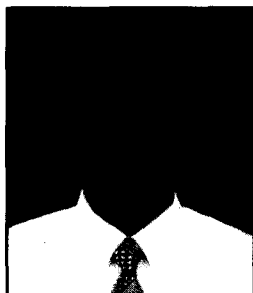
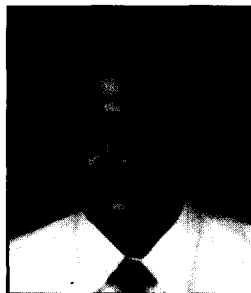


**THE MOGAVEERA CO-OPERATIVE BANK LTD.**  
**दि मोगावीरा को-ऑपरेटिव्ह बँक लिमिटेड**

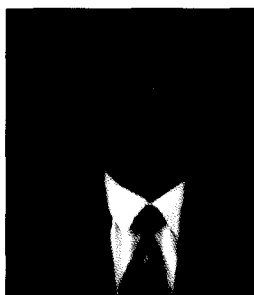
**PRESENT BOARD OF DIRECTORS**



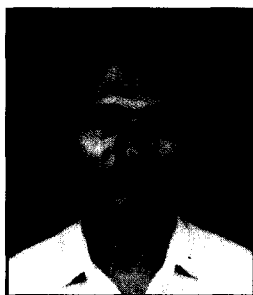
**Shri D.L. Amin**  
Chairman



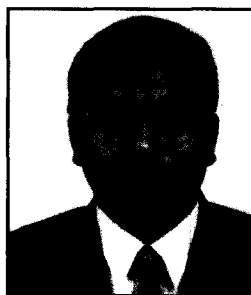
**Shri Kamalaksh R. Puthran**  
Vice-Chairman



**Shi S.K. Sallan**



**Shri U. K. Bangera**



**Shri M. N. Bangera**



**Shri G. K. Karkera**



**Shri D. P. Karkera**



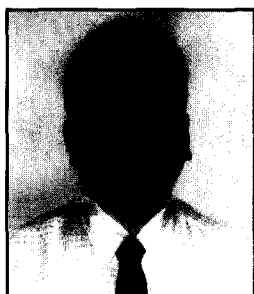
**Shri K. S. Suvarna**



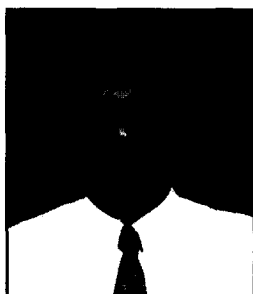
**Shri K.A. Kunder**



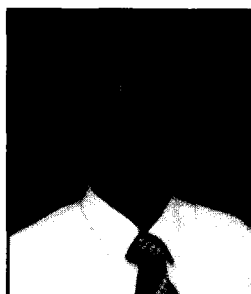
**Shri S.D. Salvi**



**Shri M.V. Ruparelia**



**Shri Vinoy N. Amin**  
Staff - Rep.



**Shri Ramesh G. Sallan**  
Staff - Rep.



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

# THE MOGAVEERA CO-OPERATIVE BANK LTD.

## BOARD OF DIRECTORS

- CHAIRMAN** : **Shri. D. L. Amin, B.A.(Spl.), LL.B., Advocate**  
(Re-Elected as Chairman on 9th January, 2003)
- VICE-CHAIRMAN** : **Shri. Kamalaksh R. Puthran**  
(Elected as Vice-Chairman on 9th January, 2003)
- DIRECTORS** : **Shri. S. K. Sallan, B.A., B.Com.**  
**Shri. Umanath K. Bangera, Dip. in Judo-SHO-DAN**  
**Shri. Manohar N. Bangera, B.A., LLB, D.M.M.**  
**Shri. Gangadhar K. Karkera, M.A., LL.M., Advocate**  
**Shri. Devdas P. Karkera, Businessman**  
**Shri. Kishor Kumar S. Suvarna, B.Com., F.C.A. ♣**  
**Shri. K. A. Kunder, B.Com., CAIIB. ♣**  
**Shri. S. D. Salvi ☆**  
**Shri. M. V. Ruparelia, B.Sc., (Hons.), CHEM. ☆**  
**Shri. Vinoy N. Amin, B.Com., CAIIB, GDC&A**  
**Shri. Ramesh G. Sallan, B.Com., GDC&A,** ] Staff Representatives
- CHIEF EXECUTIVE OFFICER** : **Shri. N. K. Surdas, B.Com., Dip. in Co-op.**  
(Officiating)
- STATUTORY AUDITOR** : **BORKAR & MUZUMDAR**  
Chartered Accountants, Mumbai.
- CONCURRENT AUDITORS** : **M/S. JAGDISH & HARISH**  
Chartered Accountants  
**M/S. YASHWANT & CO.**  
Chartered Accountants  
**M/S. JOSEPH MENDONSA & CO.**  
Chartered Accountants
- 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**

Following Directors resigned from the Board on 28th, January, 2003.

SVS. Somappa G. Suvarna, Sanjeeva K. Kanchan, Sunder R. Puthran, Dr. (Smt.) Nalini M. Rao & Smt. Yashoda N. Puthran.

Shri. Krishna Kumar L. Bangera disqualified on 8th January, 2003 by the Commissioner of Co-operation & Registrar Co-op. Societies, Pune.

♣ Co-opted as Professional Directors.

☆ Co-opted as Directors under the categories SC/ST & Weaker Section.

**THE MOGAVEERA CO-OP BANK LTD.****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.	Borivli 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 MADHUSUDAN IDDYA</b> B.Com., CAIIB., GDC&A. (Officiating Branch Manager)	Vikhroli Branch

**ANNUAL REPORT 2002 - 2003****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 Eighth Annual General Meeting of the members of The Mogaveera Co-op. Bank Ltd., will be held on **Saturday, the 9th August 2003 at 2.30 p.m.** at the M. C. Ghia Hall, Bhogilal Hargovindas Bldg., II Floor, 18/20, Kaikhushru Dubash Marg, (Behind Prince of Wales Museum), Mumbai - 400 023, to transact the following business :

1. To Confirm the minutes of the 57th Annual General Meeting held on 2nd November, 2002.
2. To consider the Board of Directors' Report on the working of the Bank for the year ended 31st March, 2003 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. Any other matter with the permission of the Chair.

By Order of the Board of Directors,


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

Dated : 11th July, 2003

**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-OR 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 pleasure in presenting the 58th 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, 2003.

The Banking Sector has recorded its lowest ever growth in term deposits in last 30 years. Since 1971 Bank deposits have averaged a growth rate of 19%. But last fiscal year that is 2002-2003 Bank fixed deposits grew by just over 12%.

Figures for the financial year ended March '03 which were released by the Reserve Bank of India show that time deposit mobilised by Scheduled Commercial Bank stood at Rs.11,11,736 crore as on March 21, 2002, the last reporting Friday for the year. On the face of it this reflects a growth of 17.2%. However if one excludes the impact of the reverse merger of ICICI with ICICI Bank Ltd. which brought around Rs.42,592 crore into the system, the figure works out to Rs.10,69,144 crore. This translates into a growth rate of 12.7% during the year which is the lowest in 30 years. Understandably money has been going to other avenues such as Mutual Funds, Relief Bonds, Small Savings Schemes and Real Estates. In the light of these facts we are sure that Bank has come up to your expectations.

**PERFORMANCE HIGH LIGHTS**

The gross income of the Bank for the financial year ended March 31, 2003 was Rs. 3,101.28 lac as against Rs.3131.11 lac in the previous year. The net profit for the year ended March 31, 2003 was Rs. 1,01,99,390 as against Rs.404,06,080/- in the previous year. The Deposit increased from Rs.219.97 crore to Rs.221.97 crore as on March 31, 2003. Advance stood at Rs.150.51 crore as against Rs.141.69 crore last year.

**ANNUAL REPORT 2002 - 2003****FINANCIAL RESULTS**

Financial results of the Bank for the year under review are set forth herein.

	<b>31st March 2003</b> (Rupees)	<b>31st March 2002</b> (Rupees)
1. Share Capital	4,65,61,840/-	4,27,69,650/-
2. Total Reserves	37,67,77,920/-	28,29,33,539/-
3. Total Deposits	221,97,19,205/-	219,96,71,679/-
4. Total Advances	150,51,46,169/-	141,69,34,265/-
5. Working Capital	268,02,49,073/-	259,68,81,707/-
6. Investments	91,31,30,550/-	98,39,10,550/-
7. Net Profit	1,01,99,390/-	4,04,06,080/-

**GROSS INCOME**

The Gross Income of the Bank for the year under review amounted to Rs.3,101.28 lac as against Rs.3131.11 lac in the previous year. The operational profit stands at Rs.424.99 lac as against Rs.679.06 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 31st March 2003. After the said deduction, the Bank has made Net Profit of Rs. 101.99 lac this year.

**PROPOSED APPROPRIATION OF NET PROFIT**

The Board of Directors recommend the following appropriations.

	<b>31st March 2003</b> (Rupees)	<b>31st March 2002</b> (Rupees)
1. Statutory Reserve Fund.	25,49,848	101,01,520
2. Dividend at 15% per cent.	65,63,304	58,77,821
3. Building Reserve Fund	—	229,40,000
4. Investment Fluctuation Fund	5,00,000	5,00,000
5. Development Fund	5,80,000	10,00,000
6. To be carried over to next year	6,238	11,886

**DIVIDEND**

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, 2003. The members are requested to encash the dividend through their Bank Account only.

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

During the year the Bank admitted 2208 new members. After deletion of 469 members who ceased to be members on account of death, resignation and transfer of shares, the total membership stood at 32093 at the end of the year. The Nominal Membership rose from 2450 to 2666.

The composition of membership as on 31st March 2003 stood as under:

	<b>31st March 2003</b>	<b>31st March 2002</b>
Individuals	<b>31669</b>	29939
Firms & Companies etc	<b>424</b>	415

**RESERVES AND OTHER FUNDS**

	<b>31st March 2003</b> <b>(Rupees)</b>	<b>31st March 2002</b> <b>(Rupees)</b>
1. Statutory Reserve Fund	<b>6,06,31,549</b>	4,97,96,229
2. Building Fund	<b>12,30,40,000</b>	10,01,00,000
3. Dividend Equalisation Fund	<b>38,00,000</b>	38,00,000
4. Bad & doubtful Debt Reserve	<b>13,06,05,220</b>	9,83,22,454
5. Investment Fluctuation Fund	<b>7,10,175</b>	2,10,175
6. Development Fund	<b>10,00,000</b>	-
8. Staff Welfare Fund	<b>4,05,000</b>	4,05,000
9. Contingency Fund Against Standard Assets	<b>26,00,000</b>	26,00,000
10. Revaluation Reserve	<b>1,34,87,152</b>	1,49,85,724
11. Overdue Interest Reserve (shown separately in the Balance Sheet on Liabilities side)	<b>4,04,98,824</b>	1,27,13,957



**ANNUAL REPORT 2002 - 2003****DEPOSITS**

The Deposits increased from Rs.21996.72 lac as on 31st March 2002 to Rs.22197.19 lac as on 31st March 2003 The comparative position of the various deposits is detailed below:

	<b>31st March 2003</b> (Rupees)	<b>31st March 2002</b> (Rupees)
1. Fixed Deposits	<b>52,59,71,108</b>	54,60,69,402
2. Savings Deposits	<b>51,94,76,013</b>	54,16,50,679
3. Current Deposits	<b>14,36,82,327</b>	13,09,40,900
4. Recurring Deposits	<b>5,18,57,523</b>	4,07,96,306
5. Akshaya Money Multiplier/ Security Deposit for LDD	<b>92,50,92,541</b>	89,26,12,674
6. Laxmi Daily Deposit	<b>5,20,36,900</b>	4,52,94,841
7. Other Deposits	<b>16,02,794</b>	23,06,877
<b>TOTAL</b>	<b><u>221,97,19,206</u></b>	<b><u>219,96,71,679</u></b>

**DEPOSIT INSURANCE COVER**

Deposits up to Rupees one lakh 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 advance.

**LOANS AND ADVANCES**

The Loans and Advances stood at Rs.15,051.46 lac as on 31.03.2003 as against Rs.14,169.34 lac as at 31.03.2002 registering a net rise of Rs.882.12 lac.

The Credit Deposit Ratio for the year under review was maintained at 67.80% as against 64.41% in the preceding year.

The lending to Priority and Weaker Sector amounted to Rs.9177.69 lac as on 31.03.2003 showing 60.98% of total advances of the Bank.

## THE MOGAVEERA CO-OP BANK LTD.

### CLASSIFICATION OF LOANS AND ADVANCES

The purpose wise classification of Loans and Advances sanctioned during the year and outstanding as on 31.03.2003 are as follows.

	(Rupees in lac) Balance as on 31st March 2003
1. Cottage & Small Scale Industries	4,884.72
2. Professional and Self Employed	1,521.55
3. Road & Water Transport Operators	1,001.25
4. Retail Traders	391.59
5. Whole sale Traders	541.26
6. Education	33.16
7. Ceremonial	5.24
8. Housing	
a) Acquisition of house property	808.28
b) Repairs to house property	811.47
9. Medical	1.78
10. Others	5,051.16
<b>TOTAL</b>	<b>15,051.46</b>

### 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 percent of TDL of the Bank. The balance outstanding in the said loan portfolio amounted to Rs.415.60 lac covering 133 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 31.03.2003 is Rs.103.02 lac.

### CASH AND BANK BALANCE

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

### INVESTMENTS

The total investment stood at Rs.8131.31 lac as on 31.3.2003 as against Rs.9839.11 lac in the previous year. Bank was compelled to withdraw fixed deposit to the tune of about Rs.17/-crore from Mumbai District Central Co-operative Bank to meet the deposit withdrawals due to false propaganda carried out by some vested interest following the suspension of former CEO Mr.Pravin R.Salian who was subsequently dismissed and also due to the announcement of resignations by some of the Directors by calling Press Conference on 23rd January 2003 in which the said suspended person has also participated which was published in almost all the major newspapers