chembur High School, Chembur Education Society, Ramkrishna Chemburkar Marg, Chembur Naka, Chembur, Mumbai-400 071 to transact the following business:

1. To read and confirm the Minutes of the 42nd Annual General Meeting held on Friday the 21st August 2015;
2. To consider and adopt the Annual Report on affairs of the Bank placed by the Board of Directors, the Balance Sheet as at March 31, 2016 and Profit and Loss Account for the financial year ended March 31, 2016, duly audited and to take note of the Audit Report submitted by M/s Mukund M. Chitale & Co., Chartered Accountants & Auditors;
3. To approve appropriation of profit for the financial year ended 31st March 2016;
4. To consider and adopt the Rectification Report on Audit Report of M/s Mukund M. Chitale & Co., Chartered Accountants & Auditors of the financial year 2014-2015;
5. To appoint the Auditors as per Sec 75(2A) of the Maharashtra Co-operative Societies Act, 1960 for the financial year 2016-2017 and authorize the Board to fix their remuneration;
6. To confirm the appointment of Internal / Concurrent Auditors for the financial year 2016-17;
7. To note the status of the Amendment in Bye-Law No.55 as approved by the Annual General Meeting dated 21.08.2015;
8. To consider refund of the amount of share capital to those persons holding less than 100 shares of the Bank and have failed to subscribe for the additional capital as required in the Bye-Law no. 11;
9. To approve the Long Term Perspective Plan and the Annual Operational Plan for the Financial Year 2016-17;
10. To write off the Bad & Doubtful Debts and Investments as certified by the Statutory Auditors keeping all the rights of recovery intact against all concerned parties involved;
11. To note the plan prepared by the Bank for the education and training to its Members;
12. To note the details of the Loans and Advances to Directors and their relatives extended by the Bank;
13. Any other business with the permission of the Chair.

Date: 12th August 2016

By Order of the Board of Directors
Shriram Date
Chief Executive Officer



जनकल्याण सहकारी बँक लि. (शेड्युल्ड बँक)

नोंदणी क्र. बी ओ एम / बी एन के / १३४ दि. २९ मे १९७४ .

नोंदणीकृत कार्यालय: विवेक दर्शन, १४०, सिंधी सोसायटी, चेंबुर, मुंबई - ४०० ०७१.

वार्षिक सर्वसाधारण सभेची सूचना

याद्वारे जनकल्याण सहकारी बँक लिमिटेडच्या सभासदांना (भागधारकांना) अशी सूचना देण्यात येत आहे की बँकेची ४३वी वार्षिक सर्वसाधारण सभा मंगळवार दिनांक ३० ऑगस्ट २०१६ रोजी सायंकाळी ५ वाजता डॉ. के. बी. हेडगेवार सभागृह, दुसरा मजला, चेंबूर हायस्कूल, चेंबूर एज्युकेशन सोसायटी, रामकृष्ण चेंबूरकर मार्ग, चेंबूर नाका, चेंबूर, मुंबई-४०० ०७१ येथे खाली नमूद केलेले कामकाज करण्यासाठी आयोजित केली आहे.

१. शुक्रवार दिनांक २१ ऑगस्ट २०१५ रोजी झालेल्या ४२व्या वार्षिक सर्वसाधारण सभेचे इतिवृत्त वाचून मंजूर करणे.
२. दिनांक ३१ मार्च २०१६ रोजी पूर्ण झालेल्या वर्षातील बँकेच्या कामकाजाचा संचालक मंडळाने सादर केलेला अहवाल तसेच लेखापरिक्षकांनी तपासलेल्या वर्ष २०१५-१६ च्या नफा तोटा पत्रकास व दिनांक ३१-०३-२०१६ चे अखेरच्या ताळेबंदीस संमती देणे व लेखा परिक्षक मे. मुकुंद एम. चितळे अँड कं., चार्टर्ड अकौंटंटस् यांनी सादर केलेल्या परिक्षण अहवालाची नोंद घेणे.
३. आर्थिक वर्ष २०१५-१६ मध्ये झालेल्या नफ्याच्या प्रस्तावित विनियोगाला मान्यता देणे.
४. मे. मुकुंद एम. चितळे अँड कं., चार्टर्ड अकौंटंटस् लेखा परिक्षक यांनी सन २०१४-१५ वर्षासाठी दिलेल्या लेखा परिक्षण अहवालावरील दुरुस्ती अहवालाची दखल घेऊन तो मंजूर करणे.
५. महाराष्ट्र सहकारी संस्था अधिनियम १९६० च्या कलम ७५ (२अ) अन्वये आर्थिक वर्ष २०१६-१७ साठी लेखा परीक्षकांची नेमणूक करणे व त्यांचा मेहनताना ठरविण्याचे अधिकार संचालक मंडळास प्रदान करणे.
६. आर्थिक वर्ष २०१६-१७ साठी अंतर्गत व समकालीन लेखा परिक्षकांची केलेली नेमणूक मंजूर करून कायम करणे.
७. दि. २१ ऑगस्ट २०१५ रोजी झालेल्या वार्षिक सर्वसाधारण सभेने मंजूर केलेल्या पोटनियम क्र ५५ मधील दुरुस्तीचे संदर्भातील सद्यस्थितीची नोंद घेणे.
८. १०० पेक्षा कमी भाग धारण करणाऱ्या आणि पोट नियम क्र. ११ च्या तरतुदीनुसार आवश्यक असलेले अधिकचे भागमुल्य अदा न करणाऱ्या सभासदांचे भाग मुल्य परत करणेसंबंधी विचार करणे.
९. बँकेच्या दीर्घकालीन यथार्थ आराखड्यावर विचार करून आर्थिक वर्ष २०१६-१७ साठी बँकेच्या वार्षिक अंमलबजावणी आराखड्याला मान्यता देणे.
१०. वैधानिक लेखापरिक्षकांनी प्रमाणित केलेली संशयित व बुडित येणे बाकी संबंधीत व्यक्तींकडून करावाय्या वसुलीचे सर्व अधिकार अबाधित ठेवून, निर्लेखित करण्यास मान्यता देणे.
११. सभासदांच्या शिक्षण आणि प्रशिक्षणासाठी तयार केलेल्या आराखड्याची दखल घेणे.
१२. बँकेने संचालक आणि त्यांच्या नातेवाईकांना दिलेल्या कर्ज आणि अग्रिम यांच्या माहितीची नोंद घेणे.
१३. अध्यक्षीय परवानगीने येणारे इतर विषय.

मुंबई
दिनांक: १२ ऑगस्ट २०१६

संचालक मंडळाच्या आदेशानुसार
श्रीराम दाते
मुख्य कार्यकारी अधिकारी

To,



Tear along perforated line

Senders's Name and Address



(Scheduled Bank)

JANAKALYAN SAHAKARI BANK LTD. (Scheduled Bank)REGN. NO. BOM/BNK/134 OF 29th MAY, 1974

Registered Office: Vivek Darshan, 140, Sindhi Society, Opp. Bhakti Bhavan, Chembur, Mumbai-400 071.

Tel.: 2522 2582 / 2526 4101 / 02 Fax: 2523 0266

www.jksbl.com

Toll Free: 1800 22 5381

Email: jksbl@jksbl.com

IMPORTANT NOTES

1. Audited Statements of Accounts including Balance Sheet, Profit & Loss Account and the Report of the Board of Directors may please be obtained by Members from any of our Branches or Head Office. The statements will also be available on the Bank's website : www.jksbl.com
2. Members who require any further information or desire to offer any suggestions are requested to submit the same in writing at the Registered Office address of the Bank on or before 23rd August 2016 i.e., seven days in advance, to enable the Bank to provide the information.
3. In case there is no quorum as required, at the appointed time the meeting will stand adjourned for half an hour and will be held at 5.30 p.m. on the same day and at the same venue. The adjourned meeting need not have the required quorum and will be held to transact business as per the Agenda given in the Notice irrespective of the quorum.
4. Unclaimed Dividend : Members are requested to note that dividend for the year ended March 31, 2013, if not drawn on or before 30th September 2016 will be forfeited by the Bank and credited to the Reserve Fund in terms of Bye-Law no.58.
5. Members who attend the meeting are required to sign the Attendance Slip, which will be available at the venue, and collect their Acknowledgment copy as proof of having attended the Annual General Meeting.

Request To All Shareholders

- As per the Bank's Bye – Law No.15, Members are appealed to avail atleast one service of the Bank by maintaining deposit account or availing loan.
- Please intimate the change in your address along with the documentary proof i.e. Passport / Election Card / Aadhar Card / NREGA Card / Driving License.
- Please intimate your mobile number and e-mail ID to send e-communication to you.

महत्वाच्या सूचना :

१. ताळेबंद, नफा-तोटा पत्रक आणि संचालकांच्या अहवालासहित लेखापरीक्षित खाते अहवाल सभासदांनी कृपया बँकेच्या कोणत्याही शाखेतून अथवा मुख्य कार्यालयातून घ्यावा. ही कागदपत्रे बँकेच्या www.jksbl.com या वेबसाईटवर सुध्दा उपलब्ध आहेत.
२. ज्या सभासदांना अधिक काही माहिती हवी असेल किंवा ज्यांना काही सूचना करावयाच्या असतील त्यांनी त्या कृपया लेखी स्वरूपात बँकेच्या नोंदणीकृत कार्यालयाच्या पत्त्यावर २३ ऑगस्ट २०१६ किंवा त्यापूर्वी म्हणजे सभेच्या सात दिवस आगोदर पोहोचतील अशा रितीने सादर कराव्या जेणे करून बँकेला सादर माहिती उपलब्ध करून देता येईल.
३. सभेच्या नियोजितवेळी सभास्थानी गणसंख्या अपूरी असल्यास, सादर सभा तहकूब करून ती त्याच दिवशी त्याच ठिकाणी सायंकाळी ५.३० वाजता संपन्न होऊन नियोजित कामकाज करण्यात येईल. या सभेस गणसंख्येचे बंधन राहणार नाही.
४. सभासदांनी कृपया लक्षात घ्यावे की ३१ मार्च २०१३ चा लाभांश काही सभासदांनी अजून त्यांचे खात्यात जमा करून घेतलेला नाही. त्यांनी तो ३० सप्टेंबर २०१६ पर्यंत वटविणे आवश्यक आहे. अन्यथा पोट नियम क्र. ५८ नुसार सादर लाभांशाची रक्कम "राखीव निधित" जमा केली जाईल.
५. जे सभासद सभेला उपस्थित राहतील त्यांनी सभास्थानी असलेल्या हजेरीपटावर तसेच उपस्थिती निदर्शक पत्रावर सही करावी. तसेच वार्षिक सर्वसाधारण सभेला हजर राहिल्याचा पुरावा म्हणून सादर पत्राची पोच पावती देखिल घेऊन जावी.

सर्व भागधारकांना सूचना

- बँकेच्या पोटनियम १५ नुसार सर्व बँक सभासदांनी सक्रिय सभासद होण्यासाठी बँकेच्या किमान एका सेवेचा (ठेव ठेवून वा कर्ज घेऊन) लाभ घ्यावा असे आवाहन करण्यात येत आहे.
- कृपया ज्यांचा पत्ता बदलला आहे त्यांनी त्याची सूचना / माहिती बँकेला द्यावी व सोबत पुरावा म्हणून खालील पैकी कोणताही एक दस्तऐवज सादर करावा.
- पासपोर्ट / निवडणूक ओळखपत्र / आधार कार्ड / नरेगा कार्ड / वाहन चालक परवाना.
- कृपया आपला भ्रमणध्वनी क्र. (मोबाईल क्र.) आणि ई मेल आयडी आम्हाला कळवावा म्हणजे आपल्याशी संपर्क साधणे शक्य होईल.

Janakalyan Sahakari Bank Ltd. (Scheduled Bank)

SELECT FINANCIAL INDICATORS

(₹ in Crore)

Sr. No.	SELECT INDICATORS	2013-14	% Incr/(Decr) over previous year	2014-15	% Incr/(Decr) over previous year	2015-16	% Incr/(Decr) over previous year
1	SHARE CAPITAL	62.89	1.37	60.56	(3.71)	58.52	(3.37)
2	DEPOSITS	1,962.12	12.05	2,000.26	1.94	2,094.01	4.69
3	LOANS AND ADVANCES	1,333.13	17.52	1,449.09	8.70	1,476.28	1.88
4	BUSINESS MIX	3,295.25	14.20	3,449.35	4.68	3,570.29	3.51
5	PERFORMING ADVANCES	1,239.03	17.13	1,353.56	9.24	1,360.22	0.49
6	INVESTMENTS	671.11	30.09	596.95	(11.05)	675.39	13.14
7 a)	LOW COST DEPOSIT (SB/CA)	619.52	6.39	651.21	5.11	678.25	4.15
7 b)	LOW COST DEPOSIT(SB/CA)%	31.57	(5.05)	32.56	3.11	32.39	(0.51)
8	NET WORTH	96.72	1.24	100.94	4.36	98.69	(2.23)
9	CRAR %	12.18	(5.80)	11.37	(6.67)	13.63	19.90
10	GROSS NPA %	7.06	4.75	6.59	(6.63)	7.86	19.26
11	NET NPA %	4.24	13.75	2.83	(33.23)	3.29	16.05
12	OPERATING PROFIT	15.30	(28.84)	15.93	4.10	15.68	(1.52)
13	NET PROFIT / (LOSS)	1.29	-	17.67	-	2.26	-
14	ACCUMULATED PROFIT / (LOSS)	0.03	-	15.22	-	15.22	-
15	TOTAL ASSETS	2,253.58	11.24	2,345.03	4.06	2,539.92	8.31
16	WORKING CAPITAL	2,250.50	11.28	2,342.33	4.08	2,537.42	8.33
17	COST OF DEPOSIT (%)	7.47	2.47	7.34	(1.74)	7.18	(2.18)
18	NET INTEREST INCOME	53.18	(2.03)	57.84	8.76	56.77	(1.84)

Note : In case of Net Profit / (Loss) and Accumulated Profit / (Loss), the figures are not comparable and show abnormal variation. Hence percentages are not shown.

43rd ANNUAL REPORT OF THE BOARD OF DIRECTORS

Dear Members,

It gives me great pleasure to extend a warm welcome to all of you on behalf of the Board of Directors, to the 43rd Annual General Meeting of the Bank. The Directors have pleasure in presenting the Annual Report on the affairs of the Bank together with the Audited Accounts for the financial year ended March 31, 2016.

Economic Scenario

The global economy experienced challenging conditions in FY2015-16 with poor growth and divergent monetary policies in advanced economies. Global growth slowed down from 3.40% in the previous year to 3.10% in FY2015-16. In this backdrop, the International Monetary Fund (IMF) has projected global growth at 3.40% in 2016 and 3.60% in 2017 with major contributions expected from emerging market economies which had growth of 4.00% and 4.30% in FY2015 and FY2016 respectively and are now projected to grow at 4.70% in FY2017.

Amidst subdued global economic scenario during FY2015-16, the Indian economy has held its ground firmly on account of inherent strengths and the Government policy. The growth of GDP was seen at 7.60% compared to 7.30% in the previous year. Average retail inflation measured by Consumer Price Index (CPI) was in the range of 4.50% – 5.00 % during the year as against target set of 5.00%. With the easing of inflationary conditions, the Reserve Bank of India cut the repo rate by 50 bps to 6.75 in September 2015 and by a further 25 bps to 6.50 in April 2016. The Statutory Liquidity Ratio which was 21.25 % with effect from 02.04.2016 was reduced on 09.07.2016 to 21.00%. However, top-line economic growth continued to remain sluggish during the F.Y. 2015-16 due to low credit off-take and diversion of investors' funds to other avenues.

Indian Banking Sector

Sharp surge in Non-Performing Assets (NPAs) remained the most worrisome factor in the Indian Banking Sector and PSU banks were the most affected amongst all. In the banking sector, the gross non - performing advances of Scheduled Commercial Banks sharply

increased to 7.60% of gross advances in March 2016 as per the Financial Stability Report released by RBI. Due to higher provisioning requirement on account of rising NPAs, many PSU banks reported significant amount of losses during the third quarter of F.Y. 2015-16. The rise in gross NPAs was also witnessed in private sector banks, however, the magnitude of increase in NPAs under private sector banks was not as high, as in case of PSU banks.

The Reserve Bank of India introduced a series of reform measures, in its endeavor towards improving operational efficiency, technology up-gradation, maintaining liquidity and interest rate at comfortable level and bringing more transparency in financial market. Notable among these as regards Banking Sector were as under:

- Issued licences for 11 Payment Banks for expanding the banking network in hitherto unbanked areas and contributing to the financial inclusion plan. However, recently 3 of the private companies have abandoned the plans to set up Payment Banks and surrendered their licences.
- Introduced National Pension System (NPS) to enable systematic savings during the subscriber's working life to provide adequate retirement income.
- Announced setting up of Banks Board Bureau (BBB) to improve the governance of public sector banks. The BBB would recommend for selection of the heads of public sector banks and financial institutions and help banks in developing the strategies and capital-raising plans.
- Simplified some of the KYC norms / processes such as self – certification, accepting documents by mail or post, not seek fresh proof of identity or residence in case of no change in status in case of low – risk customers, etc.
- Issued guidelines for introduction of Marginal Cost of Funds method to decide lending rates effective from April 1, 2016 for Scheduled Commercial Banks.
- Introduced gold monetisation Scheme 2015 which is intended to mobilise gold held by households and institutions of the country and facilitate its use for productive purposes, and in the long run, to reduce country's reliance on the import of gold
- Introduced Sovereign Gold Bond Scheme 2015 so that investors get returns linked to gold price and offer the same benefits as physical gold. The bonds can also be used as collateral for loans and can be sold or traded on stock exchanges.

These initiatives are expected to yield desired results during the current financial year onwards.

Now let us take a look at the performance of the Bank during the financial year 2015-16.

PERFORMANCE HIGHLIGHTS OF THE BANK DURING THE YEAR 2015 – 16

The highlights of the Financial Performance during FY2015-16 are as under : (₹ in lakh)

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Share Capital	5,852	6,056
Reserve Fund & Other Funds	20,096	14,446
Deposits	2,09,401	2,00,026
Saving	56,899	53,920
Current	10,926	11,201
Term (including Matured Deposits)	1,41,576	1,34,905
CASA (%)	32.39%	32.56%
Advances	1,47,628	1,44,909
Business Mix	3,57,029	3,44,935
Gross Non-Performing Assets	11,606	9,553
Net Non-Performing Assets	4,620	3,944
Investments	67,539	59,695
Working Capital	2,33,758	2,34,233
Net Worth	9,869	10,094
CRAR (%)	13.63	11.37
Operating Profit	1,568	1,593
Net Profit	226	1,767

SHARE CAPITAL: The Paid-up Share Capital of the Bank as on 31.03.16 stood at ₹5852 lakh showing net decrease of ₹204 lakh over previous year's level. During the year, the Bank had issued fresh capital amounting ₹385 lakh mainly consequent to incremental lending whereas capital refunded, upon request for refund by eligible Members, amounted to ₹589 lakh. As regards refund of share capital, there is a ceiling of 10% of capital outstanding as on Balance Sheet date. The Share Refund Policy of the Bank is consistent with this requirement. With higher disbursement of loans expected during FY2016-17, it is expected that the accretion to capital shall compensate for the reduction in capital due to refund. The total number of Members at the end of the year stood at 55,197 as compared to 55,039 at the beginning of the financial year.

RESERVE FUND AND OTHER FUNDS: The total Reserves and other Funds were at ₹20,096 lakh as on 31.03.16, showing net increase of ₹5650 lakh over the previous year's level. Bank has carried out revaluation of its properties consequent to which there is increase by ₹3935 lakh in the Reserves. This has been done as per RBI guidelines to reflect true and fair value and improve CRAR. Besides, there was increase in Statutory Reserve and Investment Fluctuation Reserve due to appropriation from profit, provision made towards Standard Assets and increase in Investment Depreciation Reserve due to fall in 'Mark to Market' valuation of G-Sec investments. The increase in Reserves on all these accounts totaled ₹4274 lakh. As witnessed across the banking sector, the Bank also had to face rise in stressed assets during the year, on account of which net additional Bad Debts provisioning attracted was to the extent of ₹1376 lakh resulting into total increase of ₹5650 lakh.

DEPOSITS: The Bank continued to maintain its focus on low-cost deposits so that the Cost of Deposits can be curtailed. The interest rates offered by the Bank on Term Deposits were kept at level comparable to most of the peer group Banks. During FY2015-16, the total deposits of the Bank increased by ₹9375 lakh (4.69%) thereby reaching ₹209401 lakh. The share of CASA was maintained slightly lower at 32.39% of the total deposits. Overall growth in deposits was higher than in the previous year when the growth in deposits showed an increase of only 1.94 % It will be the endeavor of the Bank to maintain emphasis on low – cost deposits and restrict the cost of deposits by rationalizing the interest rates continuously till the time the Credit – Deposit ratio reaches desired level.

The Bank has intensified its marketing efforts to increase its CASA deposits base. During the current year, the Bank has grouped Branches into two clusters and appointed dedicated Cluster Heads who will augment and support the branches for increasing the business with focus on CASA and credit expansion.

The Bank has taken insurance cover for deposits upto ₹1.00 lakh from the Deposit Insurance and Credit Guarantee Corporation (DICGC) and has been prompt in paying the premium to the DICGC at specified intervals. The particulars in respect of DICGC insurance cover are displayed on the Notice Board at all our Branches. Out of the total deposits of ₹2,09,401 lakh held by 3,24,876 depositors in the Bank, 1,12,221 lakh of the deposits are under DICGC cover.

ADVANCES :

The advances of the Bank witnessed growth of ₹2719 lakh during the year while the share of performing advances increased from ₹1,35,356 lakh as on 31.03.15 to ₹1,36,022 lakh as on 31.03.16, but in percentage terms, it reduced and now constitutes 92.14% of the total advances (93.41% as on 31.03.15.) The outstanding advances at the end of both the years included lending under CBLO, without which core advances were at ₹97823 lakh (FY2015-16) and ₹106200 lakh (FY2014-15) indicating decrease of ₹8377 lakh. The decrease occurred on account of cautious approach adopted in the backdrop of subdued economic scenario and increase in slippages during the year as well as reduced credit off-take due to economic sluggishness experienced by the Banking Industry in general, besides takeover of some large exposures by private sector Banks.

During the current financial year, the Bank proposes to have increased focus on the retail segment mainly the vehicle and housing loans. Towards this end, both the products are now offered with low interest rate which is better than that of some peer banks and comparable with the best in the industry. It is also proposed to attract quality business loans, especially from trade and industry falling under Priority Sector category, by offering very competitive rates. These initiatives are expected to increase Core Advances.

The Credit Deposit ratio was maintained at 50.49% through the year (55.22% in the previous year) and at the year – end it was 70.50% including CBLO lending as against 72.45 % in FY2014-15

The lending to Priority Sector as on 31.03.16 was at 20.02% of the total Advances and at 30.21% on Core Advances as compared to the prescribed norm of 40%. The Bank shall endeavor to increase Core Advances with focus on Priority Sector lending to meet the specified norm.

The Bank offers services pertaining to Foreign Exchange and Bank Guarantees through Lines of Credit established with Bank of Baroda, Karnataka Bank Ltd. and The Saraswat Co-operative Bank Ltd. During the year under review, the income earned from this activity was to the tune of ₹83.98 lakh as compared to ₹98.28 lakh in the FY 2014-15.

ASSET QUALITY: The Bank continued its untiring efforts on speedy recovery of the non – performing loans. During the year under review the total recovery out of Non-Performing Assets was ₹2,683 lakh (Principal – which includes recovery of ₹1144 lakh in accounts classified as Sub-Standard during the year). Besides, there was recovery of interest of ₹25.81 Lakh, Uncharged Interest ₹155.27 lakh as also recovery in written off accounts of ₹297.16 Lakh which contributed to the income directly. However, due to downgrading of a few large exposures, there was addition of principal outstanding of ₹3,592 lakh in Gross Non - Performing Assets which increased to ₹11606 lakh.

In percentage terms, the Gross NPA as on 31.03.16 increased to 7.86% as compared to 6.59% on 31.03.15. The Net NPA was noted at 3.29% as on 31.03.16 as compared to 2.83% as on 31.03.15.

During the year ended March 2016, recovery proceedings were initiated u/s 91 and 101 of MCS Act, 1960 in 50 accounts involving claim amount of ₹1,458 lakh . The awards received during the year were 58 with the amount of claim at ₹2587 lakh. As on 31.03.16, number of awards on hand was 569 with aggregate outstanding of ₹4,886 lakh. Close follow up is underway to ensure recovery in most of the Non-Performing accounts. It has been decided to step up recovery efforts by resorting to various methods, including auction sale of properties charged as security or attached, in execution, which is expected to yield good results in current year.

NET WORTH: The Net Worth of the Bank has decreased to ₹9869 lakh as on 31.03.16 from ₹10,094 lakh as on 31.03.2015. The decrease in the Net Worth is due to decrease in share capital on account of refunds, additional DTA creations and reduced profit during FY2015-16 as compared to earlier year. The Net Worth excluding IFR and CPSA i.e. assessed as per RBI has decreased to ₹8,496 lakh as on 31.03.16 from ₹8,935 lakh as on 31.03.2015.

TREASURY & INVESTMENTS:

The subdued offtake of credit due to sluggish market conditions during the year made available substantial additional liquidity for investment. However it was a challenging situation due to reducing interest rate scenario reflected in reduction of Repo rate by RBI.

The Bank adopted a balanced approach to maximize yields by deploying funds in various money market instruments, while cautiously undertaking G-Sec trading activities.

The Investment portfolio has increased to ₹67,539 lakh as on 31.03.16 compared to ₹59,695 lakh in the previous year, due to incremental deployment in Central / State Government Securities and PSU Bonds. The average investment was higher at ₹1,08,482 lakh (₹97,756 lakh in FY2014-15) during the year. The interest income from Investment amounted to ₹8,578 lakh in the FY 2015-16 as compared to ₹7,913 lakh in the previous year. Trading profit from securities was at ₹292 lakh (previous year : ₹207 lakh). The Yield on investment portfolio reduced from 8.09 % in the FY 2014-15 to 7.91% in the FY 2015-16 due to falling interest rate scenario.

During the previous FY 2014-15, the Bank could reverse provision made earlier for Investment Depreciation Reserve (IDR) to the extent of ₹702 lakh (Net) due to favorable market conditions. However, due to unfavourable movement in market in FY2015-16, additional provision of ₹65 lakh had to be made towards IDR on account of Mark to Market requirements. Simultaneously, additional provision of ₹169 lakh is proposed towards Investment Fluctuation Reserve as against required addition of ₹425 lakh attracted by securities held in AFS / HFT categories.

WORKING CAPITAL: As on 31.03.16, the Working Capital of the Bank was ₹2,53,742 lakh as compared to ₹2,34,233 lakh as on 31.03.15 indicating growth of 8.32% compared to 4.53% in the previous year.

CAPITAL ADEQUACY RATIO: The CRAR percentage has increased to 13.63% during FY2016 as compared to 11.37% last year. This was mainly due to increase in Tier II capital by ₹1959 lakh on account of Revaluation done of the Fixed Assets (Properties) of the Bank leading to increase in the Revaluation Reserve by ₹1771 lakh. Besides this there was increase in Statutory Provisions by ₹44 lakh, increase in the Investment Fluctuation Reserve by ₹169 lakh coupled with decrease in the Long Term Deposits (LTD) by ₹40 lakh. The CRAR was 13.63% is much above the requirement of 9.00% prescribed by the Reserve Bank of India and is now comfortably above 12% which is one of the benchmarks indicating financial stability of the Bank.

PROFITABILITY:

(₹ in lakh)

A. INCOME	2015-16	% To Total Income	2014-15	% To Total Income
Interest & Discount	20,460	93.17	20,691	94.03
Commission & Exchange	104	0.47	93	0.42
Other Receipts	1,395	6.35	1,221	5.55
TOTAL INCOME	21,959	100.00	22,005	100.00
B. EXPENDITURE				
Interest on Deposits & Borrowings	14,783	67.32	14,907	67.74
Salaries & Allowances	3,465	15.78	3,384	15.38
Other Establishment Expenses	2,143	9.76	2,121	9.64
TOTAL EXPENDITURE	20,391	92.86	20,412	92.76
C. OPERATING PROFIT	1,568	7.14	1,593	7.24
D. PROVISIONS	1459	6.65	933	4.24
E. TAXES (Income + Deferred)	(117)	(0.53)	(1,107)	(5.03)
F. NET PROFIT (C - D - E)	226	1.03	1767	8.03
TOTAL (B + D + E + F)	21,959	100.00	22,005	100.00

Due to reduced credit off take, the downward pressure on yields from advances and investments and loss of income from increased NPAs, earnings were constrained. This was compensated to a great extent by savings in interest paid on Deposits and Borrowings. As a result, there was decrease in the Operating Profit only by ₹25 lakh (Operating profit is ₹1,568 lakh compared to ₹1,593 lakh in the previous year). Profitability i.e. Operating Profit as a percentage of Total Income decreased marginally to 7.14% compared to 7.24% in the previous year.

In FY2015-16, the Net Profit has decreased mainly due to net provisions which increased by ₹526 lakh on account of increase in stressed assets and marked to market provision attracted on investment. Also in FY 2014-15, the Bank had derived advantage of reversal of tax provisions pertaining to earlier years after the filing of revised Income Tax return for AY2009-10 with the approval of the Commissioner of Income Tax (OSD-ITA) and higher

Deferred Tax Assets created arising from BDDR / OIR. While reversal of tax provision was not available at all, the DTA benefit was available only to a limited extent in FY2015-16 due to which the Net Profit was ₹226 lakh compared to ₹1767 lakh in the previous year.

APPROPRIATION OF NET PROFIT: After making all the necessary provisions as per RBI guidelines, the Net profit for the year ended 31st March 2016 is ₹226 lakh. Total Profit available for appropriation including balance carried forward works out to ₹1748 lakh. The Board of Directors has recommended appropriation of profits (Item No 3 of the Notice) for the approval of the Members and the details are as under:

PARTICULARS	(₹ in lakh)	
	31.03.2016	31.03.2015
Profit / (Loss) as per last Balance Sheet	1,522	3
Profit for the year (as per Profit & Loss A/c)	226	1,767
Add: Transferred from Special Contingency Reserve	0	500
Less: Transferred to Statutory Reserve	56	441
Less: Transferred to Investment Fluctuation Reserve	169	7
Less: Dividend to Shareholders @ 5% (subject to permission from the Reserve Bank of India)	0	300
Profit carried forward	1,522	1,522

The profit generated from operations during the year is not adequate to fulfill the Investment Fluctuation Reserve (IFR) requirement of ₹1030 lakh. Considering the earlier balance in the IFR, after appropriation, there will be shortfall of ₹256 lakh. The profit carried forward from FY2014-15 is mainly from DTA and transfer from Special Contingency Reserve. Hence it is not treated as available for distribution. It is therefore proposed to carry forward the same as a conservative approach so as to augment the capital funds..

HUMAN RESOURCES: The Bank appreciates the vital role played by employees in the progress of the Bank. The Bank is fully aware of the growing need to continuously train and educate work force at all levels. In addition to the “in-house” training programmes, the Bank has deputed/nominated staff regularly to various seminars, workshops and training programmes arranged by RBI Training College, CCIL etc. During the year, the Bank has

imparted training to employees in all cadres on various topics connected with Effective Interpersonal Skills, Power of Positive Thinking, Effective Stress Management, Train the Trainer, Basics of Banking, KYC & AML, Credit Management, Changing Mindset etc. through 37 training programmes covering 48 training days in which almost all the employees were covered.

With a view to improve their efficiency, employees are provided quick access to all Circulars, past and present on the “Bulletin Board”. Online access is also available for e-learning about the developments in the Banking and affiliated industries as well as the Reserve Bank site. During the year, an in-house magazine ‘e-Jansamvaad’ was launched which provides platform for broadening the vision and knowledge of the employees. Bank had entered into settlement with representative Union of Non-management employees for the period upto 31.03.2015. As such revision in the service terms was due during FY2015-16. While the discussions on their various demands are under way and are likely to conclude shortly, Board with the concurrence of the representative Union of employees has made provision for proposed wage revision. The Memorandum of Settlement to be entered into is expected to boost the morale of employees to achieve better results.

AUDIT & INSPECTION

STATUTORY AUDIT: M/s Mukund M. Chitale & Co., Chartered Accountants, were appointed as Auditors by the AGM for the financial year 2015-16 and the Audit was concluded on 27.07.2016.

The Bank has been assigned ‘A’ rating for FY2015-16.

The Bank has also put in place various types of audits as per RBI guidelines as follows:-

CONCURRENT & INTERNAL AUDIT: During the year under review, all 25 Branches and 1 Extension Counter were brought under Concurrent Audit with monthly / quarterly reporting.

M/s. SGCO & Co., Chartered Accountants were assigned Internal Audit of Head Office Departments. Audit Department monitors the compliance position of the audit observations and irregularities. The entire Audit function is overseen by the Audit Committee of Board

which provides guidance, undertakes review and directs action on audit remarks while ensuring compliance of statutory prescriptions.

INSPECTION OF RBI: The Reserve Bank of India carried out Inspection of books of account of the Bank with reference to the financial position as of 31.03.2015 in August 2015 and the Inspection Report was received on 06.11.2015. The Compliance Report was submitted within the given time frame. Further compliance on certain points as required by the RBI pertaining to inspection for FY2013-14 and FY2014-15 has also been submitted. The Inspection with reference to the financial position of the Bank as of 31.03.2016 by RBI will commence in due course.

APPOINTMENT OF STATUTORY AUDITOR : The Board of Directors recommends to the General Body, appointment of M/s Mukund M. Chitale & Co. as Statutory Auditors for F.Y.2016-17. M/s Mukund M. Chitale & Co., who have been Bank's Statutory Auditors for the last two years, have consented to be appointed as Statutory Auditors under Section 75(2A) of the MCS Act for the financial year 2016-17 and the resolution for their appointment will be moved under agenda item no.5 of the notice.

AMENDMENT OF BYE LAWS

Among the many changes in the earlier Bye-Laws proposed by Special General Meeting of 29.03.2014 and approved by the Registrar of Co-operative Societies, an important amendment pertains to minimum share-holding of Members. As per the new Bye-Laws (Bye-law no. 11) to be an Ordinary Member, the minimum share – holding has to be 100 shares. In order to be an Active Member, an Ordinary Member in addition to being admitted as an Ordinary Member has to fulfill both the following criteria, viz.

- i) Attend at least one General Body Meeting in the previous five consecutive years,
- ii) Utilize the minimum level of services as provided in Bye-Law No 15 viz. a Member must have Minimum Share Capital holding of ₹1500/- (i.e., 150 shares of ₹10/- each) and Minimum Deposit of ₹ 7000/- or Loan of ₹ 1,00,000/-.

Further, as per Bye Law No.16, only the Active Member shall have the right to vote in the General Body and / or Election to the Board of the Bank.

As on 31.03.2015 there were 19941 Members holding less than 100 shares. As such these Members were to lose their Ordinary Membership unless they subscribe for required additional shares to comply with the requirement of Bye – Law No. 11.

After discussions at the Annual General Meeting held on 21.08.2015, it was resolved vide Resolution under Agenda Item No. 8, that the time limit for subscription for additional shares be extended upto 31.12.2015 to enable Members to comply and the Board was authorized to extend the time limit upto 31.03.2016 in case of need. Since the response from the Members in this regard was subdued, the time limit was further extended upto 31.03.2016 by the Board of Directors. As on 31.03.2016, the Bank has 19860 share- holders having less than 100 shares indicating that less than 100 share holders responded to the appeal. The General Body at its meeting held on 21.08.2015 through Resolution moved under Agenda Item no.8 has also approved refund of share capital to these share-holders having less than 100 shares. In this backdrop, Board proposes to solicit the directions of the General Body as regards giving further time to these old members so as to remain ordinary members or become active members.

At the previous Annual General Meeting, Board had also proposed further amendment to Bye-Law No.55 (linking of share-holding to Borrowing limit) thereby prescribing quantitative ceiling on maximum number of shares that could be held by a Member. Such provision is there in the Bye – Laws of most of the peer co-operative Banks enabling them to attract lending business with competitive offerings. While decision on bank's proposal is pending, on follow up, the office of Registrar of Co-operative Societies has verbally advised that the State Government's Notification in the Official Gazette dated 31st October, 2001 which has capped the maximum holding limit at ₹5,00,000/- is still in force and that in case of any deviation in the Bye-laws in relation to the provisions in the Act, Rules, Notifications, the latter shall prevail. Thus the position prevalent is that the notification in the Official Gazette which fixes the upper limit for share-holding by a member at ₹5,00,000/- (Rupee Five Lakhs only) is in force and will have to be observed pending decision on our proposed Bye-Law amendment. In the circumstances, the Board at its meeting held on 22.03.2016 has resolved that in keeping with the provisions of Section 28 of the Maharashtra Cooperative Societies Act and notification issued by the State Government which is in force, holding of capital per member is restricted to ₹5,00,000/- in case of new applications to be received. As regards refund of excess holding of members (above Rs.5,00,000/-), the Board has already

put in place a Share Refund Policy so as to restrict total refund to 10% of the Capital as on the last Balance Sheet date which will be adhered to.

BOARD OF DIRECTORS OF THE BANK : Elections to the Board of Directors were due in June 2013 as per the provisions of the Maharashtra Co-operative Society Act, 1960 under Sub Section (15) in Section 73 CB and the Election process was carried out in the financial year 2015-16 through the Divisional Deputy Registrar. The new Board took charge from 08.06.2015. The Board comprises of 15 Directors and includes a Lawyer, four Chartered Accountants, two Engineers, Social Workers, Businessmen and Business Consultants who are well reputed with proven competency in their chosen fields. The present Board of the Directors of the Bank will hold office upto June 2020.

The Board has functioned through 10 Sub-Committees namely Audit, Business Development & General Administration, Business Loan, Executive, Information Technology, Property, Recovery, Vision, Staff, and Treasury & Investments. The Board of Directors and the sub-Committees met regularly during the year.

ANNUAL OPERATIONAL PLAN FOR THE FINANCIAL YEAR 2016 - 17

The Bank has initiated various measures during the year 2016 - 17 to consolidate the financial position and achieve increase in Operating Profit as also Net Profit in the current financial year. Thrust will be on mobilising retail and business advances with focus on priority sector lending, restricting slippages of credit exposures to Non – Performing category, maximum recovery from existing Non- Performing Assets and increasing share of CASA in deposits of the Bank. Measures already initiated include strengthening the branch level marketing activity through Cluster Concept, focusing on identified Non-Performing Assets having better chances of recovery, rationalizing interest rates of deposits and advances in tune with market trend. These initiatives are expected to give good results in the current financial year. Detailed budget will be presented at the Annual General Meeting.

LONG TERM PERSPECTIVE PLAN

With achievement of reasonable operating profits in FY2014-15 and expecting further improvement in FY2015-16, it was envisaged that we shall enter the growth phase in the year under review. However, due to various constraints faced, the Bank continues to be in

consolidation phase in FY2015-16 and in the current year as well. It is however the endeavor of the Board to achieve all the benchmarks prescribed by RBI with regard to financial parameters during FY2016-17 itself. Your Board is confident to place before you prospective plan for the period upto FY2020 in the next Annual General Meeting when the Bank shall be poised to enter 'Growth Phase'.

EDUCATION AND TRAINING TO MEMBERS

It will be the Bank's endeavor to offer opportunities to the Members to understand the provisions of the Maharashtra Co-operative Societies Act, Bye – Laws, their rights, benefits ensuing to them on being an Active Member of the Bank. Bank has prepared a schedule of training sessions for members at its training centre to be conducted from September 2016. Members are requested to enroll considering that restricted number of seats are available in the training Centre.

ACKNOWLEDGEMENTS:

The Board of Directors express their sincere thanks to -

- ❖ The Registrar & Commissioner for Co-operative Societies, Divisional Joint Registrar, Co-operative Dept., Mumbai, District Deputy Registrar and Deputy Registrar, Konkan Bhavan, Navi Mumbai and other Officials of the Co-operation Department.
- ❖ Department of Co operative Banking Regulation, RBI, Department of Payment and Settlement Systems and Clearing House of Reserve Bank of India.
- ❖ Co-operative Bank Employees' Union, Mumbai,
- ❖ Indian Banks' Association
- ❖ Clearing Corporation of India Ltd
- ❖ Axis Bank Ltd., Bank of Baroda, HDFC Bank Ltd., IDBI Bank Ltd., Karnataka Bank Ltd. and The Saraswat Co-operative Bank Ltd.,
- ❖ Maharashtra State Co-operative Bank Ltd., Mumbai, Mumbai Zilla Madhyavarti Sahakari Bank Ltd., Mumbai.
- ❖ Brihan Mumbai Nagari Sahakari Banks' Association Ltd., Mumbai, Maharashtra State Co-op. Banks' Federation Ltd., Mumbai, Maharashtra State Co-op. Banks' Association Ltd., Mumbai, National Federation of Urban Co-operative Banks and Credit Societies Ltd., New Delhi.

The Board of Directors also places on record their thanks to the Statutory Auditor, Internal and Concurrent Auditors, Legal Advisors and Solicitors, Labour Advisors, Insurers and other agencies for their services rendered from time to time.

The Board of Directors is also grateful for the contributions made by the Members of the previous Board in putting the Bank on the path of consolidation.

The Board of Directors takes this opportunity to thank all the Members, Depositors, Media persons and various institutions for their active co-operation and support in the progress of the Bank.

The Board of Directors places on record their appreciation for the contribution made by all the Staff Members in the progress of the Bank.

For and on behalf of Board of Directors

C.N. Vaze
Chairman

Date: 29.07.2016

Important information

1. The initiative of the Bank to issue identity cards to all the Members has not received the desired response from the Members. New Members who have not collected their I-Cards are once again requested to collect the identity cards from the respective branches. Members who have not applied for I-Card may do so at the Branch or Head Office.
2. Members are requested to inform about change of address (along with documentary proof), mobile number, land line number and e-mail address to enable the bank to be in touch with them.
3. As per RBI guidelines, it is mandatory for all account holders as also Members to comply with Know Your Customer (KYC) norms. All Members are requested to cooperate in this regard and submit the necessary documents, if not already done.
4. Unclaimed Dividend :
 - a) Members are requested to note that dividend for the year ended March 31, 2013, if not drawn on or before 30th September 2016 will be forfeited by the Bank and credited to the Reserve Fund in terms of Bye-Law no.58.
 - b) Members are also requested to claim their dividend for the previous year ended March 31, 2015, if not already done.

Independent Auditors' Report

To,

The Members of Janakalyan Sahakari Bank Limited

(Under Section 30 of the Banking Regulation Act, 1949, Section 81 of Maharashtra Co-operative Societies Act, 1960 & Rule 69 of Maharashtra Co-operative Societies Rules, 1961)

Report on the Financial Statements

1. We have audited the accompanying financial statements of **Janakalyan Sahakari Bank Limited (the Bank)**, which comprise the Balance Sheet as at March 31, 2016, the Profit and Loss account and Cash Flow statement as at March 31, 2016 and significant accounting policies and notes forming part of financial statements.

Management's Responsibility for the Financial Statements

2. The management is responsible for the preparation of these financial statements in accordance with the Maharashtra Co-operative Societies Act, 1960, and rules made there under and the Banking Regulations Act, 1949 as applicable to Co-operative Banks and the accounting principles generally accepted in India, including the Accounting Standards issued by Institute of Chartered Accountants of India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Bank's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

6. In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Banking Regulation Act, 1949 as well as Maharashtra State Co-operative Societies Act 1960 and Rules framed there under in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) in the case of the Balance Sheet, of the state of affairs of the Bank as at March 31, 2016;
- (b) in the case of the Profit and Loss account, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. *The Financial statement have been drawn up in accordance with the provision of section 29 of Banking Regulation Act, 1949 read with the provision of Maharashtra Co-operative Act & Rules made there under Maharashtra Co-Operative Rules, 1961.*

8. 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 purpose of our audit and have found them to be satisfactory.
- b) The transactions of the bank, which have come to our notice, have been within the power of the bank.

9. In our opinion, the Balance Sheet, Profit & Loss Account and Cash Flow Statement comply with the applicable accounting standards.

10. We further report that:

- 1) The Balance Sheet, Profit and Loss account and Cash Flow statement dealt with by this report are in agreement with books of account.
- 2) The proper books of accounts as required by law have been kept by the bank, as it appears from our examination.
- 3) For the year under audit, the bank has been awarded "A" classification.

**For Mukund M. Chitale & Co.
Chartered Accountants
Firm Reg. No. – 106655W**

**Place : Mumbai
Date : 29.07.2016**

**(A. V. Kamat)
Partner
Membership no. 39585**

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Balance Sheet as at March 31, 2016****(Amount in ₹)**

	Capital and Liabilities	Notes	Current Year	Previous Year
A	Share Capital	1	58,51,50,690	60,55,58,140
B	Reserve Fund and Other Reserves	2	2,00,95,86,387	1,44,46,34,511
C	Profit and Loss Account	3	15,21,86,300	15,21,86,300
D	Principal/Subsidiary State		0	0
E	Partnership Fund Deposits		0	0
F	Deposits	4	20,94,00,88,280	20,00,25,88,660
G	Borrowings	5	1,27,26,63,512	69,94,09,413
H	Bills for Collection as per Contra		10,38,532	4,80,612
I	Branch Adjustment (Net)		2,65,93,155	43,85,963
J	Overdue Interest Reserve	6	2,39,70,514	2,65,51,514
K	Interest Payable		5,11,11,014	3,56,06,944
L	Other Liabilities & Provisions	7	33,68,61,283	47,89,04,996
	Total		25,39,92,49,667	23,45,03,07,053
M	CONTINGENT LIABILITIES	32	43,11,31,075	47,15,68,791

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

(Amount in ₹)

	Assets	Notes	Current Year	Previous Year
A	Cash and Bank Balances with RBI, SBI and State & Central Co-op Bank	8	1,11,85,66,129	1,22,03,84,259
B	Balances with Other Banks	9	1,17,83,27,639	34,85,71,060
C	Money at Call & Short Notice	10	5,00,00,000	34,76,72,978
D	Investments	11	6,75,38,54,449	5,96,94,85,910
E	Deferred Tax Asset	28	24,41,60,102	21,48,03,993
F	Advances	12	14,76,27,84,052	14,49,08,71,821
G	Interest Receivable	13	24,25,33,076	22,76,28,558
H	Bills for Collection as per Contra		10,38,532	4,80,612
I	Branch Adjustment (Net)		0	0
J	Fixed Assets	14	92,09,69,058	52,86,59,431
K	Other Assets	15	12,68,29,751	10,15,61,552
L	Non-banking assets acquired in satisfaction of Claims	35	1,86,879	1,86,879
	Total		25,39,92,49,667	23,45,03,07,053
M	SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS	1 to 47		

As per our report of even date

FOR MUKUND M. CHITALE & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 106655W

FOR JANAKALYAN SAHAKARI BANK LTD

C.N. Vaze
Chairman

S.V. Kelkar
Vice-Chairman

(A.V. Kamat)
Partner
M. No. 39585
(Statutory Auditors)

K.R. Bagade
Director

S.K. Hegde
Director

Shriram Date
Chief Executive Officer

PLACE:MUMBAI
DATED: 29.07.2016

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

Profit & Loss Account for the year ended March 31, 2016

(Amount in ₹)

	PARTICULARS	Notes	Current Year	Previous Year
I	Income			
	Interest earned	16	2,04,60,60,374	2,06,90,76,206
	Other Income	17	14,99,35,346	13,13,78,188
	Total		2,19,59,95,720	2,20,04,54,394
II	Expenditure			
	Interest expended	18	1,47,83,65,878	1,49,07,16,460
	Operating expenses	19	56,07,89,051	55,04,72,101
			2,03,91,54,929	2,04,11,88,561
III	Operating Profit		15,68,40,791	15,92,65,833
	Less: Provision and Contingencies	20	14,86,02,000	17,24,17,000
	Add: Provisions no longer Required	21	26,31,070	7,91,33,058
IV	Profit Before Tax		1,08,69,861	6,59,81,891
	Less: Current Tax		1,76,47,654	0
	Less: Tax for Previous Year		0	(2,55,53,067)
	(Add)/Less : Deferred Tax		(2,93,56,109)	(8,51,79,046)
V	Net Profit for the year carried to Balance Sheet		2,25,78,316	17,67,14,004
VI	SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS	1 to 47		
	Basic and Diluted Earning Per Share (EPS)		0.38	2.88

As per our report of even date

FOR MUKUND M. CHITALE & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 106655W

FOR JANAKALYAN SAHAKARI BANK LTD

C.N. Vaze
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Director

Shriram Date
Chief Executive Officer

PLACE: MUMBAI
DATED: 29.07.2016

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

Cash Flow Statement for the year ended March 31, 2016

(Amount in ₹)

Particulars	Current Year	Previous Year
Cash Flows from Operating Activities:		
Profit Before Tax	1,08,69,861	6,59,81,892
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>		
Depreciation on bank's property	2,41,15,541	2,12,97,059
(Profit) / Loss on sale of assets	3,96,078	38,34,725
Amortisation of Premium on Investments	1,73,89,806	1,51,35,600
Provisions and Contingencies	14,59,70,930	9,32,83,942
Cash Flow before adjustment for Working Capital Changes	19,87,42,216	19,95,33,218
<i>Adjustments for changes in working capital:</i>		
Increase in Deposits	93,74,99,620	38,14,20,031
Increase in Borrowings	57,32,54,099	24,94,09,413
Increase / (Decrease) in Interest Payable	1,55,04,070	(1,16,87,961)
Increase / (Decrease) in Interest Receivable	(1,49,04,518)	1,25,06,503
Increase in Other Assets	(49,56,614)	(1,42,906)
Increase in Other Liabilities and Provisions	(13,71,80,779)	23,45,96,056
Increase / Decrease in Investments	(80,17,58,345)	76,24,45,904
Increase in Advances	(27,19,12,231)	(1,15,95,34,409)
Cash Flow after adjustment for Working Capital Changes	49,42,87,518	66,85,45,849
Less: Taxes Paid / (Refunds Received)	2,03,11,585	5,53,07,780
Net Cash flow from operating activities (A)	47,39,75,933	61,32,38,069
Cash Flows from Investing Activities:		
Purchase of Fixed Assets	(2,61,72,686)	(3,95,37,783)
Sale of Fixed Assets	28,69,674	5,65,651
Net Cash flow from Investing activities (B)	(2,33,03,012)	(3,89,72,132)
Cash Flows from Financing Activities:		
Share Capital issued (Net)	(2,04,07,450)	(2,33,47,770)
Net Cash flow from Financing activities (C)	(2,04,07,450)	(2,33,47,770)
Net Increase in Cash & Cash Equivalents D = (A + B + C)	43,02,65,471	55,09,18,167
Cash & Cash Equivalents at the beginning of the year	1,91,66,28,297	1,36,57,10,130
Cash & Cash Equivalents at the end of the year	2,34,68,93,768	1,91,66,28,297

Break-up of Cash & Cash Equivalents

(Amount in ₹)

Particulars	Current Year	Previous Year
Cash and Bank Balances with RBI, SBI and State & Central Co-op Bank	1,11,85,66,129	1,22,03,84,260
Balances with Other Banks	1,17,83,27,639	34,85,71,059
Money at Call & Short Notice	5,00,00,000	34,76,72,978
Cash & Cash Equivalents at the end of the year	2,34,68,93,768	1,91,66,28,297
NOTES ON ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS	1 to 47	

As per our report of even date

FOR MUKUND M. CHITALE & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 106655W

FOR JANAKALYAN SAHAKARI BANK LTD

C.N. Vaze S.V. Kelkar
Chairman Vice-Chairman

(A.V. Kamat)
Partner
M. No. 39585
(Statutory Auditors)

K.R. Bagade S.K. Hegde Shriram Date
Director Director Chief Executive Officer

PLACE:MUMBAI
DATED: 29.07.2016

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**NOTES ON ACCOUNTS FORMING PART OF FINANCIAL STATEMENTS****Note 1 - Share Capital****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Authorised Capital		
	8,00,00,000 (P.Y. 8,00,00,000) shares of Rs. 10/- each	80,00,00,000	80,00,00,000
	Authorised Preference Share Capital		
	25,00,000 (P.Y. 25,00,000) Perpetual Non-Cumulative Preference Shares of Rs. 100/- each	25,00,00,000	25,00,00,000
	25,00,000 (P.Y. 25,00,000) Perpetual Cumulative Preference Shares of Rs. 100/- each	25,00,00,000	25,00,00,000
	25,00,000 (P.Y. 25,00,000) Redeemable Non-Cumulative Preference Shares of Rs. 100/- each	25,00,00,000	25,00,00,000
	25,00,000 (P.Y. 25,00,000) Redeemable Cumulative Preference Shares of Rs. 100/- each	25,00,00,000	25,00,00,000
II.	Issued, Subscribed & Paid-up Capital		
	5,85,15,069 (P.Y. 6,05,55,814) shares of Rs. 10/- each	58,51,50,690	60,55,58,140

Note 2 - Reserve Fund and Other Reserves

	PARTICULARS	Current Year	Previous Year
I.	Statutory Reserve		
	(a) Opening Balance	21,83,40,372	17,40,30,821
	(b) Additions during the year (Transferred from P&L A/c)	56,44,579	4,41,78,501
	(c) Additions during the year (Membership / Enterance Fee)	3,16,050	1,31,050
		22,43,01,001	21,83,40,372
II.	Building Fund	7,27,61,200	7,27,61,200
III.	Dividend Equalisation Fund	75,00,000	75,00,000
IV.	Members Welfare Fund		
	(a) Opening Balance	19,25,570	20,13,920
	(b) Deductions during the year	(62,724)	(88,350)
		18,62,846	19,25,570

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

(Amount in ₹)

V. Investment Depreciation Reserve		
(a) Opening Balance	25,12,850	7,26,67,850
(b) Net Additions/(Deductions) during the year	65,00,000	(7,01,55,000)
	90,12,850	25,12,850
VI. Bad & Doubtful Debt Reserve		
(a) Opening Balance	56,08,79,513	39,24,47,513
(b) Net Additions during the year	13,76,46,000	16,84,32,000
(c) Additions during the year (Restructure Advances)	0	0
(e) (Deductions) during the year (Written off)	0	0
(f) (Deductions) during the year (Utilised)	0	0
	69,85,25,513	56,08,79,513
VII. Non-Performing Investment Reserve		
(a) Opening Balance	0	74,88,000
(b) (Deductions) during the year	0	(74,88,000)
	0	0
VIII. Revaluation Reserve		
(a) Opening Balance	41,47,73,672	46,08,59,636
(b) Additions during the year	43,49,95,601	0
(b) (Deductions) during the year (Note 14)	(4,14,77,367)	(4,60,85,964)
	80,82,91,906	41,47,73,672
IX. Contingent Provision Against Standard Assets		
(a) Opening Balance	5,54,46,000	5,14,61,000
(b) Additions during the year	44,56,000	39,85,000
	5,99,02,000	5,54,46,000
X. Investment Fluctuation Reserve		
(a) Opening Balance	6,04,95,334	5,98,03,436
(b) Additions during the year	1,69,33,737	6,91,898
	7,74,29,071	6,04,95,334
XI. Special Contingency Reserve (SCR)		
(a) Opening Balance	5,00,00,000	10,00,00,000
(b) Additions during the year	0	0
(c) Reduction during the year	0	(5,00,00,000)
	5,00,00,000	5,00,00,000
Total I to XI	2,00,95,86,387	1,44,46,34,511

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

Note 3 - Profit & Loss Account

(Amount in ₹)

PARTICULARS	Current Year	Previous Year
Appropriation subject to AGM Approval		
Profit / (Loss) as per last Balance Sheet	15,21,86,300	3,42,694
Profit for the year (as per Profit & Loss A/c)	2,25,78,316	17,67,14,005
Add: Transferred from Special Contingency Reserve	0	5,00,00,000
Less: Transferred to Statutory Reserve @25%	56,44,579	4,41,78,501
Less: Transferred to Investment Fluctuation Reserve	1,69,33,737	6,91,898
Less: Dividend to Shareholders @ 5%	0	3,00,00,000
	15,21,86,300	15,21,86,300

Notes 4 - Deposits

(Amount in ₹)

PARTICULARS	Current Year	Previous Year
I. Term Deposits		
(i) From Individuals	12,51,52,30,554	11,94,42,10,840
(ii) From Central Co-op. Banks	0	0
(iii) From Other Societies	1,30,19,41,516	1,15,52,83,359
	13,81,71,72,070	13,09,94,94,199
II. Saving Bank Deposits		
(i) From Individuals	5,35,78,24,629	5,11,65,20,135
(ii) From Central Co-op. Banks	0	0
(iii) From Other Societies	33,20,84,930	27,55,06,429
	5,68,99,09,559	5,39,20,26,564
III. Current Deposits		
(i) From Individuals	1,07,62,24,552	1,10,15,60,515
(ii) From Central Co-op. Banks	0	0
(iii) From Other Societies	1,63,52,531	1,84,79,020
	1,09,25,77,083	1,12,00,39,535
IV. Matured Deposits	34,04,29,568	39,10,28,362
Total (I to IV)	20,94,00,88,280	20,00,25,88,660

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Note 5 - Borrowings****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Loans from other Sources		
	Long Term Deposits (for Tier II Capital) as per RBI norms	0	40,00,00,000
	Money at Call & Short Notice	1,27,26,63,512	29,94,09,413
	Total	1,27,26,63,512	69,94,09,413

Note 6 - Overdue Interest Reserve

	PARTICULARS	Current Year	Previous Year
I.	Overdue Interest Reserve		
	(a) Opening Balance	2,65,51,514	2,82,56,514
	(b) (Deduction) during the year	(25,81,000)	(17,05,000)
	Total	2,39,70,514	2,65,51,514

Note 7 - Other Liabilities & Provisions

	PARTICULARS	Current Year	Previous Year
I.	E-Payment of Govt. Taxes	52,69,758	22,97,540
II.	Service Tax	17,21,128	1,07,453
III.	Expenses Payable	5,24,34,621	2,65,81,240
IV.	Payorders Payable	11,98,58,627	26,75,08,781
V.	Sundry Creditors	4,03,48,650	4,69,09,214
VI.	Provision for Taxes	2,53,03,626	32,287
VII.	Provision for Other Impaired Assets	1,22,26,092	1,22,76,162
VIII.	Dividend Payable	15,26,468	3,04,31,114
IX.	Provision for Gratuity	58,77,557	2,37,30,816
X.	Provision for Leave Encashment	5,40,48,813	5,09,04,388
XI.	Sundry Liability (Interest Capitalisation - Funded Term Loan)	37,88,906	37,88,906
XII.	Others	1,44,57,037	1,43,37,095
	Total (I to XII)	33,68,61,283	47,89,04,996

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

Note 8 - Cash and Bank Balances

(Amount in ₹)

	PARTICULARS	Current Year	Previous Year
I.	Cash on Hand	11,87,96,198	13,17,14,383
II.	Balances with Reserve Bank of India		
	(a) In Current Account	90,45,58,663	98,00,32,169
	(b) In Other Account (Fixed Deposit)	0	0
		90,45,58,663	98,00,32,169
III.	Balances with State Bank of India and Nationalised Banks		
	(a) In Current Account	1,48,71,552	3,52,72,972
	(b) In Other Account (Fixed Deposit)	6,81,01,209	6,70,71,733
		8,29,72,761	10,23,44,705
IV.	Balances with State and Central Co-operative Banks		
	(a) In Current Account	1,20,88,507	61,43,002
	(b) In Other Account (Fixed Deposit)	1,50,000	1,50,000
		1,22,38,507	62,93,002
	Total (I to IV)	1,11,85,66,129	1,22,03,84,259

Note 9 - Balances with Other Banks

	PARTICULARS	Current Year	Previous Year
I.	Balances with other Banks		
	(a) Current deposits	7,06,32,772	2,51,04,905
	(b) Saving bank deposits	0	0
	(c) Fixed deposits	1,10,76,94,867	32,34,66,155
	Total	1,17,83,27,639	34,85,71,060

Note 10- Money at Call & Short Notice

	PARTICULARS	Current Year	Previous Year
I.	Money at Call & Short Notice		
	(a) With banks	5,00,00,000	34,76,72,978
	(b) With other Institutions	0	0
	Total	5,00,00,000	34,76,72,978

Note 11 - Investments

	PARTICULARS	Current Year	Previous Year
I.	In Central & State Government Securities	5,72,90,20,550	5,39,25,07,950
	Face Value Rs.5,55,00,00,000 (P.Y. Rs. 5,25,00,00,000)		
	Market Value Rs.5,70,12,00,000 (P.Y. Rs.5,34,83,75,000)		
II.	In other Approved Securities	0	0
III.	In Shares of Co-operative Institutions	75,30,000	75,30,000
IV.	In Debentures and Bonds	97,14,88,950	52,17,72,000
	Face Value Rs.96,89,76,000 (P.Y. Rs.52,22,00,000)		
	Market Value Rs.106,11,09,035 (P.Y. Rs. 62,35,03,278)		
V.	Others	4,58,14,949	4,76,75,960
	Total (I to V)	6,75,38,54,449	5,96,94,85,910

(Note: These Investments are earmarked against the provision for Leave Encashment)

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)

Note 12 - Advances

(Amount in ₹)

	PARTICULARS	Current Year	Previous Year
I.	Short Term Loans (Cash Credit, Overdrafts & Bill Disc.)		
	of which secured against		
	Govt. & Other Approved Securities	5,17,61,08,592	4,07,13,43,588
	Other Tangible Securities	3,96,27,98,220	4,20,58,03,653
	Unsecured Advances	3,05,988	2,35,503
	of which, Overdue Rs.67,56,21,785 (P.Y 69,62,20,118)		
	of which NPA Rs.66,14,67,911 (P.Y 67,37,80,922)	9,13,92,12,800	8,27,73,82,744
II.	Medium Term Loans		
	of which Secured against		
	Govt. & other Approved Securities	1,96,51,319	1,58,23,968
	Other Tangible Securities	4,29,26,52,443	4,98,38,53,636
	Unsecured Advances	26,84,76,905	17,10,59,810
	of which, Overdue Rs.51,58,93,917 (P.Y 29,34,94,582)		
	of which NPA Rs.47,31,77,100 (P.Y 25,55,27,836)	4,58,07,80,667	5,17,07,37,414
III.	Long Term Loans		
	of which Secured against		
	Govt.& other Approved Securities	0	0
	Other Tangible Securities	1,04,27,90,585	1,04,27,51,663
	Unsecured Advances	0	0
	of which, Overdue Rs.2,79,41,929 (P.Y 2,81,85,575)		
	of which NPA Rs.2,59,12,385 (P.Y 2,59,54,303)	1,04,27,90,585	1,04,27,51,663
	Total NPA is Rs. 1,16,05,57,396 (P.Y.95,52,63,061) and adequately provided for as per RBI norms for NPAs.		
	Total (I to III)	14,76,27,84,052	14,49,08,71,821

Note 13- Interest Receivable

	PARTICULARS	Current Year	Previous Year
I.	Interest Receivable		
	(a) from Performing Advances	7,45,56,526	8,27,78,956
	(b) from Performing Investments	14,40,06,036	11,82,98,088
	(c) from Non-Performing Advances	2,39,70,514	2,65,51,514
	Total	24,25,33,076	22,76,28,558

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Note 15 - Other Assets****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Stationery	20,46,011	21,19,322
II.	Stamps	43,164	41,677
III.	TDS Receivable		
III.	Locker Rent Receivable	96,350	67,127
IV.	Sundry Debtors	1,01,05,506	1,00,31,753
V.	Deposit for Leased Premises	1,52,30,040	1,09,33,590
VI.	Other Deposits	75,46,399	68,96,003
VII.	Prepaid Expenses	12,94,228	13,42,568
VIII.	Other Misc. Assets	7,55,753	6,24,557
IX.	Advance Tax	8,97,12,300	6,94,00,715
X.	Service Tax Input	0	1,04,240
	Total (I to X)	12,68,29,751	10,15,61,552

Note 14 - Fixed Assets

(Amount in ₹)

Assets Description	Gross Block				Depreciation				Net Block	
	Opening Balance	Additions	Sale/ Transfer/ Write off	Closing Balance	Opening Balance	For the year ended	Sale/ Transfer/ Write off	Closing Balance	WDV as on	WDV as on
	Cost as on 01.04.2015	01.04.2015 to 31.03.2016		Cost as on 31.03.2016	As on 01.04.2015	31.03.2016		As on 31.03.2016	31.03.2016	31.03.2015
ATM	87,06,375	3,23,813	6,24,583	84,05,605	44,94,770	10,56,326	4,76,367	50,74,729	33,30,876	42,11,605
Premises	62,74,32,976	43,49,95,601	0	1,06,24,28,577	17,66,04,462	4,50,82,851	0	22,16,87,313	84,07,41,264	45,08,28,514
Computer Hardware	3,38,77,012	30,12,808	7,75,895	3,61,13,925	2,77,37,366	43,54,318	7,75,890	3,13,15,794	47,98,131	61,39,646
Computer Software	2,09,12,232	43,78,477	0	2,52,90,709	1,52,76,142	40,35,862	0	1,93,12,004	59,78,705	56,36,090
Civil Work	1,90,39,106	28,59,268	9,503	2,18,88,870	54,43,211	15,28,240	3,891	69,67,560	1,49,21,310	1,35,95,895
Dead Stock	1,07,62,869	10,06,778	1,35,558	1,16,34,089	29,81,399	8,32,712	55,508	37,58,603	78,75,486	77,81,470
Electrical Fittings	65,16,896	15,81,697	77,540	80,21,053	18,96,430	5,38,178	31,733	24,02,875	56,18,178	46,20,466
Furniture & Fixtures	1,99,22,495	40,39,852	3,53,072	2,36,09,275	55,31,203	17,17,585	1,40,174	71,08,614	1,65,00,661	1,43,91,292
Networking	31,64,996	0		31,64,996	31,64,964	0	0	31,64,964	32	32
Office Equipment	2,75,99,079	85,46,206	34,08,949	3,27,36,335	96,58,802	54,88,408	7,11,771	1,44,35,439	1,83,00,896	1,79,40,277
Tenancy Rights	29,02,943	0		29,02,943	26,38,270	66,168	0	27,04,438	1,98,505	2,64,673
UPS	67,83,927	4,23,789	2,24,046	69,83,670	35,34,456	8,92,260	1,48,061	42,78,656	27,05,014	32,49,471
Total	78,76,20,906	46,11,68,287	56,09,146	1,24,31,80,047	25,89,61,475	6,55,92,908	23,43,395	32,22,10,989	92,09,69,058	52,86,59,431
Previous Year	75,51,56,301	3,95,37,783	70,73,178	78,76,20,906	19,42,51,255	6,73,83,023	26,72,802	25,89,61,475	52,86,59,431	

	Depreciation for the year includes the following:	Current Year	Previous Year
1	Depreciation on account amount of revaluation of premises (adjusted in Revaluation Reserve)	4,14,77,367	4,60,85,964
2	Depreciation for the year (debited to Profit & Loss Account)	2,41,15,541	2,12,97,059
	Total	6,55,92,908	6,73,83,023

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Note 16 - Interest Earned****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Interest/discout on advances/bills	1,18,82,63,266	1,27,77,87,569
II.	Income on Investments	85,77,97,108	79,12,88,637
	Total (I to II)	2,04,60,60,374	2,06,90,76,206

Note 17 - Other Income

	PARTICULARS	Current Year	Previous Year
I.	Commission, Exchange and Brokerage	1,04,18,707	92,79,628
II.	Profit on sale of Investment	2,91,75,355	2,06,80,799
III.	Bad Debts Recovery	2,97,15,550	92,17,709
IV.	Other Misc. Income	8,06,25,734	9,22,00,052
	Total (I to IV)	14,99,35,346	13,13,78,188

Note 18 - Interest Expended

	PARTICULARS	Current Year	Previous Year
I.	Interest on Deposits	1,46,56,77,719	1,43,24,68,971
II.	Interest on Borrowings	1,26,88,159	5,82,47,489
	Total (I to II)	1,47,83,65,878	1,49,07,16,460

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Note 19 - Operating Expenses****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Payment to and provisions for employees	34,64,75,770	33,83,74,403
II.	Directors Fees, allowance and expenses	20,05,200	15,22,875
III.	Rent, Rates, Taxes, Insurance, Lighting etc.	5,49,04,338	5,51,30,483
IV.	Legal charges	13,01,943	21,40,915
V.	Postage, Telegram & Telephone Charges	52,08,777	54,06,003
VI.	Audit Fees	27,26,224	16,90,285
VII.	Depreciation on bank's property	2,41,15,541	2,12,97,059
VIII.	Repairs to furniture & property	14,85,163	54,88,471
IX.	Printing & Stationery	45,62,259	45,75,187
X.	Advertisement & Publicity	1,14,00,090	1,00,45,143
XI.	Loss on sale/scrap of assets (Net)	3,96,078	38,34,725
XII.	Computer expenses	30,47,292	26,66,659
XIII.	Amortisation of Premium on Investment	1,73,89,806	1,50,30,600
XIV.	Depreciation on Investment	0	1,05,000
XV.	Other Expenses	8,57,70,570	8,31,64,293
	Total (I to XV)	56,07,89,051	55,04,72,101

JANAKALYAN SAHAKARI BANK LTD. (SCHEDULED BANK)**Note 20 - Provisions & Contingencies****(Amount in ₹)**

	PARTICULARS	Current Year	Previous Year
I.	Bad & Doubtful Debt Reserve (Net)	13,76,46,000	16,84,32,000
II.	Provision for Restructure Advance	0	0
III.	Investment Depreciation Reserve (Net)	65,00,000	0
IV.	Contingent Provision against Standard Assets	44,56,000	39,85,000
	Total (I to IV)	14,86,02,000	17,24,17,000

Note 21 - Provision No Longer Required

	PARTICULARS	Current Year	Previous Year
I.	Overdue Interest Reserve (Net)	25,81,000	17,05,000
II.	Provision for Other Impaired Assets (Net)	50,070	72,73,058
III.	Investment Depreciation Reserve (Net)	0	7,01,55,000
	Total (I to III)	26,31,070	7,91,33,058

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

Note – 22:

Overview:

JanakalyanSahakari Bank Limited is a Scheduled Co-operative Bank providing wide range of banking and financial services through twenty-five branches and one extension counter. It is governed by the provisions of Banking Regulation Act, 1949 as also the Maharashtra Co-operative Societies Act, 1960 and the Rules framed there under.

Basis of preparation:

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting, unless otherwise stated, and comply with generally accepted accounting principles (GAAP) in India, statutory requirements prescribed under the Banking Regulation Act 1949, and the Maharashtra Co-operative Societies Act 1960 and the rules framed there under, circulars and guidelines issued by the Reserve Bank of India ('RBI') from time to time, the Accounting Standards ('AS') issued by the Institute of Chartered Accountants of India ('ICAI') and current practices prevailing within the banking industry in India.

Use of Estimates:

The preparation of the financial statements, in conformity with generally accepted accounting principles (GAAP) in India, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, revenues and expenses and disclosure of contingent liabilities at the date of the financial statements. Actual results could differ from those estimates. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Any revision to the accounting estimates are recognized prospectively.

A. Significant Accounting Policies:

a) Revenue Recognition (AS 9):

- (i) Income and expenditure are accounted on accrual basis, except otherwise stated
Interest income is recognized in the profit and loss account as it accrues except (i) Income from non-performing assets (NPAs), comprising of advances, leases and investments, which is recognized upon realization, as per the prudential norms prescribed by the RBI. In case of Non Performing advances, the recoveries in the accounts are first appropriated towards principal and then towards interest. (ii) Overdue interest on investments and bills discounted is recognized upon realization.
- (ii) Profit or loss on sale of investments is recognized in the profit and loss account, however, the profit on sale of investment in the 'Held to Maturity' category is appropriated net of applicable taxes and amount required to be transferred to statutory Reserve Account.
- (iii) Dividend is accounted on an accrual basis where the right to receive the dividend is established.
- (iv) Commission (except for commission on Deferred Payment Guarantees which is recognized on accrual basis), exchange and brokerage are recognized on realization.

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b) **Investments:**

Investments are accounted for in accordance with the extant RBI guidelines on investment classification and valuation as given below:

- (i) All investments are classified into 'Held for Trading', 'Available for Sale' and 'Held to Maturity' categories.
- (ii) Under each classification the investments are further categorized as (a) Central and State Government Securities, b) Other Approved Securities, c) Shares of Co-operatives Institutions, d) Debenture and Bonds e) Others
- (iii) Transfer of security between categories of investments is accounted as per RBI guidelines.
- (iv) Individual scrip classified under 'Held for Trading' and 'Available for Sale' (AFS) category is carried at Weighted Average Method. Securities are valued scrip-wise and diminution / appreciation are aggregated for each classification. Net diminution in each classification, if any, is provided for while net appreciation is ignored.
- (v) Investments held under 'Held to Maturity' (HTM) category are carried at FIFO Method. Wherever the book value is higher than the face value/ redemption value, the excess amount is amortized over the remaining period of maturity.
- (vi) Market value of Other Securities is determined in terms of YTM Method indicated by Fixed Income, Money Markets and Derivatives Association (FIMMDA).
- (vii) Non-Performing Investments are recognized as per RBI guidelines and provision is made as per RBI norms applicable to Non-Performing Investments.

The Bank has adopted the Uniform Accounting Procedure prescribed by the RBI for accounting of Repo and Reverse Repo transactions. Accordingly, the securities sold/purchased under Repo/Reverse Repo are treated as outright sales/purchases and accounted for in the Repo/Reverse Repo Accounts and the entries are reversed on the date of maturity. Costs and revenues are accounted as interest expenditure/ income, as the case may be. Balance in Repo/Reverse Repo Account is adjusted against the balance in the Investment Account.

c) **Loans and Advances and Provisions thereon:**

- (i) The classification of advances into Standard, Sub-standard, Doubtful and Loss Assets as well as provision on Non-performing Advances, have been arrived at in accordance with the income recognition and asset classification norms prescribed by RBI.
- (ii) Advances are shown net of unrealized interest on Non-Performing Assets (NPAs).
- (iii) Amount recovered against debts written off in earlier years is recognized as income.

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

- (iv) The Bank has been lending under Collateralized Lending and Borrowing Obligation (CBLO) facility. Any lending under this facility repayable beyond fifteen days is classified under Short Term Advances and below fifteen days is classified under Investment.
- (v) For restructured/rescheduled assets, provisions are made in accordance with the guidelines issued by RBI.
- (vi) In case of a loan account which was earlier classified as NPA, an account may be reclassified as a performing asset if it conforms to the guidelines prescribed by the regulators.

d) Fixed Assets and Depreciation (AS10 and AS6):

- (i) Fixed assets other than Premises are carried at cost less accumulated depreciation. Premises are stated at revalued amount less accumulated depreciation.
- (ii) Cost includes cost of purchase and all expenditures such as site preparation, installation cost and professional fees incurred on the asset before it is put to use. Subsequent expenditure incurred on assets put to use is capitalized only when it increases the future benefits from such assets or their functioning capability.
- (iii) Depreciation in respect of the amount of revaluation of assets is not charged to Profit and Loss account and directly adjusted against Revaluation Reserve.
- (iv) The rates of depreciation and method of charging depreciation are as under:

Asset Type	Depreciation Method	Rate of depreciation (%)
Computer Hardware	Straight Line Method	33.33
Computer Software	Straight Line Method	33.33
Networking	Straight Line Method	33.33
ATM	Written Down Value	25.00
Office Equipment	Written Down Value	25.00
Tenancy Rights	Written Down Value	25.00
UPS	Written Down Value	25.00
Motor Vehicles	Written Down Value	20.00
Premises	Written Down Value	10.00
Civil Work	Written Down Value	10.00
Dead Stock	Written Down Value	10.00
Electrical Fittings	Written Down Value	10.00
Furniture and Fixtures	Written Down Value	10.00

v) Revaluation Reserve:

- a) As per RBI Circular dated 9th January 2007, the Bank has revalued its own premises as on the end of working day on 31st March, 2016. The fresh valuation of assets was carried out by independent valuer. The net appreciation of ₹43,49,95,601 arising on Revaluation, being the difference between the Net Book Value of ₹40,57,45,663 and revalued amount of ₹84,07,41,264 was credited to Revaluation Reserve on 31st March, 2016.
- b) Balance in Revaluation Reserve as at 31st March, 2016 is ₹80,82,92,906 (previous year ₹41,47,73,672).

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e) **Foreign Exchange Transactions (AS 11):**

The Bank does not deal in Foreign Exchange directly. All the transactions on behalf of constituents are carried out through Karnataka Bank Limited, Bank of Baroda and Saraswat Co-operative Bank Limited.

f) **Employee Benefits (AS 15):**

(i) **Short Term Employee Benefits:**

The undiscounted amount of short term employee benefits, such as medical benefits, casual leave etc. which are expected to be paid in exchange for the services rendered by employees are recognized during the period when the employee renders the service.

(ii) **Defined Benefit Plan**

The bank operates gratuity scheme which is defined benefit plan.

The bank provides for gratuity to all eligible employees. The benefit is in the form of lump sum payments to vested employees on retirement, on death during employment, or on termination of employment, for an amount equivalent to 15 days basic salary payable for each completed year of service, subject to a maximum amount of ₹10 lakh. Vesting occurs upon completion of five years of service. The bank makes periodic contributions to a fund administered by trustees based on an independent external actuarial valuation carried out annually using Projected unit Credit Method in accordance with the guidelines of AS-15 “Employee Benefit” issued by ICAI.

(iii) The Bank provides long term compensated absences based on actuarial valuation conducted by and independent actuary. The actuarial valuation is carried out as per the Projected Unit Credit Method as on 31st March every year.

(iv) The retirement benefit in the form of provident fund is a defined contribution scheme. The contributions to the provident fund are charged to Profit and Loss account for the year when the contributions are due.

g) **Segment Reporting (AS 17):**

The business segment is considered as primary reporting format and Bank does not have any Geographical Segment. In accordance with the guidelines issued by RBI the Bank has identified the following Business Segments

(i) **Treasury**

The treasury segment primarily consists of net interest earnings on investment portfolio of bank and gains or losses on investment operations.

(ii) **Other Banking operations**

This includes all other operations not covered under treasury Operations.

h) **Lease Accounting (AS 19):**

Lease payments for assets taken on operating lease are recognized in the Profit and Loss Account over the lease term in accordance with the AS -19, “Accounting for Leases”, issued by the ICAI.

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

i) Earnings Per Share (AS 20):

The bank reports basic and diluted earnings per share in accordance with AS 20 – ‘Earnings per share’ issued by ICAI. Basic earnings per share are computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the year.

j) Taxes on Income (AS 22):

Provision for Tax is made for current and deferred taxes. Current Tax is provided on the taxable income using the applicable tax rates and tax laws.

Deferred tax assets and liabilities arising on account of timing differences, which are capable of reversal in subsequent periods are recognized using tax rates and tax laws, which have been enacted or substantively enacted.

Deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets will be realized.

In case of carry forward unabsorbed depreciation and tax losses, deferred tax assets are recognized only if there is “virtual certainty” that such deferred tax assets can be realized against future taxable profits.

k) Impairment of Assets (AS 28):

Fixed assets are reviewed for impairment whenever events or changes in circumstances warrant that the carrying amount of an asset may not be recoverable. Recoverability of asset to be held and used is measured by a comparison of the carrying amount of an asset to future net discounted cash flows expected to be generated by the asset and value in use. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the asset exceeds the fair value of the asset or value in use.

l) Provisions, Contingent Liabilities and Contingent Assets (AS 29):

In accordance with AS – 29, Provisions, Contingent Liabilities, Contingent Assets, issued by the Institute of Chartered Accountants of India, the Bank recognizes provisions where it has a present obligation as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

Provisions are determined based on management estimate required to settle the obligation at the balance sheet date, supplemented by experience of similar transactions. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates. In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure is made in the financial statements.

Contingent Assets, if any, neither recognized nor disclosed in the financial statements.

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23. Employee Benefits (AS 15):

Actuarial assessment of Gratuity and Leave Encashment:

The principal assumptions used in the actuarial valuation of Gratuity and Leave Encashment are as follows.

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Discount rate	7.99%	7.92%	7.99%	7.92%
Expected Return on Plan Assets	7.99%	7.92%	7.99%	7.92%
Salary Escalation Rate	5.00%	5.00%	5.00%	5.00%
Attrition rate	2.00%	2.00%	2.00%	2.00%

Table showing change in present value of defined benefit obligation:

(Amount in ₹)

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Present value of obligation at the Beginning of the Period	12,81,33,287	10,99,88,978	5,09,04,388	4,39,56,483
Interest Cost	1,01,48,156	1,03,49,963	40,31,628	41,36,305
Current Service Cost	62,35,155	50,22,104	47,71,165	39,69,247
(Benefits paid from Fund)	(1,01,58,448)	(1,09,73,794)	(91,90,030)	0
(Benefits paid directly by Employer)	0	0	0	(1,14,23,249)
Actuarial (Gain) / loss on obligations	(9,90,142)	1,37,46,036	35,31,662	1,02,65,602
Present Value of obligation as at the end of the Period	13,33,68,008	12,81,33,287	5,40,48,813	5,09,04,388

Table showing change in Fair Value of Plan Assets:

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Fair value of Plan Assets at the Beginning of the Period	10,44,02,471	9,65,65,406	4,76,75,960	3,59,84,714
Expected Return on Plan Assets	82,68,676	84,01,190	37,75,936	31,30,670
Contribution by the Employer	2,37,30,816	1,08,64,000	32,28,428	80,00,000
Benefits paid	(1,01,58,448)	(1,09,73,794)	(91,90,030)	0
Actuarial Gain / (loss) on Plan Assets	12,46,936	(4,54,331)	3,24,655	5,60,576
Fair Value of Plan Assets as at the end of the Period	12,74,90,451	10,44,02,471	4,58,14,949	4,76,75,960

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

Amount recognized in the Balance Sheet:

(Amount in ₹)

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Present value of obligation at the Beginning of the Period	13,33,68,008	12,81,33,287	5,40,48,813	5,09,04,388
Fair Value of plan assets as at the end of the year	(12,74,90,451)	(10,44,02,471)	(4,58,14,949)	(4,76,75,960)
(Assets)/ Liability recognized in the Balance Sheet	58,77,557	2,37,30,816	82,33,864	32,28,428

Expenses recognized in the Profit and Loss Account:

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Current Service Cost	62,35,155	50,22,104	47,71,165	39,69,247
Interest Cost	1,01,48,156	1,03,49,963	40,31,628	41,36,305
Expected return on plan assets	(82,68,676)	(84,01,190)	(37,75,936)	(31,30,670)
Net Actuarial Loss recognized during the year	(22,37,078)	1,42,00,367	32,07,007	97,05,026
Total Expenses recognized in the Profit and Loss A/c	58,77,557	2,11,71,244	82,33,864	1,46,79,908

Balance Sheet Reconciliation:

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Opening Net Liability	2,37,30,816	1,34,23,572	32,28,428	79,71,769
Expenses recognized in P&L account	58,77,557	2,11,71,244	82,33,864	1,46,79,908
(Benefits paid directly by Employer)	0	0	0	(1,14,23,249)
Employer's Contribution	(2,37,30,816)	(1,08,64,000)	(32,28,428)	(80,00,000)
Net Liability Recognized in the Balance Sheet	58,77,557	2,37,30,816	82,33,864	32,28,428

Other Disclosures:

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Defined Benefit Obligation	13,33,68,008	12,81,33,287	5,40,48,813	5,09,04,388
Plan Assets	(12,74,90,451)	10,44,02,471	(4,58,14,949)	(4,76,75,960)
Surplus / (Deficit)	(26,08,58,459)	(2,37,30,816)	(9,98,63,762)	(9,85,80,348)
Experience Adjustments on Plan Liabilities – (Gain) / Loss	(3,74,628)	23,27,326	37,97,973	53,63,035
Experience Adjustments on Plan Assets – Gain / (Loss)	12,46,936	(4,54,331)	3,24,655	5,60,576

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

24. Segment reporting (AS 17):

Primary Segment Reporting by Business Segment

- a. The Bank caters mainly to the needs of Indian Customers, operates as a single unit in the State of Maharashtra. Hence, separate information regarding geographical segment is not provided.
- b. Business segments are classified as under:
- Treasury: Dealing operations in Money Market instruments, Trading / Investment in Bonds / Government securities and Fixed Deposits.
 - Other Banking Operations: Retail and corporate lending and advances to customers and related fee based income.

(Amount in ₹)

Particulars	Treasury	Other Banking Operations	Total
Segment Revenue	88,69,72,525 (81,43,13,597)	1,30,90,23,194 (1,38,61,40,798)	2,19,59,95,719 (2,20,04,54,395)
Segment Result	9,73,60,597 (15,96,95,312)	6,47,02,578 (-8,99,68,893)	16,20,63,175 (6,97,26,419)
Unallocated Expenses			52,22,384 (37,44,527)
Profit before Tax			1,08,69,861 (6,59,81,892)
Income Tax (Including Deferred Tax)			-1,17,08,455 (-11,07,32,113)
Net Profit before appropriation			2,25,78,316 (17,67,14,005)
Segment Assets	8,05,63,81,921 (6,75,98,10,114)	16,99,94,02,934 (16,39,71,72,667)	25,05,57,84,855 (23,15,69,82,781)
Unallocated assets			34,34,64,812 (29,33,24,273)
Total Assets			25,39,92,49,667 (23,45,03,07,054)
Segment Liabilities	11,37,93,92,576 (9,66,98,60,221)	11,23,91,12,735 (11,54,51,99,488)	22,61,85,05,311 (21,21,50,59,709)
Unallocated liabilities			2,78,07,44,356 (2,23,52,47,345)
Total Liabilities			25,39,92,49,667 (23,45,03,07,054)

(Figure in brackets pertains to previous year)

- c. The segments are reported based on the nature of products / services and their attributable risks / returns, overall organizational structure and the internal management reporting system of the Bank.

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

25. Related Party Disclosures (AS 18):

The Bank is a co-operative society under the Maharashtra Co-operative Societies Act, 1960 and there are no related parties requiring a disclosure under the Accounting Standard – 18, issued by the ICAI, other than Key Management Personnel, viz. Mr. Shriram Date the Chief Executive Officer (CEO) of the Bank for F.Y.2015-16. However in terms of RBI circular dated March 29, 2003, the CEO being a single party coming under the category, no further details therein need to be disclosed.

26. Operating Leases (AS 19):

The Bank has entered in to lease agreements with various parties. The total of the future minimum lease payments under non-cancellable operating leases in terms of Accounting Standard (AS-19), Accounting for Leases, issued by The Institute of Chartered Accountants of India is as follows:

(Amount in ₹)

Particulars	Current Year	Previous Year
Not later than one year	2,47,14,662	2,58,18,018
Later than one year but not later than five years	4,99,57,363	2,06,17,708
Later than five years	5,964	16,188
Lease payment recognized in Profit and Loss Account	3,12,85,495	2,73,99,799

27. Earning Per Share (AS 20):

The earnings per share are calculated by dividing the net profit for the year attributable to shareholders by the average number of shares outstanding during the year.

(Amount in ₹)

Particulars	Current Year	Previous Year
Net profit after tax (₹)	2,25,78,316	17,67,14,005
Weighted Average number of equity shares	5,90,06,005	6,13,95,734
Earnings per share (Basic and diluted)	0.38	2.88

28. Taxes on Income (AS 22):

The major components of Deferred Tax Assets / Liabilities (Net) arising on account of timing differences between book profit and taxable profit as on March 31, 2016 are as follow:

(Amount in ₹)

Particulars	Deferred Tax Asset/(Liability) as at March 31, 2015	Addition/(Reversal) during the Year	Deferred Tax Asset/(Liability) as at March 31, 2016
Deferred Tax Asset			
Depreciation	7,25,051	14,13,137	21,38,188
Bad and Doubtful Debt Reserve	18,88,23,528	4,49,02,670	23,37,26,198
Overdue Interest Reserve	91,88,948	(8,93,232)	82,95,716
Tax Losses / Unabsorbed Dep.	1,60,66,466	(1,60,66,466)	0
Deferred Tax Asset as at March 31	21,48,03,993	2,93,56,109	24,41,60,102

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

29. Impairment of Assets: (AS 28):

The Bank has ascertained that, there is no material impairment of any of its assets and as such no provision under impairment is to be provided for under Accounting Standard 28.

30. Appropriation of Profit:

As on 31st March, 2016 IFR requirement was of ₹10,30,01,000. A provision of ₹6,04,00,000 was held against the same during the year which resulted in a deficit of ₹4,26,01,000. Net Profit after Tax stood at ₹2,25,78,316. As per RBI guidelines, Realized Net Profit of ₹1,69,33,737 (Net of 25% transferred to Statutory Reserve Fund i.e. ₹56,44,579) was provided towards creation of additional IFR.

31. Disclosure of Complaints:

There are nocustomer complaints pending as on March 31, 2016.

32. Contingent Liabilities:

The quantum of Contingent liabilities in respect of Bank guarantees, Letters of credit, Forward contracts, Income Tax etc. are as under:

Particulars	(Amount in ₹)	
	Current Year	Previous Year
Inland Letters of Credit	0	0
Bank Guarantees	32,16,26,720	33,09,15,622
Import Letters of Credit	0	1,14,007
Forward Contract	0	0
Claims against the bank not acknowledged as debt	0	0
Income Tax	0	5,61,05,770
Depositor Education and Awareness Fund (DEAF) *	10,95,04,355	8,44,33,391
Total	43,11,31,075	47,15,68,790

* This amount is already transferred to Reserve Bank of India, as per their Circular No. RBI/2013-14/614 DBOD.No.DEAF Cell.BC.114/30.01.002/2013-14datedMay 27, 2014 and the same is disclosed as Contingent Liability.

No provisions other than those made, have been considered necessary by the management in respect of disputed Tax Liabilities in view of judgments in favor of Bank. Further, certain deductions have been considered while working out tax provisions in respect of some claims under Income Tax Act based on management perception.

33. Balance with other banks:

Fixed Deposits with other Banks include deposits aggregating to ₹7,21,01,209 (Previous year to ₹6,85,14,750) lodged as margin money for issuance of guarantees in respect of correspondent business.

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34. Capital commitments:

At March 31, 2016, estimated amount of contracts remaining to be executed on capital accounts amount to ₹1,63,10,000 (Previous year ₹58,68,00).

35. Non-Banking Assets represents shares of JIK Industries Ltd., which were held since 10.01.2007. The same has been valued at Rs.0.70 per share (266970 shares) amounting to Rs.186879. The Bank has made full provision against this, which has been reflected under Provision for Other Impaired Assets.

36. Overdue Interest Reserve:

Upto 31st December 2010, the Bank was charging interest on NPA and was shown as Interest Receivable. The Overdue Interest Reserve for equal amount was made. Subsequent to 01.01.2011, the Bank had accounted for the interest on NPA on realization only and the Interest Receivable was maintained in memorandum account. The balance in Interest Receivable in NPA account as on 31.03.2016 was ₹2,39,70,514.

The Bank has ascertained an amount of ₹135,90,42,032 (P.Y ₹106,79,37,394) towards accrued interest on Non-Performing Advances as on the date of Balance Sheet which bank records in Memorandum Account..

37. Particulars of Repo / Reverse Repo transactions are as under:

Particulars	Minimum Outstanding during the year	Maximum Outstanding during the year	Daily Average Outstanding during the year	Outstanding as on 31.03.2016
Securities sold under Repo	4,96,76,083	15,11,57,917	835,89,208	0
Securities purchased under Reverse Repo	4,99,79,357	110,95,02,653	41,57,41,005	0

38. During the Financial year, penalty levied by Reserve Bank of India (RBI) is nil (In previous year same was Rs. 5,219.00)

39. The Bank has reclassified previous year figures to confirm to the current year's classification.

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

40. Disclosure Requirements as per RBI guidelines

Sr. No.	Particulars	Current Year (₹)	Previous Year (₹)
I)	Capital Adequacy Ratio (%)	13.63	11.37
	Tier I	8.48	8.39
	Tier II	5.15	2.98
	Increase/(Decrease) in CRAR % Over Previous Year	2.26	(0.81)
II)	Movement of CRAR		
	Total Capital Fund	1,35,06,64,000	1,19,85,27,000
	Total Capital Fund (% to RWA) – CRAR	13.63	11.37
	Incr/(Decr) in CRAR % Over Previous Year	2.26	(0.82)
	Tier I Capital	84,02,39,000	88,40,42,000
	Tier I Capital (% to RWA)	8.48	8.39
	Incr/(Decr) in Tier I Capital % Over Previous Year	0.09	(0.01)
	Tier II Capital	51,04,25,000	31,44,85,000
	Tier II Capital (% to RWA)	5.15	2.98
	Incr/(Decr) in Tier II Capital % Over Previous Year	2.17	(1.00)
	Risk Weighted Assets (RWA)	9,90,82,32,000	10,54,30,33,000
	Incr/(Decr) in RWA Over Previous Year	(63,48,01,000.00)	22,60,24,000.00
III)	Investments		
	Government /Approved securities		
	Book Value	5,72,90,20,550	5,39,25,07,950
	Face Value	5,25,00,00,000	5,25,00,00,000
	Market Value	5,70,12,00,000	5,34,83,75,000
	Other Trustee Securities		
	Book Value	0	0
	Face Value	0	0
	Market Value	0	0
	Shares in Co-Op. Institutions and Others	75,30,000	75,30,000
	Bonds of Public Sector Undertakings		
	Book Value	97,14,88,950	52,17,72,000
	Face Value	96,89,76,000	52,22,00,000
	Market Value	1,06,11,09,035	62,35,03,278
	Others	4,58,14,949	4,76,75,960
	Total Book Value of Investments	6,75,38,54,449	5,96,94,85,910
	Total Face Value of Investments	6,27,23,20,949	5,82,74,05,960
	Total Market Value of Investments	6,81,56,53,984	6,02,70,84,238
IV)	Advance against Real Estate, Const. Business, Housing	2,13,07,02,000	2,39,74,42,000
V)	Advance against Shares and Debentures	9,31,000	11,38,000

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Sr. No.	Particulars	Current Year (₹)	Previous Year (₹)
VI)	Advance to Directors, their relatives, companies/ firms in which they are interested.		
	a) Fund Based	0	0
	b) Non fund based (Guarantees, LCs etc)	0	0
VII)	Cost of Deposits: Average Cost of Deposits	7.18%	7.34%
VIII)	NPAs		
	a) Gross NPAs	1,16,05,57,396	95,52,63,061
	b) Net NPAs	46,20,31,883	39,43,83,548
IX)	Movement in NPAs		
	a) Balance at the beginning of the year	95,52,63,061	94,09,81,718
	b) Additions during the year	47,36,02,066	16,03,88,000
	c) Reductions during the year	26,83,07,169	14,61,06,657
	d) Balance at the end of the year	1,16,05,57,958	95,52,63,061
X)	Profitability		
	a) Interest Income as % of Working Funds	8.06	8.83
	b) Non-Interest Income as % of Working Funds.	0.59	0.56
	c) Operating Profit as % of Working Funds	0.62	0.68
	d) Return on Assets	0.09	0.75
	e) Average Business (Deposits+Advances)per Employee	7,11,96,505	6,81,82,890
	f) Profit/ (Loss) per Employee	52,024	3,95,333
XI)	Prov made towards NPAs, Depreciation in Investments, etc in the year Net of writebacks		
	a) Provision towards NPAs (BDDR)	13,76,46,000	16,84,32,000
	b) Provision towards OIR	(25,81,000)	(17,05,000)
	c) Provision for Depreciation on Investments	65,00,000	(7,01,55,000)
	d) Provision for Standard Assets	44,56,000	39,85,000
	e) Other Provisions	(50,070)	(72,73,058)
XII)	Movement in Provisions		
	a) Towards NPAs (BDDR)		
	As at the beginning of the year	56,08,79,513	39,24,47,513
	Add: Net Additions/(deductions)during the year	13,76,46,000	16,84,32,000
	As at the end of the year	69,85,25,513	56,08,79,513

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Sr No.	Particulars	Current Year (₹)	Previous Year (₹)
	b) Towards NPAs (OIR)		
	As at the beginning of the year	2,65,51,514	2,82,56,514
	Less: Utilized/Write off during the year	25,81,000	17,05,000
	As at the end of the year	2,39,70,514	2,65,51,514
	c) Towards Depreciation on Investments		
	As at the beginning of the year	25,12,850	7,26,67,850
	Add: Net Additions/(deduction) during the year	65,00,000	(7,01,55,000)
	As at the end of the year	90,12,850	25,12,850
	d) Towards Standard Assets		
	As at the beginning of the year	5,54,46,000	5,14,61,000
	Add: Net Additions/(deduction) during the year	44,56,000	39,85,000
	As at the end of the year	5,99,02,000	5,54,46,000
	e) Towards Non Performing Investment		
	As at the beginning of the year	0	74,88,000
	Add: Net Additions/(deduction) during the year	0	(74,88,000)
	As at the end of the year	0	0
	f) Towards Other Impaired Assets		
	As at the beginning of the year	1,22,76,162	1,20,61,220
	Add: Net Additions/(deduction) during the year	(50,070)	2,14,942
	As at the end of the year	1,22,26,092	1,22,76,162
XIII)	Foreign Currency Assets and Liabilities	Not Applicable	Not Applicable
XIV)	DICGC Premium paid upto	September-16	September-15

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

41. Issuer Composition of Non-SLR Investments as at March 31, 2016

No.	Issuer	Amount (₹)	Extent of 'below Investment grade' Securities(₹)	Extent of 'unrated' Securities(₹)	Extent of 'unlisted' Securities(₹)
1	PSUs	97,14,88,950 (52,17,72,000)	0 (0)	0 (0)	0 (0)
2	FIs	0 (0)	0 (0)	0 (0)	0 (0)
3	Public Sector Banks	0 (0)	0 (0)	0 (0)	0 (0)
4	Mutual Funds	0 (0)	0 (0)	0 (0)	0 (0)
5	Others	0 (0)	0 (0)	0 (0)	0 (0)
	Total	97,14,88,950 (52,17,72,000)	0 (0)	0 (0)	0 (0)
6	Provision held towards depreciation	0 (0)	0 (0)	0 (0)	0 (0)

(Figure in brackets pertains to previous year)

42. Non-Performing Non-SLR Investment

Particulars	Current Year (₹)	Previous Year (₹)
Opening Balance	0	74,88,000
Additions during the year since 1 st April	0	0
Reductions during the above period	0	74,88,000
Closing Balance	0	0
Total provisions held	0	0

JANAKALYAN SAHAKARI BANK LIMITED (SCHEDULED BANK)

43. Details of loans subjected to restructuring during the year ended March 31, 2016

(Amount in ₹)

Sr. No.	Particulars		Housing Loan	SME Debt Restructuring	Others
1	Standard advances restructured	No. of Borrowers	-	-	-
		Amount outstanding	-	-	-
		Diminution in the fair value	-	-	-
2	Sub-standard advances restructured	No. of Borrowers	-	-	-
		Amount outstanding	-	-	-
		Diminution in the fair value	-	-	-
3	Doubtful advances restructured	No. of Borrowers	-	-	-
		Amount outstanding	-	-	-
		Diminution in the fair value	-	-	-
Total	Total	No. of Borrowers	-	-	-
		Amount outstanding	-	-	-
		Diminution in the fair value	-	-	-

44. Movement in DEAF Accounts during the year ended March 31, 2016

	Current Year(₹)	Previous Year (₹)
Opening balance of amounts transferred to DEAF	8,44,33,392	0
Add: Amounts transferred to DEAF during the year	2,51,46,067	8,47,95,519
Less: Amounts reimbursed by DEAF towards claims	75,104	3,62,127
Closing balance of amounts transferred to DEAF	10,95,04,355	8,44,33,392

As per our report of even date

FOR MUKUND M. CHITALE & CO.
CHARTERED ACCOUNTANTS
FIRM REG. NO. 106655W

FOR JANAKALYAN SAHAKARI BANK LTD

C.N. Vaze
Chairman

S.V. Kelkar
Vice-Chairman

(A.V. Kamat)
Partner
M. No. 39585
(Statutory Auditors)

K.R. Bagade
Director

S.K. Hegde
Director

Shriram Date
Chief Executive Officer

PLACE:MUMBAI
DATED: 29.07.2016

Position at a Glance

Name of the Bank	JANAKALYAN SAHAKARI BANK LTD. (Scheduled Bank)
Head Office Address	Vivek Darshan, 140, Sindhi Society, Chembur, Mumbai - 400 071.
Date of Registration	BOM/BNK/134 of 29th May 1974.
Date & No. of RBI Licence	UBD/MH/910 P dated 09.11.1987
Jurisdiction	Entire State of Maharashtra

Particulars		As on 31st March 2016
No. of branches including H.O.		26 + 1 Extn. Counter
Membership	Regular	55197
	Nominal	9091
Paid Up Share Capital		58,51,50,690
Total Reserves & Funds		2,00,95,86,386
Deposits	Saving	5,68,99,09,559
	Current	1,09,25,77,083
	Fixed	14,15,76,01,638
Advances	Secured	14,49,40,01,159
	Unsecured	26,87,82,893
	Total % to Priority Sector	20.39%
	Total % Weaker Section	3.93%
Borrowings	D.C.C. Bank	0.00
	M.S.C. Bank	0.00
	Others	1,27,26,63,512
Investments	D.C.C. Bank (Shares)	1,000
	M.S.C. Bank (Shares)	41,000
	M.S.C. Bank (FDs)	1,50,000
	Others (FDs)	1,17,57,96,076
Overdue (Percentage)		8.26%
Net NPAs (%)		3.29%
CRAR (%)		13.63%
Audit Classification		"A"
Profit / Loss for the year		226
Parmanent Staff (Nos.)	Officers	180
	Clerks	208
	Sub-Staff	46
Total Staff (Nos.)		434
Working Capital		25,37,42,40,621

As per our report of even date
FOR MUKUND M. CHITALE & CO. FOR JANAKALYAN SAHAKARI BANK LTD
CHARTERED ACCOUNTANTS
FIRM REG. NO. 106655W

C.N. Vaze S.V. Kelkar
Chairman Vice- Chairman

(A.V. Kamat) K.R. Bagade S.K. Hegde Shriram Date
Partner Director Director Chief Executive Officer
M. No. 39585
(Statutory Auditors)

PLACE: MUMBAI
DATED: 03.07.2015

Directors' Attendance for Board Meetings held from 01.04.2015 to 31.03.2016

Sr.No.	Name of the Directors	No. of Board Meetings Attended
1.	Shri.C.N. Vaze – Chairman	17
2.	Shri.P.V. Goyal – Vice-Chairman (up to 17.06.2015)	1
3.	Shri.S.V. Kelkar – Vice-Chairman (From 18.06.2015)	17
4.	Shri.K.R. Bagade	16
5.	Shri.T.V. Deshmukh	17
6.	Shri.S.K. Hegde	11
7.	Shri.S.R. Kamble	15
8.	Smt.U.D. Karambelkar	17
9.	Shri.N.B. Pawar	5
10.	Mrs. M.H.Bhatkar (From 18.06.2015)	11
11.	Shri A.P.Gondarkar (From 18.06.2015)	13
12.	Shri K.V.Murarka (From 18.06.2015)	12
13.	Shri M.K.Salekar (From 18.06.2015)	14
14.	Shri N.I.Thapar (From 18.06.2015)	12
15.	Shri V.P.Vaidya (From 18.06.2015)	13
16.	Shri.R.R. Gehani (up to 17.06.2015)	
17.	Shri.D.J. Mukadam (up to 17.06.2015)	3
18.	Shri.P.L. Wankhede (up to 17.06.2015)	
19.	Shri.V.V. Yagnik (up to 17.06.2015)	3
20.	Shri.P.L. Patil – Staff Director (up to 17.06.2015)	3
21.	Shri.S.S. Gurjar – Staff Director (up to 17.06.2015)	3

Total No. of Board Meetings Held: 17