

# 57<sup>th</sup> Annual Report 2001 - 2002

BOARD OF DIRECTORS



ESTD 1946

## THE MOGAVEERA

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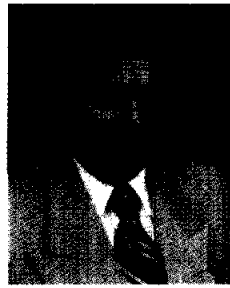
Registered & Administrative Office  
203, Venkatesh Channarayana, First Stage, Bannerghatta Road, Bangalore - 560075  
Tel: 2776667, 2772887, 2773148 Fax: 2776454



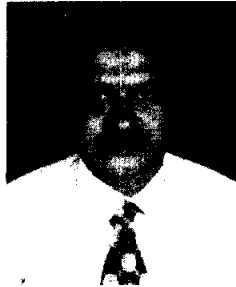
## PRESENT BOARD OF DIRECTORS



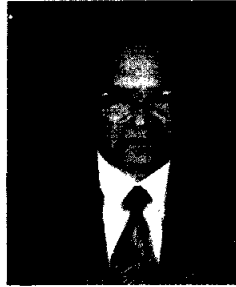
Shri D.L.Amin  
Chairman



Shri D. P. Karkera  
Vice - Chairman



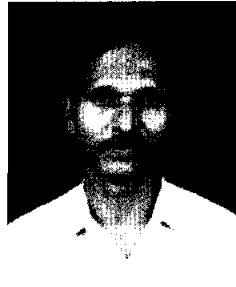
Shri Kamalaksh R.  
Puthran



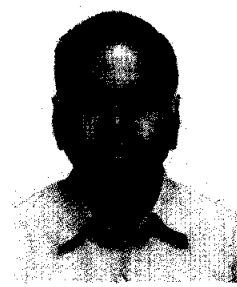
Shri S. K. Salian



Shri K. L. Bangera



Shri U. K. Bangera



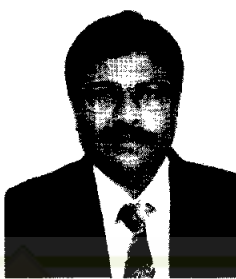
Shri S. G. Suvama



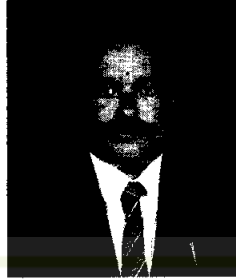
Shri M. N. Bangera



Shri G. K. Karkera



Shri S. K. Kanchan



Shri S. R. Puthran



Dr. (Smt.) N. M. Rao



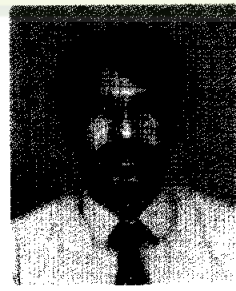
Smt. Y. N. Puthran



Shri Vinoy N. Amin  
Staff - Rep.



Shri Ramesh G. Salian  
Staff - Rep.



Shri P. R. Salian  
C.E.O



Shri N. K. Surdas  
C.E.O. (Officiating)

**ANNUAL REPORT 2001 - 2002****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 Krishna Kumar 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), Advocate  
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\*
- CHIEF EXECUTIVE OFFICER** : Shri N. K. Surdas, B.Com., Dip. in Co-op.  
(Officiating) (Appointed on 07.08.2002)
- STATUTORY AUDITOR** : BORKAR & MUZUMDAR  
Chartered Accountants  
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  
Punjab National Bank
- AUDIT CLASS** : 'A'

\* Disqualified on 15-10-2001

• Suspended on 07-08-2002

**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 :**

<b>Shri N.K. Surdas</b> B.Com., Dip. in Co-op.	Chief Executive Officer (Officiating) Manager - Loans, Advances & Shares
<b>Shri Umesh N. Karkera</b> B. Com., Dip. in Co-op.	Manager-Accounts
<b>Shri H. C. Kanchan</b> B. Com.	Manager-Recovery
<b>Shri V. L. Kanchan</b> M.A., Dip. in Co-op.	Manager-Personnel & Administration
<b>Shri J.B. Karkera</b> B. A.	Manager-EDP & Development

**BRANCH MANAGERS :**

<b>Shri G. C. Suvarna</b> B.A., LL.B., CAIIB, GDC&A.	Fort Branch
<b>Shri H. K. Shriyan</b> M.Com., CAIIB, GDC&A.	Andheri (West) Branch
<b>Shri M. S. Kotian</b> B.Com., LL.B.(Gen.), CAIIB, GDC&A	Goregaon Branch
<b>Shri K. R. Amin</b> B.Sc., CAIIB, GDC&A	Kurla Branch
<b>Shri Vinoy N. Amin</b> B. Com., CAIIB, GDC&A	Borivili Branch
<b>Shri Jagdish R. Kotian</b> B.Com., LLB, CAIIB, GDC&A	Ghatkopar Branch
<b>Shri Uday Kumar</b> M. Com., CAIIB, GDC&A	Andheri (East) Branch
<b>Shri Suresh K. Amin</b> B.Com., CAIIB, GDC&A	Saki Naka Branch
<b>Shri N. G. Mendon,</b> M.Com., LLB, CAIIB, GDC&A	Kandivli (W) Branch
<b>Shri N. K. Surdas</b> (Manager-Loans, Advances & Shares) B. Com. Dip. in Co.op. (on Deputation)	Vikhroli Branch

**ANNUAL REPORT 2001 - 2002**

**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 Seventh Annual General Meeting of the members of The Mogaveera Co-op. Bank Ltd., will be held on Saturday, the 2nd November, 2002 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 56th Annual General Meeting held on 4th August, 2001.
2. To consider the Board of Directors' Report on the working of the Bank for the year ended 31st March, 2002 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 2002-2003 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,

**N.K. Surdas**  
Chief Executive Officer  
(Officiating)

Dated : September 24, 2002

**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.**

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

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

#### **REPORT OF THE BOARD OF DIRECTORS' TO THE SHARE HOLDERS**

*Dear Members,*

The Board of directors of your Bank have great pleasure in presenting the 57th Annual Report on the business and operational results of your Bank together with Audited Balance Sheet and Profit & Loss Account for the year ended March 31, 2002.

The Banking scenario has undergone a sea change, subsequent to scam in Government Securities (G-Secs) by Urban Co-operative Banks. Out of the 658 UCBs in Maharashtra, the scam took place only in four banks. Members will be happy to note that your Bank has not been involved in any security scam, and your Bank has kept itself away from unhealthy security trading activities. The achievements of UCBs in Maharashtra is quite admirable. When one enters a modern Co-operative Bank today, one no longer expects to see a shabby office, without air-conditioning and only uncomfortable benches to sit on. There need not be any difference between a UCB and a commercial one.

Today, banking has become a highly competitive sector. An increasing number of Foreign Banks have forayed into the market and with Private Sector Banks exercising power play, the common man has been left in the lurch. Co-operative Banks however continue to remain the common man's most trusted friend. The lower middle class, the cobbler, taxi driver, house wife and shop-keeper will continue to come to us for their banking needs. Co-operative Banks have that advantage forever though part of the creamy layer of loan accounts has shifted to private Banks not everybody.

**ANNUAL REPORT 2001 - 2002****Performance Highlights**

The gross income of the Bank for the financial year ended March 31, 2002 was Rs.3131.11 lac as against Rs.2538.88 lac in the previous year, thereby registering a growth of 23.33%. The net profit for the year ended March 31, 2002 was Rs.404,06,080/= as against Rs.5,20,57,834/= in the previous year. The Deposit increased from Rs.181.56 crore to Rs.219.97 crore as on March 31, 2002 registering a growth of 21.16%. The Advances stood at Rs.141.69 crore as against Rs.115.56 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 House of India. Financial results of the Bank for the year under review are as under :

	<b>31.03.2002</b>	<b>31.03.2001</b>
1. Share Capital	4,27,69,650	3,66,24,760
2. Total Reserves	28,29,33,539	19,08,50,187
3. Total Deposits	219,96,71,679	181,55,94,545
4. Total Advances	141,69,34,265	115,55,50,996
5. Working Capital	259,68,81,707	212,69,78,098
6. Investments	98,39,10,550	83,49,63,550
7. Net Profit	4,04,06,080	5,20,57,834

**GROSS INCOME**

The Gross Income of the Bank for the year under review amounted to Rs.3131.11 lac as against Rs.2538.88 lac in the previous year. The operational profit stands at Rs.679.06 lac as against Rs.550.58 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, 2002. A sum of Rs. 235.00 lac being the provision for Non-Performing Assets and Rs. 40.00 lac towards overdue interest reserve is deducted from the Current Year's Gross Profit. After the said deduction the Bank has made Net Profit of Rs.404.06 lac this year.

**THE MOGAVEERA CO-OP. BANK LTD.****PROPOSED APPROPRIATION OF NET PROFIT**

The Board of Directors recommend the following appropriations:

	<b>31.03.2002</b>	<b>31.03.2001</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
1. Statutory Reserve Fund	1,01,01,520	1,30,14,459
2. Dividend at 15 per cent	58,77,821	50,07,940
3. Building Reserve Fund	2,29,40,000	3,40,50,000
4. Investment Fluctuation Fund	5,00,000	-----
5. Development Fund	10,00,000	-----
6. To be carried over to next year	11,886	25,147

**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-rate basis ) for the year ended March 31, 2002. The members are requested to encash the dividend through their Bank Accounts only.

**MEMBERSHIP**

During the year the Bank has admitted 4242 members. After deletion of 490 members who ceased to be members on account of death, resignation and transfer of shares, the total membership stood at 30354 at the end of the year. The nominal membership rose from 1671 to 2450.

The composition of membership as on March 31, 2002 stood as under:

	<b>31.03.2002</b>	<b>31.03.2001</b>
Individuals	29939	26195
Firms, Companies etc.	415	407



**ANNUAL REPORT 2001 - 2002**

<b>RESERVES AND OTHER FUNDS</b>		
	<b>31.03.2002</b>	<b>31.03.2001</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
1. Statutory Reserve Fund	4,97,96,229	3,61,23,086
2. Building Fund	10,01,00,000	6,60,50,000
3. Dividend Equalisation Fund	38,00,000	38,00,000
4. Bad and Doubtful Debts Reserve	9,43,22,454	7,08,22,454
5. Investment Fluctuation Fund	2,10,175	2,10,175
6. Staff Welfare Fund	4,05,000	4,25,000
7. Contingency Provision against Standard Assets	26,00,000	26,00,000
8. Revaluation Reserve	1,49,85,724	-
9. Reserve for Overdue Interest	40,00,000	-
10. Overdue Interest Reserve (shown separately)	1,27,13,957	1,08,19,472
<b>DEPOSITS</b>		
The deposits increased from Rs.18155.95 lac as on March 31, 2001 to Rs.21996.72 lac as on March 31, 2002 registering a growth of 21.16%. The comparative position of the various deposits are detailed below.		
	<b>31.03.2002</b>	<b>31.03.2001</b>
	<b>(Rupees)</b>	<b>(Rupees)</b>
1. Fixed Deposits	54,60,69,402	43,50,38,067
2. Saving Deposits	54,16,50,679	48,25,16,289
3. Current Deposits	13,09,40,900	11,20,46,597
4. Recurring Deposits	4,07,96,306	3,30,72,785
5. Akshaya , Money Multiplier/Deposit for LDD	89,26,12,674	70,52,71,705
6. Laxmi Daily Deposit	4,58,37,853	4,64,28,815
7. Other Deposits	17,63,865	12,20,287
<b>TOTAL</b>	<b>219,96,71,679</b>	<b>181,55,94,545</b>

**THE MOGAVEERA CO-OP. BANK LTD.****DEPOSIT INSURANCE COVER**

Deposit up to Rupees one lac per depositor is covered under the insurance cover provided by the Deposit Insurance and Credit Guarantee Corporation of India. Bank has been promptly remitting deposit insurance premium to the Corporation well in time.

**LOANS AND ADVANCES**

The Loans and Advances Stood at Rs.14169.34 lac at 31.03.2002 against Rs.11555.51 lac as at 31.03.2001 registering a net rise of Rs.2613.83 lac. In other words an increase of 22.62% over the previous year.

The Credit Deposit Ratio for the year under review was maintained at 64.41% as against 63.65% in the preceding year.

The lending to Priority and Weaker Sector amounted to Rs.8894.59 lac as at 31.03.2002 showing 62.77% of total advances of the Bank.

**CLASSIFICATION OF LOANS AND ADVANCES**

	(Rupees in Lac) Balance as on 31.03.2002
1. Cottage & Small Scale Industries	4619.26
2. Professional & Self Employed	1547.30
3. Road & Water Transport Operators	1769.79
4. Retail Traders	308.06
5. Whole Traders	848.83
6. Education	40.16
7. Ceremonial	6.28
8. Housing	
a) Acquisition of House properties	799.98
b) Repairs to house properties	640.29
9. Medical	3.42
10. Others	3585.97
<b>TOTAL</b>	<b>14169.34</b>