

56th Annual Report 2000-2001



ESTD. 1946

THE MOGAVEERA
CO-OPERATIVE BANK LTD.

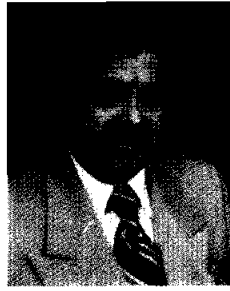
दि गोवावीरा
को-ऑपरेटिव्ह बँक लिमिटेड

Registered & Administrative Office:
203, Venkatesh Chambers, Prescott Road, Fort, Mumbai - 400 001.
Tel. : 207 0967 / 207 2682 / 207 1048, Fax : 207 6454

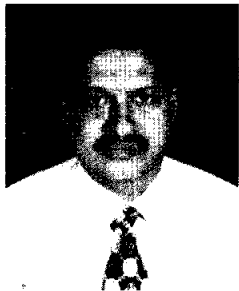
PRESENT BOARD OF DIRECTORS



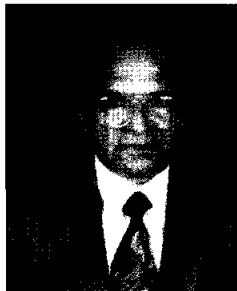
Shri D.L.Amin
Chairman



Shri D. P. Karkera
Vice - Chairman



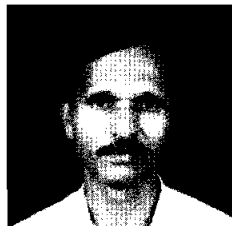
Shri Kamalaksh R.
Puthran



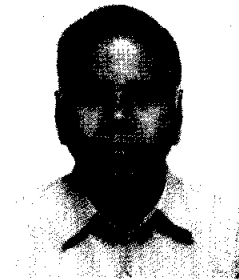
Shri S. K. Salian



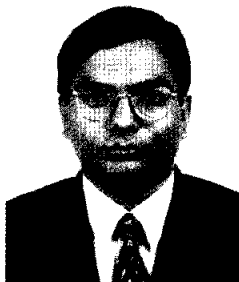
Shri K. L. Bangera



Shri U. K. Bangera



Shri S. G. Suvama



Shri M. N. Bangera



Shri G. K. Karkera



Shri S. K. Kanchan



Shri S. R. Puthran



Dr. (Smt.) N. M. Rao



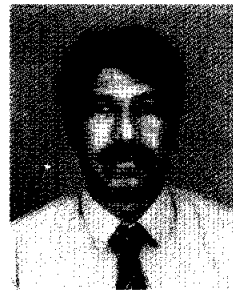
Smt. Y. N. Puthran



Shri Vinoy N. Amin
Staff - Rep.



Shri Ramesh G. Salian
Staff - Rep.



Shri P. R. Salian
C.E.O

ANNUAL REPORT 2000 - 2001**THE MOGAVEERA CO-OPERATIVE BANK LTD.****Registered & Administrative Office**

203, Venkatesh Chambers, Prescott Road, Fort, Mumbai-400 001.

Phone 2070967/2071048/2071049/2072682/2075483 • FAX: 2076454

BOARD OF DIRECTORS

- CHAIRMAN** : Shri D. L. Amin, B.A.(Spl.), LL.B., Advocate
- VICE-CHAIRMAN** : Shri Devdas P. Karkera, Businessman
- DIRECTORS** : Shri Kamalaksh R. Puthran,
Shri S. K. Salian, B.A., B.Com.
Shri Krishnakumar L. Bangera, A.I.H.S., Dip. in Comp. Prog.
Shri Umanath K. Bangera, Dip. in Judo-SHO-DAN
Shri Somappa G. Suvarna, G.C.D.
Shri Manohar N. Bangera, B.A., LLB, D.M.M.
Shri Gangadhar K. Karkera, M.A., LL.M., Advocate
Shri Sanjeeva K. Kanchan, B.Com, LLM, D.I.T. DEBM, CAIIB (I)
Shri Sunder R. Puthran
Dr. (Smt.) Nalini M. Rao, M.B.B.S.,
Smt. Yashoda N. Puthran,
Shri Vinoy N. Amin, B.Com., CAIIB, GDC&A
Shri Ramesh G. Salian, B.Com., GDC&A,] Staff Representatives

CHIEF EXECUTIVE OFFICER : Shri P. R. Salian, B.Com., CAIIB, GDC&A
(Appointed on 03-11-2000)

STATUTORY AUDITOR : Shri R. D. Wagh,
Special Auditor II
Co-op. Societies, (Hsg-3) Mumbai.

BANKERS : Reserve Bank of India
The Maharashtra State Co-op. Bank Ltd.
The Mumbai Dist. Cen. Co-op. Bank Ltd.
Dena Bank
Allahabad Bank
ICICI Bank Ltd.

AUDIT CLASS : 'A'

THE MOGAVEERA CO-OP. BANK LTD.**THE MOGAVEERA CO-OPERATIVE BANK LTD.**

Registered & Administrative Office
203, Venkatesh Chambers, Prescott Road, Fort, Mumbai-400 001.

EXECUTIVES & BRANCH MANAGERS**EXECUTIVES :**

Shri P. R. Salian B.Com., CAIIB, GDC&A	Chief Executive Officer
Shri Umesh N. Karkera B. Com., Dip. in Co-op.	Manager-Accounts
Shri H. C. Kanchan B. Com.	Manager-Recovery & Development
Shri V. L. Kanchan M.A., Dip. in Co-op.	Manager-Personnel & Administration
Shri N. K. Surdas B. Com., Dip. in Co-op.	Manager-Loans, Advances & Shares

BRANCH MANAGERS :

Shri G. C. Suvarna B.A., LL.B., CAIIB, GDC&A.	Fort Branch
Shri H. K. Shriyan M.Com., CAIIB, GDC&A.	Andheri (West) Branch
Shri M. S. Kotian B.Com., LL.B.(Gen.), CAIIB, GDC&A	Goregaon Branch
Shri K. R. Amin B.Sc., CAIIB, GDC&A	Kurla Branch
Shri J. B. Karkera B.A.	Borivli Branch
Shri S. C. Puthran (Officiating) B.Com.	Ghatkopar Branch
Shri Uday Kumar (Officiating) M. Com., CAIIB, GDC&A	Andheri (East) Branch
Shri N. K. Surdas (Manager - Loans, Advances & Shares) B.Com., Dip. in Co.op (on deputation)	Saki Naka Branch
Shri H. C. Kanchan (Manager - Recovery & Development) B.Com (on deputation)	Kandivli (W) Branch

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THE MOGAVEERA CO-OPERATIVE BANK LTD.

Registered & Administrative Office

203, Venkatesh Chambers, Prescott Road, Fort, Mumbai-400 001.

NOTICE

Notice is hereby given that the Fifty Sixth Annual General Meeting of the members of The Mogaveera Co-op. Bank Ltd., will be held on Saturday, the 4th August, 2001 at 2.30 p.m. at The Indian Merchant's Chamber (Walchand Hirachand Hall) Indian Merchants' Chamber Marg, Near Churchgate Station, Mumbai 400 020, to transact the following business :

1. To Confirm the minutes of the 55th Annual General Meeting held on 12th August, 2000.
2. To consider the Board of Directors' Report on the working of the Bank for the year ended 31st March, 2001 together with the Audited Statement of Accounts including the Balance Sheet and Profit and Loss Account.
3. To sanction distribution of profits and to declare dividend.
4. To authorise the Board of Directors to appoint duly qualified Auditors, for the year 2001-2002 for conducting internal audit/other audits and to fix their remuneration.
5. To consider and if thought fit to approve amendment with or without modification to Bye-Law as notified separately (See Annexure - A)
6. Any other matter with the permission of the Chair.

By Order of the Board of Directors,

Report Junction.com

P. R. Salián
Chief Executive Officer

Dated : 15th June, 2001

N.B.

1. If there is no quorum at the appointed time, the Meeting shall stand adjourned at 3.00 p.m. on the same day at the same venue and the agenda of the Meeting shall be transacted whether there is a quorum or not in terms of By-law No.24(i)
2. The Members who desire to ask questions about the report and the accounts are requested to furnish the same to the Chief Executive Officer, at the Registered Office, at least three (3) days before the Annual General Meeting.

THE MOGAVEERA CO-OP. BANK LTD.

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Registered & Administrative Office
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REPORT OF THE BOARD OF DIRECTORS' TO THE SHARE HOLDERS

Dear Members,

The Board of Directors have great pleasure in presenting the 56th Annual Report on the working results of the Bank alongwith the Audited Balance Sheet and Profit & Loss Accounts for the year ended March 31, 2001.

The crisis that arose in the Co-operative Banks in Gujarat, has not made any major impact on Mumbai based Co-operative Banks. Members will be happy to learn that your Bank is marching ahead without involving in Share Market exposure or inter-Bank deposits. Disturbances in the Stock Market have no impact on your Bank.

Despite recent furore over Co-operative Banks, your Bank is performing exceedingly well. We substantiate our claim by stating that Gross Non-Performing Assets did come down to 12.22% and Net NPA to 6.09%. The Bank's Priority Sector lending amounted to Rs.6964.11 lac as on March 31, 2001, constituted 60.27% of its total advances.

The gross income of the Bank for the financial year ended March 31, 2001 was Rs. 2538.88 lac as against Rs. 2092.26 lac in the previous year, thereby registering a growth of 21.35%. The net profit for the year ended March 31, 2001 was Rs. 5,20,57,834/- as against Rs. 4,05,72,154/- in the previous year. The Deposit increased from Rs. 147.79 crore to Rs. 181.56 crore as on March 31, 2001, registering a growth of 22.85%. The Advances stood at Rs. 115.56 crore as against Rs. 87.60 crore last year.

FINANCIAL RESULTS

The Bank was able to present during the year under review, excellent results due to judicious and timely deployment of its working funds by increasing its advances portfolio and deploying the available surplus in approved Government Securities and Call Money with Discount and Finance

ANNUAL REPORT 2000 - 2001

House of India. Financial results of the Bank for the year under review are as under :

	31.03.2001 (Rupees)	31.03.2000 (Rupees)
1. Share Capital	3,66,24,760	3,09,16,620
2. Total Reserves	19,08,50,187	16,54,77,065
3. Total Deposits	181,55,94,545	147,79,20,547
4. Total Advances	115,55,50,996	87,59,72,418
5. Working Capital	212,69,78,098	172,45,79,840
6. Investments	83,49,63,550	69,72,48,406
7. Net Profit	5,20,57,834	4,05,72,154

GROSS INCOME

The Gross Income of the Bank for the year under review amounted to Rs. 2538.88 lac as against Rs. 2092.26 lac in the previous year. The operational profit stands at Rs. 550.58 lac as against Rs. 435.72 lac in the previous year. Bank has made sufficient provisions for Non-Performing Assets and also 0.25% general provision on Standard Assets for the year ending March 31, 2001. Assets which remained in Sub-Standard Category for 18 months were classified as Doubtful Assets and adequate provision thereof has been made in terms of Circular UBD No. BSD/29/12.05/98-99 dated April 23, 1999 of Reserve Bank of India. A sum of Rs. 30 lac being the provision for Non-Performing Assets is deducted from the Current Year's Gross Profit. After the said deduction, the Bank has made Net Profit of Rs. 520.58 lac this year.

PROPOSED APPROPRIATION OF NET PROFIT

The Board of Directors recommend the following appropriations :

	31.03.2001 (Rupees)	31.03.2000 (Rupees)
1. Statutory Reserve-Fund	1,30,14,459	1,01,43,039
2. Dividend at 15 per cent	50,07,940	42,36,678
3. Building Reserve Fund	3,40,50,000	2,53,00,000
4. Dividend Equalisation Fund	-	5,00,000
5. Staff Welfare Fund	-	2,00,000
6. Investment Fluctuation Fund	-	2,00,000
7. To be carried over to next year	25,147	39,712

THE MOGAVEERA CO-OP. BANK LTD.**DIVIDEND**

In view of the outstanding performance of the Bank in the current year, the Board of Directors are pleased to recommend to the Annual General Meeting, the declaration of dividend at 15% (on pro-rata basis) for the year ended March 31, 2001. The Dividend warrants will be despatched to those shareholders whose names stand on the Share Register of the Bank as on March 31, 2001. The members are requested to encash the dividend through their Bank Accounts only.

MEMBERSHIP

During the year the Bank admitted 2092 members. After deletion of 522 members who ceased to be members on account of death, resignation and transfer of shares, the total membership stood at 26602 at the end of the year. The Nominal Membership rose from 1125 to 1671.

The composition of membership as on March 31, 2001 stood as under :

	31.03.2001	31.03.2000
Individuals	26,195	24,639
Firms, Companies etc.	407	393
Total	26,602	25,032

RESERVES AND OTHER FUNDS

	31.03.2001	31.03.2000
	(Rupees)	(Rupees)
1. Statutory Reserve Fund	3,61,23,086	2,59,74,753
2. Building Fund	6,60,50,000	4,07,50,000
3. Dividend Equalisation Fund	38,00,000	33,00,000
4. Bad and Doubtful Debts Reserve	7,08,22,454	5,81,22,563
5. Investment Fluctuation Fund	2,10,175	10,175
6. Staff Welfare Fund	4,25,000	2,25,000
7. Contingency Fund	-	50,00,000
8. Contingency Provision against Standard Assets	26,00,000	-
9. Overdue Interest Reserve (shown separately)	1,08,19,472	3,20,94,574

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The deposits increased from Rs. 14779.21 lac as on March 31, 2000 to Rs. 18155.95 lac as on March 31, 2001 registering a growth of 22.85%. The comparative position of the various deposits are detailed below :

	31.03.2001 (Rupees)	31.03.2000 (Rupees)
1. Fixed Deposits	43,50,38,067	34,53,66,373
2. Savings Deposits	48,25,16,289	43,90,73,668
3. Current Deposits	11,20,46,597	12,66,50,215
4. Recurring Deposits	3,30,72,785	2,74,06,023
5. Akshaya, Money Multiplier/Deposit for LDD	70,52,71,705	49,69,32,723
6. Laxmi Daily Deposit	4,64,28,815	4,08,01,495
7. Other Deposits	12,20,287	16,90,050
Total	181,55,94,545	147,79,20,547

DEPOSIT INSURANCE COVER

Deposit upto Rupees one lac per depositor is covered under the insurance cover provided by the Deposit Insurance and Credit Guarantee Corporation of India.

LOANS AND ADVANCES

The Loans and Advances stood at Rs. 11555.51 lac at 31.03.2001 against Rs. 8759.72 lac as at 31.03.2000 registering a net rise of Rs. 2795.79 lac. In other words an increase of 31.92% over the previous year.

The Credit Deposit Ratio for the year under review was maintained at 63.65% as against 59.27% in the preceding year.

The lending to Priority and Weaker Sector amounted to Rs. 6964.11 lac as at 31.03.2001 showing 60.27% of total advances of the Bank.

THE MOGAVEERA CO-OP. BANK LTD.**CLASSIFICATION OF LOANS AND ADVANCES**

	(Rupees in Lac) Balance as on 31.03.2001
1. Cottage & Small Scale Industries	4449.08
2. Professional & Self Employed	1311.74
3. Road & Water Transport Operators	613.57
4. Retail Traders	449.49
5. Wholesale Traders	370.51
6. Education	36.74
7. Ceremonial	11.16
8. Housing	
a) Acquisition of House properties	637.58
b) Repairs to house properties	871.97
9. Medical	8.31
10. Others	2795.36
TOTAL	11555.51

LOANS TO STAFF

Bank has been sanctioning housing loans to staff at concessional rates of interest ranging from 5% to 6.5% p.a. as the case may be, as per the Memorandum of Settlement subject to overall ceiling of 2% of TDL of the Bank. The balance outstanding in the said loan portfolio amounted to Rs. 310.06 lac covering 128 staff members.

In addition to Housing Loans, Bank also sanctioned Surety Loans to staff at concessional rate of 6% p.a. and the outstanding surety loans as on 31.03.2001 is Rs. 73.15 lac. Productivity per employee is Rs. 1.89 Crore.

CASH AND BANK BALANCE

The Bank maintains sufficient Cash Balance with the Reserve Bank of India on TDL in terms of Section 42 of Reserve Bank of India Act, 1934. Sufficient liquid assets were also maintained as per Section 24 of Banking Regulation Act, 1949 as applicable to co-operative Societies.