



**INDEPENDENT STATUTORY AUDITOR'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2022**

(Under Section 31 of the Banking Regulation Act, 1949 and Section 73(4) of Multi State Co-Operative Societies Act, 2002 and Rule 27 of Multi State Co-Operative Societies Rules)

To
The Members,
Akola Urban Cooperative Bank Limited,

REPORT ON THE FINANCIAL STATEMENTS

1. We have audited the accompanying financial statements of **The Akola Urban Cooperative Bank Limited**, ["the Bank"] as at 31st March, 2022, which comprises the Balance Sheet as at 31st March, 2022 the Profit and Loss Account and the Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information. Incorporated in these financial statements are the returns of 33 branches and 1 Extension Counter, audited by us.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

2. Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance & Cash Flows of the Bank in accordance with the provisions of Banking Regulation Act 1949, the guidelines issued by the Reserve Bank of India and the guidelines issue by the Central Registrar the Multi State Co-operative Societies Act 2002, the Multi State Co-operative Societies Rules, 2002 (as applicable) and accounting principles generally accepted in India so far as applicable to Banks including the Accounting Standards issued by the Institute of Chartered Accountants of India [ICAI]. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the financial statements that



are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 misstatements.
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, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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.

OPINION

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements together with Notes thereon give the information required by the Banking Regulation Act, 1949, the Multi State Co-operative Societies Act, 2002 and the Multi State Co-operative Societies Rules, 2002 and guidelines issued by the National Bank for Agricultural and Rural Development (as applicable) and guidelines issued by Reserve Bank of India and Central Registrar of Co-operative Societies, in the manner so required and gives a true and fair view in conformity with accounting principles generally accepted in India.



- a) In the case of the Balance sheet, of State of affairs of the Bank as at 31st March 2022.
- b) In the case of the Profit and Loss Account, of the Profit for the year ended on that date and
- c) In the case of the Cash Flow Statement, of the cash flow for the year ended on that date.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 7. The Balance Sheet and the Profit and Loss Account have been drawn up in Forms "A" and "B" respectively of the Third Schedule to the Banking Regulation Act, 1949 and the Multi State Co-operative Societies Act, 2002 and the Multi State Co-operative Societies Rules, 2002.
- 8. As required by Section 73(4) of the Multi State Co-operative Societies Act, 2002 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 to be satisfactory.
 - b) In our opinion, proper books of accounts as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from the branches/offices
 - c) That the transactions, which have come to our notice, have been within the power of the Bank, The transaction which are merely by book entries, are not prejudicial to the interest of the Bank.
 - d) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the books of account and the returns.
 - e) That we have audited all the Branches of the Bank and proper returns adequate for the purpose of our audit have been received from all Branches of the Bank.
 - f) 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 Banks.
 - g) In our opinion and according to information and explanations given to us, we have not notice any material impropriety or irregularity in the expenditure or in the realization of money due to the bank.



9. As per the information and explanation given to us and based on our examination of the books of account and other records, we have not come across material instances which need to be reported under Rule 27(3) of the Multi State Co-operative Societies Rules, 2002.

PLACE: NAGPUR
DATED: 30/06/2022
UDIN: 22125356ALZJHY6996



AS PER OUR REPORT OF EVEN DATE,
M/S. RODI DABIR & CO.
CHARTERED ACCOUNTANTS
FRN 108846W


(CA VISHAL NABIRA)
PARTNER
M No 125356

CERTIFICATE

(THE AKOLA URBAN CO-OPERATIVE BANK, AKOLA)

- i. We have verified the correctness of the CRAR calculation.
- ii. We have verified that the income recognition, asset classification and Provisions have been made as per the guidelines and other instructions issued by RBI from time to time.
- iii. We have verified that the bank is in compliance with exposure to single and group borrowers / parties and Large Exposure contained in circulars and other instructions as issued from time to time.
- iv. We have verified that the bank has ensured adherence to the instructions of RBI Circular on 'system-based asset classification – UCBs'.
- v. We have verified the bank's compliance to the instructions on COVID-19 as issued by RBI from time to time.
- vi. We have verified that the calculation of interest rate is done as per the instructions contained in Master Direction on "Management of Advances" (as updated on time to time).
- vii. We have verified that the computation of assessable deposits and premium by the bank is as per the terms of RBI circulars. Further, we have also verified the correctness of interest payable calculation of the bank and it has been included while calculating DICGC premium. We have verified the deposit suspense or Credit balances in CC/OD accounts for calculation of assessable deposits.
- viii. We have verified that the loans are classified under priority Sector across various categories strictly as per their eligibility detailed in circulars of RBI.
- ix. We have verified the reconciliation status of General Ledger as well as Profit and Loss statement.
- x. We have also verified the Composition of Other Assets in the bank's balance sheet and the items comprising Other Assets of the bank.
- xi. We hereby certify that two frauds have been detected during the financial year under audit. Bank has made adequate provision for such transactions and it has been reported to RBI in FMR 1 within the prescribed time period.
- xii. We have verified that the bank has made adequate provisions for new NPA accounts identified by the IO during inspections of bank.



xiii. We have verified that the bank is reporting Large Exposures to Central Repository of information on Large Credits (CRILC) as directed by RBI guidelines.



For RODI DABIR and Co
Chartered Accountants
Firm Registration No.108846W

A handwritten signature in blue ink, appearing to read "Vishal J Nabira".

CA VISHAL J NABIRA

Partner

Membership Number: 125356

UDIN: 22125356ALZJHY6996

Date: 30/06/2022

Place: Akola