



दि वाई अर्बन को-ऑप. बँक लि., वाई

मुख्य कार्यालय : ५९९, गणपती आळी, वाई, ता. वाई, जि. सातारा-४९२०३. फोन (०२९६७) २२०७७७
रजि. नं. ३४६९/०७, दि. ०६/०८/१९३०, आरबीआय लायसन्स नं. एम.एच./४५०/पी ०९/०३/१९८६

FORM No. N-1.

(Under Section 30 of the Banking Regulation Act, 1949 and Section 81(5B) of the Maharashtra State Co-operative Societies Act, 1961 & rule 69 of MCS rules 1961)

INDEPENDENT AUDITOR'S REPORT

To,
The Members of
THE WAI URBAN CO-OP. BANK LIMITED,
WAI, DIST- SATARA.

Ref. :- Appointment Letter Reference No. 1731/2022-23 dated 03.11.2022

1. Report on the Financial Statements as a Statutory Auditor

We have audited the accompanying financial statements of the The Wai Urban Co-Op. Bank Ltd., Wai which comprise the Balance Sheet as at 31st March 2023 and the Statement of Profit and Loss for the year ended, and a summary of significant accounting policies and other explanatory information incorporated in these financial statements of the Bank along with its Head Office and 30 Branches audited by us for the period 1st April 2022 to 31st March 2023.

2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with Banking Regulation Act, 1949 (A.A.C.S.), RBI Guidelines and Maharashtra Co-operative societies Act, 1960 with MCS Rules 1961 the bye-laws of the Bank and generally accepted accounting principles in India so far as applicable to the bank. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the applicable Standards by The Institute of Chartered Accountants of India and under the MCS Act / BR Act / RBI guidelines. 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, whether due to fraud or error.

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. 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 except our qualifications.

6. Basis for Qualified Opinion

As referred in our detailed audit report the bank has total requirement of minimum provision for Bad and Doubtful Debts (BDDR) of **Rs.10507.83 Lakhs**, as per RBI, IRAC Norms as at 31/03/2023. Against this bank is having BDDR Provision **Rs.9300.65 Lakhs**, leaving short fall of **Rs.1207.18 Lakhs**. The bank has also not provided OIR provision of **Rs.29.88 Lakh** for interest receivable on NPA loans which shall be reversed by debiting to Profit and Loss Account.

7. Qualified Opinion

Subject to our comments and observations contained in Part A, B & C and annexure thereto enclosed herewith, in our opinion and to the best of our information and according to the explanations given to us and matters mentioned in the basis of qualified opinion in para 6 above, the said accounts together with the notes thereon give the information required by the Banking Regulation Act, 1949 (A.A.C.S.) as well as the Maharashtra Co-operative Societies Act, 1960, the Maharashtra Co-operative Societies Rules 1961 with MCS Rules 1961, and any other applicable Acts, and generally accepted accounting principles in India and or circulars issued by the Registrar, in the manner so required for the bank, give a true and fair view in conformity with the accounting principles generally accepted in India:

(i) In the case of the Balance Sheet, of the state of affairs of the Bank as at 31st March, 2023;

(ii) In the case of the Statement of profit and loss of the year ended on that date; and

8. Report on Other Legal and Regulatory Matters

The Balance Sheet and the Profit and Loss Account have been drawn up in Form A & B respectively of the Third Schedule and in accordance with the provisions of Section 29 of the Banking Regulation Act, 1949 read with provisions of the Maharashtra Co-operative Societies Act, 1960 & Maharashtra Co-operative Societies Rules 1961. Subject to our comments and observations contained in Part A, B, C, LFAR & annexure thereto enclosed herewith 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 subject to our remarks in Part A, B, C, LFAR & Annexure thereto.

(b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank subject to our remarks in Part A, B, C, LFAR & Annexure thereto.

(c) The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit subject to our remarks.

(d) The accounting standards adopted by the bank are consistent with those laid down by accounting principles generally accepted in India so far as applicable to bank.

9. In our opinion, the Balance Sheet and Profit and Loss Account not fully comply with following applicable Accounting Standards issued by ICAI are:

a) Revenue Recognition (AS-9),
b) Employee Benefits (AS-15),
c) Provision, Contingent Liabilities and Contingent Assets (AS-29)

10. We further report that:

(i) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account and the returns.

(ii) In our opinion, proper books of account as required by law have been kept by the Bank so far as appears from our examination of those books.

(iii) The reports on the accounts of the branches audited by us / branch-auditors have been dealt with in preparing our report in the manner considered necessary by us.

11. The details as required by Rule 69(6) of MCS Rules 1961 are given in the Audit Memorandum separately Part A, B, C, LFAR & annexure thereto enclosed herewith.

12. The bank has been awarded "C" classification for the financial year 2022 - 2023.

FOR, MRPRS AND ASSOCIATES
CHARTERED ACCOUNTANTS (FRN 112705W)
CA R. I. MOMIN
PARTNER
(M.No. 045932)
Place of Signature: Wai
Date of Report: June 28, 2023
UDIN - 23045932BGZBSO7499

Schedule 4 - Borrowings

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Borrowings in India	0.00	0.00
(a) Reserve Bank of India	0.00	0.00
(b) Other banks	0.00	0.00
II. Borrowings outside India	0.00	0.00
Total (I and II)	0.00	0.00
Secured borrowings included in I and II above - Rs.	0.00	0.00

Schedule 5 - Other Liabilities and Provisions

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Bills payable	0.00	0.00
II. Inter-office adjustment (net)	0.00	0.00
III. Interest accrued	0.00	0.00
IV. Others (including provisions)	1416102.21	1060802.94
Total	1416102.21	1060802.94

Schedule 6 - Cash and Balances with Reserve Bank of India

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Cash in hand (including foreign currency notes)	139596.33	225005.18
II. Balances with Reserve Bank of India	0.00	0.00
(a) in Current Account	0.00	0.00
(b) in Other Accounts	0.00	0.00
Total (I and II)	139596.33	225005.18

Schedule 7 - Balances with Banks and Money at Call and Short Notice

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. In India	0.00	0.00
(i) Balances with banks	0.00	0.00
(a) in Current Accounts	361620.30	378984.25
(b) in Other Deposit Accounts	275239.44	425813.91
(ii) Money at call and short notice	0.00	0.00
(a) with banks	0.00	0.00
(b) with other institutions	0.00	0.00
Total (i and ii)	636859.74	804798.15
II. Outside India	0.00	0.00
(i) in Current Accounts	0.00	0.00
(ii) in Other Deposit Accounts	0.00	0.00
(iii) Money at call and short notice	0.00	0.00
Total (i, ii and iii)	0.00	0.00
Grand Total (I and II)	636859.74	804798.15

Schedule 8 - Investments

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Investments in India in	2586078.82	3991174.94
(i) Government Securities	0.50	0.50
(ii) Other approved securities	1300.30	1300.30
(iii) Shares	0.00	0.00
(iv) Debentures and Bonds	0.00	0.00
(v) Subsidiaries and/or joint ventures	78941.61	78941.61
(vi) Others (to be specified)	2666321.23	4071417.35
Total	2666321.23	4071417.35
II. Investments outside India in	0.00	0.00
(i) Government securities (including local authorities)	0.00	0.00
(ii) Subsidiaries and/or joint ventures abroad	0.00	0.00
(iii) Others investments (to be specified)	0.00	0.00
Total	0.00	0.00
Grand Total (I and II)	2666321.23	4071417.35

Schedule 9 - Advances

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
A. (i) Bills purchased and discounted	0.00	0.00
(ii) Cash credits, overdrafts and loans repayable on demand	2109327.49	2111114.04
(iii) Term loans	5090802.10	5905450.30
Total	7200129.59	8016564.34
B. (i) Secured by tangible assets	7080505.68	7805592.92
(ii) Covered by Bank/Government Guarantees	0.00	0.00
(iii) Unsecured	119623.91	210971.41
Total	7200129.59	8016564.34
C.I. Advances in India	0.00	0.00
(i) Priority Sectors	4990038.00	4388920.00
(ii) Public Sector	0.00	0.00
(iii) Banks	0.00	0.00
(iv) Others	2210091.59	3627644.34
Total	7200129.59	8016564.34
C.II. Advances outside India	0.00	0.00
(i) Due from banks	0.00	0.00
(ii) Due from others	0.00	0.00
(a) Bills purchased and discounted	0.00	0.00
(b) Syndicated loans	0.00	0.00
(c) Others	0.00	0.00
Total	0.00	0.00
Grand Total (C.I and II)	7200129.59	8016564.34

Schedule 10 - Fixed Assets

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Premises	183660.49	202501.13
At cost as on 31st March of the preceding year	250160.97	24.00
Additions during the year	183840.49	18864.64
Deductions during the year	24990.98	183660.49
Depreciation to date	0.00	0.00
II. Other Fixed Assets (including furniture and fixtures)	39584.63	44741.82
At cost as on 31st March of the preceding year	12519.42	10725.61
Additions during the year	15338.52	15882.80
Deductions during the year	36765.52	39584.63
Depreciation to date	286746.50	223245.12
Total (I and II)	226045.12	247242.95

Schedule 11 - Other Assets

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Inter-office adjustments (net)	228.22	1808.62
II. Interest accrued	0.00	0.00
III. Tax paid in advance/tax deducted at source	29604.15	87262.16
IV. Stationery and stamps	1310.99	1518.63
V. Non-banking assets acquired in satisfaction of claims	0.00	0.00
VI. Others *	1380808.10	1168388.75
Total	1411951.46	1258978.16

* In case there is any unadjusted balance of loss the same may be shown under this item with

Schedule 12 - Contingent Liabilities

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Claims against the bank not acknowledged as debts	0.00	0.00
II. Liability for partly paid investments	0.00	0.00
III. Liability on account of outstanding forward exchange contracts	0.00	0.00
IV. Guarantees given on behalf of constituents	14422.50	11475.03
(a) In India		
(b) Outside India		
V. Acceptances, endorsements and other obligations	0.00	0.00
VI. Other items for which the bank is contingently liable DEA FUND	24145.56	18908.78
Total	38568.06	30383.81

Schedule 13 - Interest Earned

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Interest/discount on advances/bills	756929.24	710458.27
II. Income on investments	237695.99	322407.49
III. Interest on balances with Reserve Bank of India and other inter-bank funds	0.00	0.00
IV. Others	0.00	0.00
V. Total	994625.23	1032865.76

Schedule 14 - Other Income

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
Commission, exchange and brokerage	14219.09	12837.37
Profit on sale of investments		
Less: Loss on sale of investments	30401.71	687.56
Profit on revaluation of investments		
Less: Loss on revaluation of investments	0.00	0.00
Profit on sale of land, buildings and other assets		
Less: Loss on sale of land, buildings and other assets	0.00	15.00
Profit on exchange transactions		
Less: Loss on exchange transactions	0.00	0.00
Income earned by way of dividends, etc. from subsidiaries/companies and/or joint ventures abroad/in India	0.00	0.00
Miscellaneous Income	17285.59	15007.21
Total	61906.39	28547.14

Note: Under items II to V loss figures shall be shown in brackets

Schedule 15 - Interest Expended

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Interest on deposits	616413.55	766814.52
II. Interest on Reserve Bank of India/ Inter-bank borrowings	0	0
III. Others	0	0
Total	616413.55	766814.52

Schedule 16 - Operating Expenses

	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
Payments to and provisions for employees	12401.20	119447.42
Rent, taxes and lighting	20504.79	19623.68
Printing and stationery	1262.62	827.76
Advertisement and publicity	868.48	750.58
Depreciation on bank's property	16608.27	17293.64
Director's fees, allowances and expenses	452.00	400.00
Auditors' fees and expenses (including branch auditors)	5302.52	1491.74
Law charges	4.32	15.25
Postages, Telegrams, Telephones, etc.	4411.34	4412.86
Repairs and maintenance	9222.05	9382.28
Insurance	20190.73	21465.32
Other expenditure	45260.99	53234.71
Total	248100.12	248345.24

Annexure I, Form A, Form of Balance Sheet.

	Schedules	As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
Balance Sheet of - The Wai Urban Co Op Bank Ltd. Wai , Head Office - 591, Ganapati Ali, Wai, Tal- Wai, Dist- Satara. Pin- 412803. Website- www.waibank.co.in. Balance as on 31st March 2023 (000's omitted)			
Capital and Liabilities			
Capital	1	303462.88	305847.10
Reserves and Surplus	2	1392432.20	1208067.45
Deposits	3	9229607.56	12025290.81
Borrowings	4	0.00	0.00
Other liabilities and provisions	5	1416102.21	1060802.94
Total		12341604.85	14600008.30
Assets			
Cash and balances with Reserve Bank of India	6	139596.33	225005.18
Balance with banks and money at call and short notice	7	636859.74	804798.15
Investments	8	2666321.23	4071417.35
Advances	9	7200129.59	8016564.34
Fixed Assets	10	286746.50	223245.12
Other Assets	11	1411951.46	1258978.16
Total		12341604.85	14600008.30
Contingent liabilities	12	38568.06	30383.81
Bills for collection		0	0

Annexure I, Form B Form of Profit and Loss Account for the year ended on 31st March 2023 (000's omitted)

		As on 31-3-2023 (Current year)	As on 31-3-2022 (Previous year)
I. Income			
Interest earned	13	994625.23	1032865.76
Other income	14	61906.39	28547.14
Total		1056531.62	1061412.90
II. Expenditure			
Interest expended	15	616413.55	766814.52
Operating expenses	16	248100.12	248345.24
Provisions and contingencies Total		395656.42	117300.00
Total		1260170.08	1132459.76
III. Profit/Loss		-203638.46	-71046.85
Net profit/loss(-) for the year		-203638.46	-71046.85
Profit/loss(-) brought forward		0.00	83.83
IV. Appropriations		-203638.46	-70963.02
Transfer to statutory reserves		0.00	0.00
Transfer to other reserves		0.00	0.00
Transfer to Government/ proposed dividend		0.00	0.00
Balance carried over to balance sheet		-203638.46	-70963.02

For The Wai Urban Co-Operative Bank Ltd., Wai
As per Our Report of even date
For M R P R S & ASSOCIATES
Chartered Accountants - (F.R.No.:112705W)

Chandrashekar Kale Shripad Kulkarni
General Manager CEO

Makrand Mulay Dr. Shekhar Kamble Anil Deo
Director Vice Chairman Chairman

CA R.I. Momin (Partner)
M.No. 045932
UDIN 23045932BGZBSO7499

DISCLOSURES AS PER RBI GUIDELINES

SR NO	PARTICULARS	31-03-2022	RS IN LAKHS	31-03-2023
1	Capital to Risk Weighted Assets Ratio (C.R.A.R)	7.32%		9.74%
2	Movement of CRAR			
	Capital Adequacy			
	Tier I	2936.10		3833.61
	Tier II	1909.62		1262.04
	Total Capital	4845.72		5095.65
	Total risk weighted assets and contingents	66214.34		52323.11
	Capital ratio			
	Tier I	4.44%		7.33%
	Tier II	2.88%		2.41%
	Total Capital	7		