



**BOARD OF DIRECTORS/
EXECUTIVES**



Bank of Madura Ltd.

BOARD OF DIRECTORS

Dr. K.M. Thiagarajan

Chairman

Shri G. Rajasekhar

Smt. Pallavi S Shroff

Shri S. Nandagopal

Shri B.C. Aiyanna

Shri N. Karuppan Chetty

Shri V.K. Chandrakumar

EXECUTIVES

Executive Vice Presidents

Shri V. Nachiappan

Shri S. Kathiresan

Vice Presidents

Shri R. Balasubramanian

Shri R. Ramanathan

Smt. Parvati Dutta

Shri TR. Ramanathan

Shri Jose Zacharias

Shri M. Narayanan

Shri N. Rajasekharan

Senior Vice President

Shri N. Chidambaram

Deputy General Manager

Shri RM. Subbiah

Asst. General Managers

Shri M. Venkatachalam

Shri S. Albert Kitherian

AUDITORS

P.B. Vijayaraghavan & Co., Chennai

Registered Office : 33, North Chitrai Street, Madurai 625 001

Central Office : 'Karumuttu Nilayam', 758, Anna Salai, Chennai 600 002

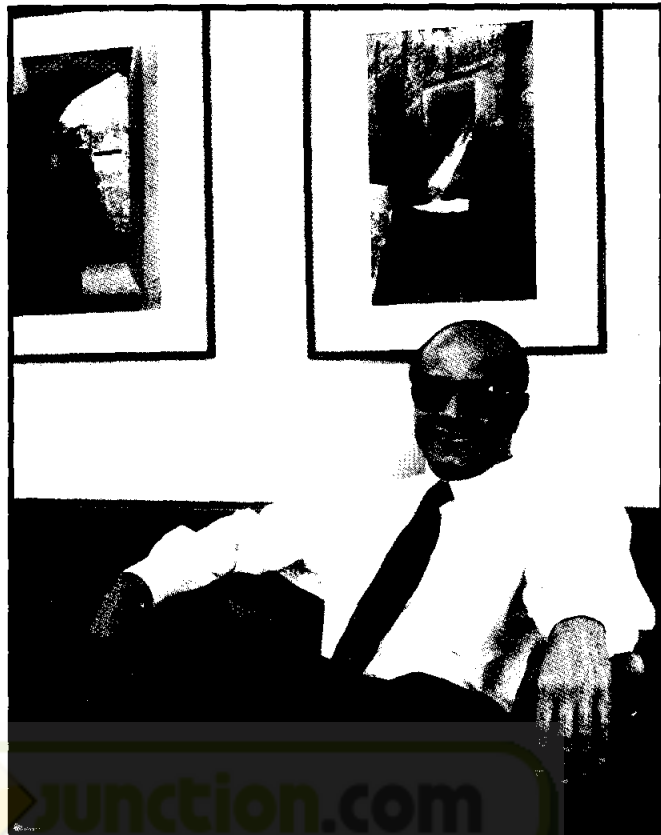
www.bankofmadura.com

email: mdsaab34@giasmd01.vsnl.net.in

BOARD OF DIRECTORS



Bank of Madura Ltd.



Dr. K.M. Thiagarajan
Chairman

He obtained his MBA and Ph.D from the University of Pittsburgh and worked as Assistant Professor, Graduate School of Business, University of Rochester. He was Chairman and Managing Director of several industrial concerns before joining the Bank.



Shri G. Rajasekhar
Director

A Finance Consultant who has worked in senior positions with various leading non-banking finance companies. He is also a trainer and teacher in Business Management to students and managers.

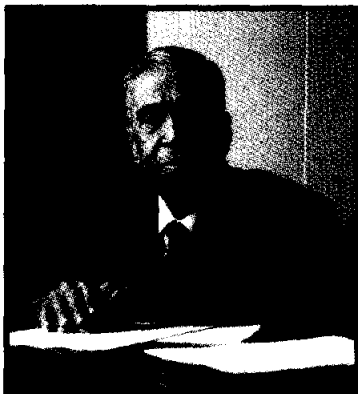


Shri S. Nandagopal
Director

A noted Chartered Accountant.

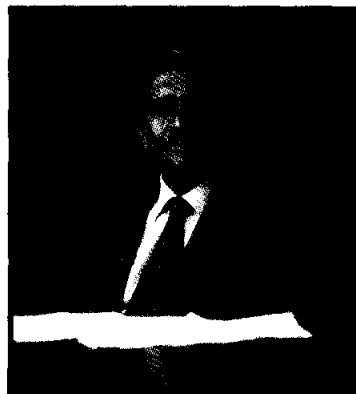
Shri N. Karuppan Chetty
Director

An Engineer and
Management Consultant.
He worked as Director
(Personnel) in Neyveli
Lignite Corporation (NLC).



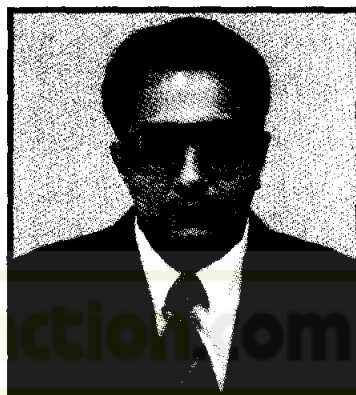
Shri B.C. Aiyanna
Director

An Advisor to tea &
coffee plantations.
He has held senior
positions in a leading
plantation company.



Smt. Pallavi S Shroff
Director

Advocate,
Supreme Court of India
and partner of
Amarchand & Mangaldas
& Suresh A. Shroff & Co.,
Solicitors and Advocates.



Shri V.K. Chandrakumar
Director
A small scale industrialist and
a Chartered Accountant.

EXECUTIVE VICE PRESIDENTS

Shri S. Kathiresan
Executive Vice President



Shri V. Nachiappan
Executive Vice President

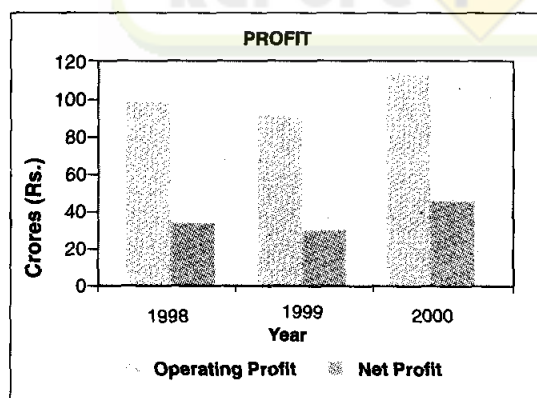


DIRECTORS' REPORT**Bank of Madura Ltd.**

The Board of Directors of the Bank of Madura Limited have pleasure in presenting the 57th Annual Report on the operations of the Bank together with the audited annual accounts for the year ended March 31, 2000.

WORKING RESULTS

The gross earnings of the Bank for the year under review has improved to Rs.469 crores, as compared to Rs.422 crores recorded for the previous year. The net profit after providing for tax, depreciation and contingencies including provision for Non Performing Assets amounted to Rs.45.58 crores as against Rs.30.13 crores of the previous year.

**NET WORTH AND CAPITAL ADEQUACY**

The net worth increased from Rs.211 crores to Rs.248 crores, including Revaluation Reserve of Rs.32.13 crores.

The capital adequacy ratio was 15.83% comprising Tier I Capital of 14.72% and Tier II capital of 1.11%.

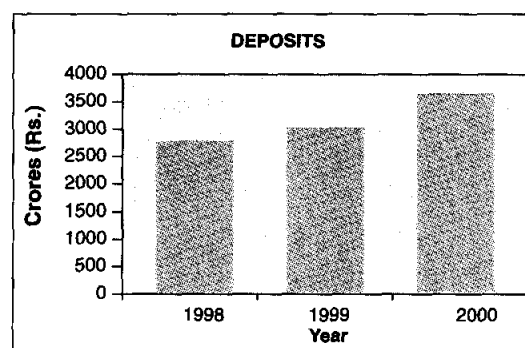
	1998-1999	1999-2000
Tier I	13.00%	14.72%
Tier II	1.25%	1.11%
Total	<u>14.25%</u>	<u>15.83%</u>

DIVIDEND

The Board of Directors proposed a dividend of 55% on the paid up capital, including an interim dividend of 45% for the financial year ended March 2000, subject to the approval of the Reserve Bank of India. The interim dividend of 45% has been disbursed with the approval of the Reserve Bank of India. Application for final dividend of 10% has been submitted to the Reserve Bank of India.

DEPOSITS

The deposit base of the Bank increased to Rs.3631 crores from Rs.3013 crores in the previous year. The Bank has



introduced new products such as "All in One Savings Scheme" and "Life Cycle Product".

DIRECTORS' REPORT**Bank of Madura Ltd.****CREDIT**

The Bank's advances, excluding bills re-discounted, increased from Rs.1394 crores to Rs.1665 crores. Investment in debentures and bonds of corporate bodies increased by Rs.54 crores from Rs.353 crores to Rs.407 crores. The priority sector advances to net credit reached a level of 42%. The non-performing assets, net of provisions, constitute 4.7% of net credit as against 5.7% of the previous year. New schemes such as Fast Track Finance scheme for traders, Loan schemes for employees of institutions, Advances against rent receivables and Instant loans against NSCs were introduced.

INVESTMENTS

The Bank's investments in Government securities and other approved securities after depreciation increased from Rs.713 crores to Rs.1232 crores. The entire investments of the Bank have been 'marked to market', well ahead of the schedule proposed by the Reserve Bank of India.

FOREIGN EXCHANGE OPERATIONS

The merchant turnover under international banking operations has shown an overall improvement in working, the turnover of foreign exchange business increasing from Rs.1742 crores to Rs.2325 crores. The volume of export and import business handled during the year aggregated

to Rs.1886 crores, thereby showing an increase of Rs.290 crores over the previous year.

During the year under review the Bank has entered in to Rupee drawing arrangements with Al Ansari Exchange Co., Abudhabi, Himalayan Bank Ltd, Nepal, City International Exchange, Kuwait, and Redha Al Ansari Exchange Co., Dubai.

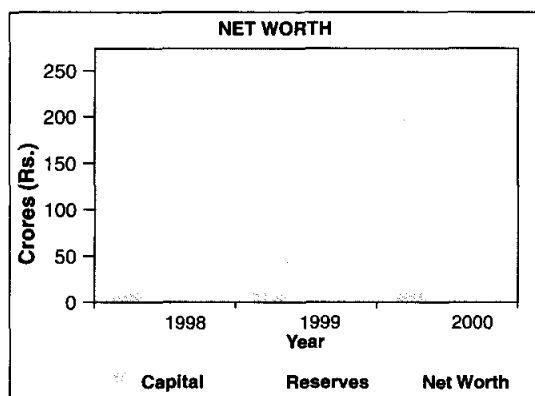
INFORMATION TECHNOLOGY

Your Bank has introduced satellite linked Anywhere Banking in 21 branches and in the next 2 months it will be extended to 120 branches in 65 centres all over India.

Since this network includes even smaller towns besides cities, Bank's customers in such centres can access higher levels of services such as Anywhere Banking, Any time Banking (through ATMs), telebanking, debit cards and the like.

HUMAN RESOURCES DEVELOPMENT

The Bank continued to conduct extensive training programmes to update the knowledge and skills of its employees. Many employees were deputed to other training colleges, including overseas training programmes. The staff strength of the Bank at the end of the year was 2623 comprising 955 officers, 1340 clerks and 328 subordinate staff. During the year, staff members

DIRECTORS' REPORT**Bank of Madura Ltd.**

numbering 758 comprising 408 officers, 306 clerks and 44 subordinate staff were imparted training at the Staff Training College of the Bank, while 155 officers participated in 55 programmes conducted by other institutions like BTC, Mumbai, NIBM, Pune, FEDAI, NABARD, SWIFT, NIIT, etc.

AUDITORS

M/s P.B. Vijayaraghavan & Co., Chartered Accountants, Chennai, who have completed 4 years term as Statutory Auditors are retiring as per the guidelines of the Reserve Bank of India. A proposal has been received from one of the shareholders for appointment of M/s S. Venkatram & Co., Chartered Accountants, Chennai, in the place of M/s P.B. Vijayaraghavan & Co.

DIRECTORS

Shri A. Arunachalam and Shri KR. Sethuraman vacated office of Directorship under Section 10A(2A) of the

Banking Regulation Act, 1949 on completion of 8 years of continuous service on the Board on February 23, 2000 and May 7, 2000 respectively.

The Directors place on record their appreciation of the valuable services rendered by Shri A. Arunachalam and Shri KR. Sethuraman during their tenure as Directors on the Board of the Bank.

Shri V.K. Chandrakumar was co-opted as a Director on the Board on June 28, 2000 to represent SSI in the place of Shri KR. Sethuraman.

Shri S. Nandagopal and Shri N. Karuppan Chetty are retiring by rotation at this meeting and being eligible they offer themselves for re-appointment.

ACKNOWLEDGEMENT

The Directors acknowledge and thank all employees for the constructive role played by them. They wish to place on record their appreciation and gratitude for the sustained support received from the Reserve Bank of India, shareholders, customers, financial institutions and correspondents abroad.

For and on behalf of the Board

Chennai

July 31, 2000

K.M. THIAGARAJAN

Chairman