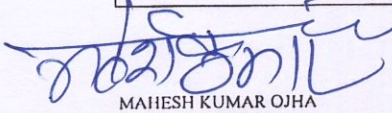
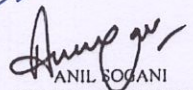


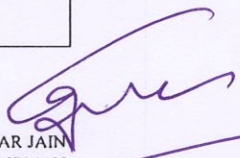
RAJASTHAN MARUDHARA GRAMIN BANK
HEAD OFFICE - JODHPUR
BALANCE SHEET AS ON 31st MARCH, 2021 (AUDITED)

(Amt in Rs.)

CAPITAL AND LIABILITIES	SCHEDULE	As on 31-03-2021	As on 31-03-2020
Capital	1	1,81,93,17,500.00	1,81,93,17,500.00
Reserves and Surplus	2	5,92,08,60,547.39	5,47,17,13,312.39
Deposits	3	1,40,79,33,17,890.04	1,25,00,18,45,555.60
Borrowings	4	9,99,21,89,690.00	6,76,11,85,169.00
Other liabilities and provisions	5	3,07,58,94,401.48	1,72,86,11,908.66
TOTAL :		1,61,60,15,80,028.91	1,40,78,26,73,445.65
ASSETS			
Cash and Balances with Reserve Bank of India	6	5,77,41,74,198.81	4,08,79,76,936.39
Balances with Banks and Money at Call and Short notice	7	20,86,41,31,014.48	20,57,51,48,514.75
Investments	8	37,90,01,09,585.20	30,11,09,53,875.64
Advances	9	89,75,48,06,485.24	79,55,23,65,146.49
Fixed Assets	10	42,04,29,816.10	40,16,12,867.82
Other Assets	11	6,88,79,28,929.08	6,05,46,16,104.56
TOTAL :		1,61,60,15,80,028.91	1,40,78,26,73,445.65
Contingent liabilities	12	55,78,57,406.80	49,46,10,696.98
Principal Accounting Policies	17		
Notes on accounts	18		


MAHESH KUMAR OJHA
 CHIEF MANAGER
 ACCOUNTS & COMPLIANCE


ANIL SODANI
 GENERAL MANAGER


GYANENDRA KUMAR JAIN
 CHAIRMAN

KALYAN KISHORE
 DIRECTOR

SRIKANTA TRIPATHY
 DIRECTOR

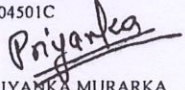
VIDWAN BHAGAT
 DIRECTOR

BABLI SH JOSHI
 DIRECTOR

SOONDA RAM MEENA
 DIRECTOR

SANDEEP SANDOO
 DIRECTOR

As per our seprate report of even date
For PSD & ASSOCIATES
 Chartered Accountants
 FRN.004501C


CA PRIYANKA MURARKA
 PARTNER
 M.NO. 430629

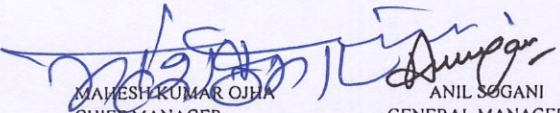
Place : Jaipur
 Date : 17.05.2021

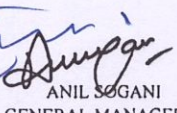
RAJASTHAN MARUDHARA GRAMIN BANK
HEAD OFFICE - JODHPUR

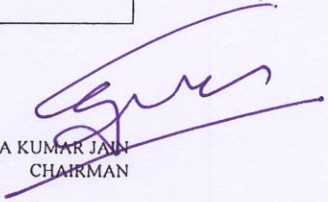
STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31.03.2021 (AUDITED)

(Amt in Rs.)

PARTICULARS	SCHEDULE	FOR THE PERIOD ENDED 31.03.2021	FOR THE PERIOD ENDED 31.03.2020
I. INCOME			
Interest Earned	13	12,33,06,73,379.09	11,42,71,90,594.05
Other Income	14	1,97,40,17,252.17	1,71,79,28,480.85
TOTAL :		14,30,46,90,631.26	13,14,51,19,074.90
II. EXPENDITURE			
Interest Expended	15	6,34,47,46,805.98	6,63,04,30,657.78
Operating Expenses	16	5,92,08,42,027.59	6,18,45,32,342.77
Provisions & contingencies		1,58,99,54,562.69	28,40,01,741.00
TOTAL :		13,85,55,43,396.26	13,09,89,64,741.55
III. Profit			
Net profit for the year		44,91,47,235.00	4,61,54,333.35
Profit/Loss brought forward		-	-
TOTAL :		44,91,47,235.00	4,61,54,333.35
IV. APPROPRIATIONS			
Available for appropriation		44,91,47,235.00	4,61,54,333.35
Transfer to Statutory Reserve		11,22,86,808.75	1,15,38,583.34
Transfer to Revenue Reserve		33,68,60,426.25	3,46,15,750.01
Balance carried over to Balance Sheet			


MAHESH KUMAR OJHA
CHIEF MANAGER
ACCOUNTS & COMPLIANCE


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DIRECTOR

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DIRECTOR

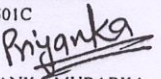
VIDWAN BHAGAT
DIRECTOR

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DIRECTOR

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DIRECTOR

As per our separate report of even date
For PSD & ASSOCIATES
Chartered Accountants
FRN.004501C


CA PRIYANKA MURARKA
PARTNER
M.NO. 430629

Place : Jaipur
Date : 17.05.2021

RAJASTHAN MARUDHARA GRAMIN BANK, HO, JODHPUR

SCHEDULE 1

CAPITAL

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
Authorized Capital (200,00,00,000 Shares of Rs.10.00 each)	20,00,00,00,000.00	20,00,00,00,000.00
Issued, Subscribed and Paid-up Capital (18,19,31,749 Shares of Rs.10.00 each)	1,81,93,17,490.00	1,81,93,17,490.00
Share Capital Deposit	10.00	10.00
i) Share of Govt. of India 50%		
ii) Share of Sponsor Bank 35%		
iii) Share of Govt. of Rajasthan 15%.		
TOTAL :	1,81,93,17,500.00	1,81,93,17,500.00



SCHEDULE 2

RESERVES & SURPLUS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Statutory Reserves		
Opening Balance	1,36,79,47,134.28	1,35,64,08,550.94
Additions during the year	11,22,86,808.75	1,15,38,583.34
Deductions during the year	0.00	0.00
	1,48,02,33,943.03	1,36,79,47,134.28
II. Capital Reserves		
Opening Balance	0.00	0.00
Additions during the year	0.00	0.00
Deductions during the year	0.00	0.00
	0.00	
III. Share Premium		
Opening Balance	0.00	0.00
Additions during the year	0.00	0.00
Deductions during the year	0.00	0.00
	0.00	
IV. Revenue and Other Reserves		
a. Revenue Reserve		
Opening Balance	4,10,37,66,178.11	4,06,91,50,428.10
Additions during the year	33,68,60,426.25	3,46,15,750.01
Deductions during the year	0.00	0.00
Sub-Total	4,44,06,26,604.36	4,10,37,66,178.11
b). Investment Fluctuation Reserve		
Opening Balance	0.00	0.00
Additions during the year	0.00	0.00
Deductions during the year	0.00	0.00
Sub-Total	0.00	0.00
TOTAL IV.	4,44,06,26,604.36	4,10,37,66,178.11
V. Balance in Profit & Loss Account	0.00	0.00
TOTAL : (I,II,III,IV and V)	5,92,08,60,547.39	5,47,17,13,312.39



SCHEDULE 3

DEPOSITS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
A.		
I. Demand deposits		
(i) From banks	0.00	0.00
(ii) From Others (Public)	2,17,61,62,473.02	1,95,17,27,160.50
II. Saving Bank Deposits	71,80,82,20,076.02	60,62,85,00,418.34
III. Term Deposits		
(i) From banks	0.00	0.00
(ii) From Others (Public)	66,80,89,35,341.00	62,42,16,17,976.76
TOTAL : (I, II and III)	1,40,79,33,17,890.04	1,25,00,18,45,555.60
B.		
(i) Deposits of branches in India	1,40,79,33,17,890.04	1,25,00,18,45,555.60
(ii) Deposits of branches outside India	0.00	0.00
TOTAL :	1,40,79,33,17,890.04	1,25,00,18,45,555.60



SCHEDULE 4
BORROWINGS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I Borrowings in India		
(i) Reserve Bank of India	0.00	0.00
(ii) Other Banks	0.00	0.00
(iii) Other institutions & agencies (NABARD)	9,99,21,89,690.00	6,76,11,85,169.00
II. Borrowings outside India	0.00	0.00
TOTAL : (I and II)	9,99,21,89,690.00	6,76,11,85,169.00

SCHEDULE 5
OTHER LIABILITIES & PROVISIONS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Bills Payable	0.00	0.00
II. Inter office adjustments (net)	0.00	15,81,64,087.48
III. Interest accrued	13,76,14,564.26	15,52,73,205.01
IV. Other (including provisions)	2,93,82,79,837.22	1,41,51,74,616.17
TOTAL :	3,07,58,94,401.48	1,72,86,11,908.66



SCHEDULE 6 CASH AND BALANCES WITH RESERVE BANK OF INDIA

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Cash in hand (including foreign currency notes)	50,69,88,084.00	39,31,11,762.00
II. Balance with Reserve Bank of India		
(i) In Current Accounts	5,26,71,86,114.81	3,69,48,65,174.39
(ii) In Other Accounts	0.00	0.00
TOTAL : (I and II)	5,77,41,74,198.81	4,08,79,76,936.39



SCHEDULE 7

BALANCES WITH BANKS AND MONEY AT CALL & SHORT NOTICE

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. In India		
(i) Balance with banks		
(a) In Current Accounts	33,53,68,593.48	48,64,08,804.75
(b) In Other Deposit Accounts	20,52,87,62,421.00	20,08,87,39,710.00
(ii) Money at call & short notice		
(a) With banks	0.00	0.00
(b) With other institutions	0.00	0.00
TOTAL : (i) and (ii)	20,86,41,31,014.48	20,57,51,48,514.75
II. Outside India		
(i) In Current Accounts	0.00	0.00
(ii) In Other Deposit Accounts	0.00	0.00
(iii) Money at call & short notice	0.00	0.00
TOTAL:(i), (ii) and (iii)	0.00	0.00
GRAND TOTAL : (I and II)	20,86,41,31,014.48	20,57,51,48,514.75



SCHEDULE 8

INVESTMENTS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Investments in India in		
(i) Government securities	37,10,37,40,153.95	28,46,71,38,355.61
(ii) Other approved securities	0.00	0.00
(iii) Shares	0.00	0.00
(iv) Debentures and Bonds	66,27,29,969.48	1,42,75,66,673.48
(v) Subsidiaries and/or joint ventures	0.00	0.00
(vi) Others UTI & Mutual Funds	13,36,39,461.77	21,62,48,846.55
TOTAL :	37,90,01,09,585.20	30,11,09,53,875.64
II. Investment outside India in		
(i) Government securities (including local authorities)	0.00	0.00
(ii) Subsidiaries and/or joint ventures abroad	0.00	0.00
(iii) Other Investments (Shares, Debentures, etc.)	0.00	0.00
TOTAL :	0.00	0.00
GRAND TOTAL: (I and II)	37,90,01,09,585.20	30,11,09,53,875.64



SCHEDULE 9

ADVANCES

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
A.(i) Bills purchased and discounted		1,35,437.00
(ii) Cash credits, overdrafts and loans repayable on demand	74,14,11,53,426.90	68,08,39,46,353.13
(iii) Term loans	15,61,36,53,058.34	11,46,82,83,356.36
TOTAL:	89,75,48,06,485.24	79,55,23,65,146.49
B.(i) Secured by tangible assets	87,45,20,49,443.96	77,94,53,01,722.19
(ii) Covered by Bank /Govt.Guarantees		
(iii) Unsecured	2,30,27,57,041.28	1,60,70,63,424.30
TOTAL:	89,75,48,06,485.24	79,55,23,65,146.49
C. I. Advances in India		
(i) Priority Sector	80,08,86,96,541.79	73,39,43,77,770.93
(ii) Public Sector		
(iii) Banks		
(iv) Others	9,66,61,09,943.45	6,15,79,87,375.56
TOTAL:	89,75,48,06,485.24	79,55,23,65,146.49
II .Advances Outside India		
(i) Due from Banks	0.00	0.00
(ii) Due from others		
(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 C II)	89,75,48,06,485.24	79,55,23,65,146.49



SCHEDULE 10

FIXED ASSETS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. PREMISES		
(i) At Cost as at 31 st March of the preceding year	8,74,46,829.00	8,74,46,829.00
(ii) Additions during the year	4,48,055.00	0.00
(iii) Deductions during the year	0.00	0.00
(iv) Depreciation to date	0.00	0.00
II . Construction Work in Progress	0.00	0.00
III OTHER FIXED ASSETS (Including furniture & fixtures)		
(i) At Cost as at 31 st March of the preceding year	98,69,81,079.10	94,21,83,848.27
(ii) Additions during the year	8,24,63,111.30	4,48,80,284.52
(iii) Deductions during the year	38,027.05	83,053.69
TOTAL :	1,15,73,01,047.35	1,07,44,27,908.10
Less:		
(i) Depreciation up to previous year	67,28,15,040.28	60,69,36,169.73
(ii) Depreciation for the year	6,40,56,190.97	6,58,78,870.55
(iii) Less : Depreciation over the assets sold	0.00	0.00
Total Depreciation	73,68,71,231.25	67,28,15,040.28
NET ASSETS: (I and II)	42,04,29,816.10	40,16,12,867.82



SCHEDULE 11
OTHER ASSETS

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Inter Office Adjustments (net)	2,18,02,854.66	0.00
II. Interest Accrued	3,10,66,54,337.13	3,17,50,68,694.60
III. Tax paid in advance/tax deducted at source	8,54,33,469.84	4,67,92,502.88
IV. Deferred Tax Assets	69,45,779.25	90,66,956.60
V. Stationery and Stamps	2,28,75,822.28	2,22,61,265.88
VI. Suspense A/c	66,16,007.52	10,76,985.84
VII.. Balance in P&L A/c	0.00	0.00
VIII. Others	3,63,76,00,658.40	2,80,03,49,698.76
TOTAL :	6,88,79,28,929.08	6,05,46,16,104.56

SCHEDULE 12
CONTINGENT LIABILITIES

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Claims against the Bank not acknowledged as debts		
a. Staff Matter Liability	22,60,40,490.00	22,24,97,370.00
b. Income Tax Demand	63,84,820.00	15,23,930.00
c. TDS interest & Late fees	14,34,700.00	0.00
d. Consumer Court Case	13,30,000.00	8,08,415.00
II. Liabilities for partly paid investments	0.00	0.00
III. Liabilities on account of outstanding forward exchange contract	0.00	0.00
IV. Guarantee given on behalf of Constituents		
(i) In India	15,19,34,133.00	12,74,60,863.00
(ii) Outside India	0.00	0.00
V. Acceptances, endorsements and other obligations	0.00	0.00
VI. Unclaimed Deposit with RBI	17,07,33,263.80	14,23,20,118.98
VII. Other items for which the Bank is contingently liable	0.00	0.00
TOTAL:	55,78,57,406.80	49,46,10,696.98



SCHEDULE 13

INTEREST EARNED

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Interest/Discount on advances/bills	8,94,74,30,994.19	8,05,19,58,070.69
II. Income on Investments	2,55,97,28,985.08	2,38,56,75,735.37
III. Interest on Balances with Reserve Bank of India and other inter banks funds	80,97,49,394.82	98,95,56,787.99
IV. Other	1,37,64,005.00	0.00
TOTAL:	12,33,06,73,379.09	11,42,71,90,594.05



SCHEDULE 14

OTHER INCOME

Particulars	As on 31.03.2021	As on 31.03.2020
	Current Year	Previous Year
I. Commission ,Exchange and Brokerage	1,07,38,84,832.85	90,51,12,796.94
II. Profit on sale of investments (Net)	3,15,31,249.32	2,68,77,438.36
III. Profit on revaluation of investment	0.00	0.00
IV. Profit/ Loss on sale of land building & other assets	0.00	0.00
V. Profit on exchange transactions (Net)	0.00	0.00
VI. Income earned by way of dividends etc. from subsidiaries and/ or joint ventures abroad/ in India	0.00	0.00
VII. Lease Rental	0.00	0.00
Lease Equalization	0.00	0.00
VIII. Miscellaneous Income	86,86,01,170.00	78,59,38,245.55
TOTAL	1,97,40,17,252.17	1,71,79,28,480.85



SCHEDULE 15

INTEREST EXPENDED

Particulars	As on 31.03.2021 Current Year	As on 31.03.2020 Previous Year
I. Interest on deposits	6,09,85,11,260.23	6,29,96,66,683.32
II. Interest on Reserve Bank of India / Inter-bank borrowings	24,62,35,545.75	33,07,63,974.46
III. Other	0.00	0.00
TOTAL :	6,34,47,46,805.98	6,63,04,30,657.78



SCHEDULE 16

OPERATING EXPENSES

Particulars	As on 31.03.2021	As on 31.03.2020
	Current Year	Previous Year
I. Payments to and provisions for employees		
(A) Salary & Allowances to sponsor bank staff	1,26,19,642.62	1,19,25,200.85
(B) i. Salary & Allowances to Bank staff	4,32,06,54,830.13	4,47,70,24,852.97
ii. Gratuity & Leave Encashment	18,00,00,000.00	27,00,00,000.00
II. Rent, taxes and lighting	18,66,76,098.30	18,14,09,605.78
III. Printing and Stationery	2,72,31,304.14	2,93,79,972.41
IV. Advertisement and Publicity	37,21,948.78	38,41,214.50
V. Depreciation on Bank's property	6,40,56,190.97	6,58,78,870.55
VI. Directors' fees, allowances and expenses	0.00	0.00
VII. Auditors' fees and expenses (including branch auditors)	3,69,07,367.13	3,59,68,215.47
VIII. Law charges	31,70,009.99	23,79,815.10
IX. Postage, Telegram and Telephones	1,29,31,666.98	1,38,97,893.90
X. Repairs and maintenance (Including AMC)	18,68,94,511.97	18,59,74,329.21
XI. Insurance	22,63,61,362.15	16,88,92,367.14
XII. Other Expenditure	65,96,17,094.43	73,79,60,004.89
TOTAL :	5,92,08,42,027.59	6,18,45,32,342.77



SCHEDULE 17:**SIGNIFICANT ACCOUNTING POLICIES****A. Basis of Preparation:**

The Bank's financial statements have been prepared under the historical cost convention, on the accrual basis of accounting on Going Concern basis, unless otherwise stated and conform in all material aspects to Generally Accepted Accounting Principles (GAAP) in India, which comprise applicable statutory provisions, regulatory norms/guidelines prescribed by Reserve Bank of India (RBI), State Bank of India Act, 1955, Banking Regulation Act, 1949, Insurance Regulatory and Development Authority of India (IRDAI), Pension Fund Regulatory and Development Authority (PFRDA), SEBI (Mutual Funds) Regulations, 1996, Companies Act 2013, Accounting Standards issued by Institute of Chartered Accountants of India (ICAI), and the prevalent accounting practices in India. In case of foreign entities, Generally Accepted Accounting Principles as applicable to the foreign entities are followed.

B. Use of Estimates:

The preparation of financial statements requires the management to make estimates and assumptions that are considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses during the reporting period. Management believe that the estimates used in preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. The impact of any revision in these estimates is recognised prospectively from the period of change.

C. Significant Accounting Policies**1. Revenue recognition:**

- 1.1 Income and expenditure are accounted on accrual basis, except otherwise stated.
- 1.2 Interest/Discount income is recognised in the Profit and Loss Account as it accrues except (i) income from Non-Performing Assets (NPAs), comprising of advances, leases and investments, which is recognised upon realisation, as per



the prudential norms prescribed by the RBI/ respective country regulators in the case of foreign offices/entities (hereafter collectively referred to as Regulatory Authorities), (ii) overdue interest on investments and bills discounted.

- 1.3 Profit or Loss on sale of investments is recognised in the Profit and Loss Account. However, profit on sale of investments in the "Held to Maturity" category is appropriated (net of applicable taxes and amount required to be transferred to "Statutory Reserve Account") to "Capital Reserve Account".
- 1.4 Income (other than interest) on investments in "Held to Maturity" (HTM) category acquired at a discount to the face value, is recognised as follows:
- i. on Interest bearing securities, it is recognised only at the time of sale/ redemption.
 - ii. on zero-coupon securities, it is accounted for over the balance tenor of the security on a constant yield basis.
- 1.5 Dividend income is recognized when the right to receive the dividend is established.
- 1.6 Commission on LC/ BG, Deferred Payment Guarantee, Government Business, ATM interchange fee & "Upfront fee on restructured account" are recognised on accrual basis proportionately over the period. All other commission and fee income are recognised on their realisation.
- 1.7 Brokerage, Commission etc. paid/incurred in connection with the issue of Bonds/Deposits are amortized over the tenure of the related Bonds/Deposits and the expenses incurred in connection with the issue are charged upfront.

2. Investments:

The transactions in all securities are recorded on "Settlement Date"

2.1 Classification:

Investments are classified into three categories viz. Held to Maturity (HTM), Available for Sale (AFS) and Held for Trading (HFT) as per RBI Guidelines. For the purpose of disclosure in the Balance Sheet in Schedule 8, (I) 'Investments in India' are classified under six groups (i) Government Securities, (ii) Other Approved Securities, (iii) Shares, (iv) Debentures and



Bonds, (v) Subsidiaries and Associates and (vi) Others and (II) 'Investments outside India' are classified under three categories – (i) Government Securities, (ii) Associates and (iii) Other Investments.

2.2 Basis of classification:

- i. Investments that the Bank intends to hold till maturity are classified as "Held to Maturity (HTM)".
- ii. Investments that are held principally for resale within 90 days from the date of purchase are classified as "Held for Trading (HFT)".
- iii. Investments, which are not classified in the above two categories, are classified as "Available for Sale (AFS)".
- iv. An investment is classified as HTM, HFT or AFS at the time of its purchase and subsequent shifting amongst categories is done in conformity with regulatory guidelines.
- v. Investments in associates are classified as HTM except in respect of those investments which are acquired and held exclusively with a view to its subsequent disposal. These investments are classified as AFS.

2.3 Valuation:

A. Banking Business:

- i. In determining the acquisition cost of an investment:
 - a. Brokerage/commission received on subscriptions is reduced from the cost.
 - b. Brokerage, commission, securities transaction tax, etc. paid in connection with acquisition of investments are expensed upfront and excluded from cost.
 - c. Broken period interest paid / received on debt instruments is treated as interest expense/income and is excluded from cost/sale consideration.
 - d. Cost of investment under AFS and HFT category is determined at the weighted average cost method by the group entities and cost of investments under HTM category is determined on FIFO basis (first in first out) by SBI and weighted average cost method by other group entities.
- ii. Transfer of securities from HFT/AFS category to HTM category is carried



out at the lower of acquisition cost/book value/market value on the date of transfer. The depreciation, if any, on such transfer is fully provided for. However, transfer of securities from HTM category to AFS category is carried out on acquisition price/book value. After transfer, these securities are immediately revalued and resultant depreciation, if any, is provided.

iii. Treasury Bills and Commercial Papers are valued at **carrying cost**.

iv. **Held to Maturity category:** Investments under Held to Maturity category are carried at acquisition cost unless it is more than the face value, in which case the premium is amortised over the period of remaining maturity on constant yield basis. Such amortisation of premium is adjusted against income under the head "interest on investments". A provision is made for diminution, other than temporary, for each investment individually.

v. **Available for Sale and Held for Trading categories:** Investments held under AFS and HFT categories are individually revalued at the market price or fair value determined as per the regulatory guidelines, and only the net depreciation of each group for each category (viz., (i) Government securities (ii) Other Approved Securities (iii) Shares (iv) Debentures & Bonds (v) Subsidiaries and Joint Ventures; and (vi) others) is provided for and net appreciation, is ignored. On provision for depreciation, the book value of the individual security remains unchanged after marking to market.

vi. In case of sale of NPA (financial asset) to Securitisation Company (SC)/ Asset Reconstruction Company (ARC) against issue of Security Receipts (SR), investment in SR is recognised at lower of (i) Net Book Value (NBV) (i.e., book value less provisions held) of the financial asset and (ii) Redemption value of SR. SRs issued by an SC/ARC are valued in accordance with the guidelines applicable to non-SLR instruments. Accordingly, in cases where the SRs issued by the SC/ARC are limited to the actual realisation of the financial assets assigned to the instruments in the concerned scheme, the Net Asset Value, obtained from the SC/ARC, is reckoned for valuation of such investments.

vii. Investments are classified as performing and non-performing, based on the guidelines issued by the RBI in the case of domestic offices/entities



and respective regulators in the case of foreign offices/entities.

Investments of domestic offices become non-performing where:

- a. Interest/instalment (including maturity proceeds) is due and remains unpaid for more than 90 days.
- b. In the case of equity shares, in the event the investment in the shares of any company is valued at Rs. 1 per company on account of the non-availability of the latest Balance Sheet, those equity shares would be reckoned as NPI.
- c. If any credit facility availed by an entity is NPA in the books of the bank, investment in any of the securities issued by the same entity would also be treated as NPI and vice versa.
- d. The above would apply mutatis-mutandis to Preference Shares where the fixed dividend is not paid.
- e. The investments in debentures/bonds, which are deemed to be in the nature of advance, are also subjected to NPI norms as applicable to investments.
- f. In respect of foreign offices/entities, provisions for NPIs are made as per the local regulations or as per the norms of RBI, whichever is more stringent.

viii. Accounting for Repo/Reverse Repo transactions (other than transaction under the Liquidity Adjustment Facility (LAF) with the RBI)

- a. The securities sold and purchased under Repo/ Reverse Repo are accounted as Collateralized lending and borrowing transactions. However securities are transferred as in the case of normal outright sale/purchase transactions and such movement of securities is reflected using the Repo/Reverse Repo Accounts and Contra entries. The above entries are reversed on the date of maturity. Costs and revenues are accounted as interest expenditure/income, as the case may be. Balance in Repo A/c is classified under Schedule 4 (Borrowings) and balance in Reverse Repo A/c is classified under Schedule 7 (Balance with Banks and Money at Call & Short Notice).
- b. Interest expended/earned on Securities purchased/ sold under LAF with RBI is accounted for as expenditure/ revenue.



Market repurchase and reverse repurchase transactions as well as the transactions with RBI under Liquidity Adjustment Facility (LAF) are accounted for as Borrowings and Lending transactions in, accordance with the extant RBI guidelines.

3. Loans /Advances and Provisions thereon:

3.1 Loans and Advances are classified as performing and non-performing, based on the guidelines/directives issued by the RBI. Loan Assets become Non-Performing Assets (NPAs) where:

- i. In respect of term loans, interest and/or instalment of principal remains overdue for a period of more than 90 days;
- ii. In respect of Overdraft or Cash Credit advances, the account remains "out of order", i.e. if the outstanding balance exceeds the sanctioned limit/drawing power continuously for a period of 90 days, or if there are no credits continuously for 90 days as on the date of balance-sheet, or if the credits are not adequate to cover the interest debited during the same period;
- iii. In respect of bills purchased/discounted, the bill remains overdue for a period of more than 90 days;
- iv. In respect of agricultural advances (a) for short duration crops, where the instalment of principal or interest remains overdue for two crop seasons; and (b) for long duration crops, where the principal or interest remains overdue for one crop season.

3.2 NPAs are classified into Sub-Standard, Doubtful and Loss Assets, based on the following criteria stipulated by RBI:

- i. Sub-standard: A loan asset that has remained non-performing for a period less than or equal to 12 months.
- ii. Doubtful: A loan asset that has remained in the sub-standard category for a period of 12 months.
- iii. Loss: A loan asset where loss has been identified but the amount has not been fully written off.

3.3 Provisions are made for NPAs as per the extant guidelines prescribed by



the regulatory authorities, subject to minimum provisions as prescribed below:

S.N.	Classification	Rate of Provision
1.	Substandard Assets: i. A general provision of 10% on the total outstanding; ii. Additional provision of 10% for exposures which are unsecured ab-initio (i.e. where realisable value of security is not more than 10 percent ab-initio); Unsecured Exposure in respect of infrastructure advances where certain safeguards such as escrow accounts are available - 20%.	
2.	Doubtful Assets 1) Secured portion • Up to one year • One to three years • More than three years 2) Unsecured portion	 20.00% 30.00% 100.00% 100.00%
3.	Loss Assets	100.00%

- 3.4 Advances are net of specific loan loss provisions, unrealised interest, ECGC claims received and bills rediscounted.
- 3.5 For restructured/rescheduled assets, provisions are made in accordance with the guidelines issued by the RBI, which require that the difference between the fair value of the loan/advances before and after restructuring is provided for, in addition to provision for the respective loans/advances. The Provision for Diminution in Fair Value (DFV) and interest sacrifice, if any, arising out of the above, is reduced from advances.
- 3.6 In the case of loan accounts classified as NPAs, an account may be reclassified as a performing asset if it conforms to the guidelines prescribed by the regulators.
- 3.7 Amounts recovered against debts written off in earlier years are recognised as revenue in the year of recovery.
- 3.8 In addition to the specific provision on NPAs, general provisions are also made for standard assets as per extant RBI Guidelines. These provisions



are reflected in Schedule 5 of the Balance Sheet under the head "Other Liabilities & Provisions – Others" and are not considered for arriving at the Net NPAs.

3.9 Appropriation of recoveries in NPAs are made in order of priority as under :

- a. Charges, Costs, Commission etc.
- b. Unrealized Interest / Interest
- c. Principal

However, in Compromise and Resolution/ Settlement through National Company Law Tribunal (NCLT) cases, the recoveries are appropriated as per the terms of respective compromise/ resolution/ settlement. In case of suit filed accounts, recovery is appropriated as per directives of respective courts.

4. Floating Provisions:

The Bank may make a policy for creation and utilisation of floating provisions separately for advances, investments and general purposes. The quantum of floating provisions for creation may be assessed at the end of the financial year. The floating provisions may be utilised only for contingencies under extra ordinary circumstances specified in the policy with prior permission of Board of Directors'.

5. Derivatives: As per RBI/NABARD guidelines, Bank does not enter into any derivatives contract.

6. Fixed Assets Depreciation and Amortisation:

- Fixed Assets are carried at cost less accumulated depreciation/ amortisation.
- Cost includes cost of purchase and all expenditure such as site preparation, installation costs and professional fees incurred on the asset before it is put to use. Subsequent expenditure(s) incurred on the assets put to use are capitalised only when it increases the future benefits from such assets or their functioning capability.
- The rates of depreciation and method of charging depreciation in respect of domestic operations are as under:



Sr. No.	Description of Fixed Assets	Method of charging depreciation	Depreciation/ amortization rate
1	Computers	Straight Line Method	33.33% every year
2	Computer Software forming an integral part of the Computer hardware	Straight Line Method	33.33% every year
3	Computer Software which does not form an integral part of Computer hardware and cost of Software Development	Straight Line Method	33.33% every year
4	Automated Teller Machine/ Cash Deposit Machine/Coin Dispenser / Coin Vending Machine	Straight Line Method	20.00% every year
5	Servers	Straight Line Method	25.00% every year
6	Network Equipment	Straight Line Method	20.00% every year
7	Other fixed assets	Straight Line Method	On the basis of estimated useful life of the assets
		Estimated useful life of major group of Fixed Assets are as under: Premises 60 Years Vehicles 5 Years Safe Deposit Lockers 20 Years Furniture & Fixtures 10 Years	

- In respect of assets acquired during the year for domestic operations, depreciation is charged on proportionate basis for the number of days assets have been put to use during the year
- Assets costing less than Rupees 1,000 each are charged off in the year of purchase.
- In respect of leasehold premises, the lease premium, if any, is amortised over the period of lease and the lease rent is charged in the respective year (s).
- In respect of assets given on lease by the Bank on or before 31st March 2001, the value of the assets given on lease is disclosed as Leased Assets under Fixed Assets, and the difference between the annual lease charge



(capital recovery) and the depreciation is taken to Lease Equalisation Account.

- In respect of fixed assets held at foreign offices/entities, depreciation is provided as per the regulations /norms of the respective countries.
- The Bank considers only immovable assets for revaluation. Properties acquired during the last three years are not revalued. Valuation of the revalued assets is done at every three years thereafter.
- The increase in Net Book Value of the asset due to revaluation is credited to the Revaluation Reserve Account without routing through the Profit and Loss Account. Additional Depreciation on the revalued asset is charged to the Profit and Loss Account and appropriated from the Revaluation Reserves to Other Revenue Reserve.
- The Revalued Assets is depreciated over the balance useful life of the asset as assessed at the time of revaluation.

7. Impairment of Assets:

Fixed Assets are reviewed for impairment whenever events or changes in circumstances warrant that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future Net Discounted Cash Flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognised is measured by the amount by which the carrying amount of the asset exceeds the fair value of the asset.

8. **Effect of changes in the foreign exchange rate:** The Bank does not enter in foreign exchange market.

9. Employee Benefits:

- **Short Term Employee Benefits:**

The undiscounted amounts of short-term employee benefits, such as medical benefits which are expected to be paid in exchange for the services rendered by employees, are recognised during the period when the employee renders the service.



- **Long Term Employee Benefits:**

- i. **Defined Benefit Plan**

- a. The Bank operates a Provident Fund scheme. All eligible employees are entitled to receive benefits under the Bank's Provident Fund scheme. The Bank contributes monthly at a determined rate (currently 10% of employee's basic pay plus eligible allowance). These contributions are remitted to a Trust established for this purpose and are charged to Profit and Loss Account. The Bank recognizes such annual contributions as an expense in the year to which it relates. Shortfall, if any, is provided for on the basis of actuarial valuation.
 - b. The Bank operates Gratuity and Pension schemes which are defined benefit plans.
 - i) The Bank provides for gratuity to all eligible employees. The benefit is in the form of lump sum payments to vested employees on retirement, or on death while in employment, or on termination of employment, for an amount equivalent to 15 days basic salary payable for each completed year of service, subject to the cap prescribed by the Statutory Authorities. Vesting occurs upon completion of five years of service. The Bank makes periodic contributions to a fund administered by Trustees based on an independent external actuarial valuation carried out annually.
 - ii) The Bank provides for pension to all eligible employees. The benefit is in the form of monthly payments as per rules to vested employees on retirement or on death while in employment, or on termination of employment. Vesting occurs at different stages as per rules. The Bank makes monthly contribution to the Pension Fund at 10% of salary in terms of Rajasthan Marudhara Gramin Bank Pension Fund Rules. The pension liability is reckoned based on an independent actuarial valuation carried out annually and Bank makes such additional contributions periodically to the Fund as may be required to secure payment of the benefits under the pension regulations.



- iii) The cost of providing defined benefits is determined using the projected unit credit method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains/losses are immediately recognised in the Profit and Loss Account and are not deferred.

ii) Defined Contribution Plan:

The Bank operates a New Pension Scheme (NPS) for all officers/ employees joining the Bank on or after 1st August, 2010, which is a defined contribution plan, such new Joinee not being entitled to become members of the existing Rajasthan Marudhara Gramin Bank Pension Scheme. As per the scheme, the covered employees contribute 10% of their basic pay plus dearness allowance to the scheme together with a matching contribution from the Bank. Pending completion of registration procedures of the employees concerned, these contributions are retained as deposits in the Bank and earn interest at the same rate as that of the current account of Provident Fund balance. The Bank recognizes such annual contributions and interest as an expense in the year to which they relate. Upon receipt of the Permanent Retirement Account Number (PRAN), the consolidated contribution amounts are transferred to the NPS Trust.

10. Taxes on Income

Income tax expense is the aggregate amount of current tax, deferred tax and fringe benefit tax expense incurred by the Group. The current tax expense and deferred tax expense are determined in accordance with the provisions of the Income Tax Act, 1961 and as per Accounting Standard 22 – “Accounting for Taxes on Income” respectively after taking into account taxes paid at the foreign offices/entities, which are based on the tax laws of respective jurisdiction. Deferred Tax adjustments comprises of changes in the deferred tax assets or liabilities during the year. Deferred tax assets and liabilities are recognised by considering the impact of timing differences between taxable income and accounting income for the current year and carry forward losses.

Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. The impact of changes in deferred tax assets and liabilities is recognised in the profit and loss



account. Deferred tax assets are recognised and re-assessed at each reporting date, based upon management's judgement as to whether their realisation is considered as reasonably certain. Deferred Tax Assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future profits.

11. Provisions, Contingent Liabilities and Contingent Assets:

- In conformity with AS 29, "Provisions, Contingent Liabilities and Contingent Assets", issued by the Institute of Chartered Accountants of India, the Group recognises provisions only when it has a present obligation as a result of a past event and would result in a probable outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.
- No provision is recognised for
 - i. any possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the group entities; or
 - ii. any present obligation that arises from past events but is not recognised because
 - a. it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - b. a reliable estimate of the amount of obligation cannot be made.


Such obligations are recorded as Contingent Liabilities. These are assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

- Contingent Assets are not recognised in the financial statements.

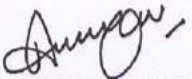


12. Cash and cash equivalents

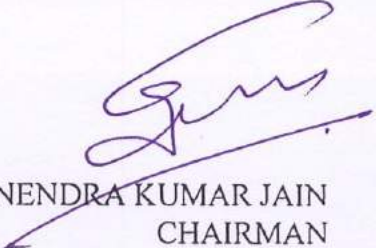
Cash and cash equivalents include Cash and Balances with RBI, Balances with Banks and money at call and short notice.



MAHESH KUMAR OJHA
CHIEF MANAGER,
ACCOUNTS & COMPLIANCE



ANIL SOGANI
GENERAL MANAGER



GYANENDRA KUMAR JAIN
CHAIRMAN

KALYAN KISHORE
DIRECTOR

SRIKANTA TIPATHY
DIRECTOR

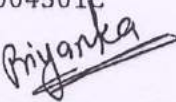
VIDWAN BHAGAT
DIRECTOR

BABLI SH JOSHI
DIRECTOR

SOONDA RAM MEENA
DIRECTOR

SANDEEP SANDOO
DIRECTOR

As per our separate report of even date
For PSD & ASSOCIATES
Chartered Accountants
FRN. 004501C



CA PRIYANKA MURARKA
PARTNER
M.NO. 430629

Place : Jaipur
Date : 17.05.2021

SCHEDULE - 18**NOTES ON ACCOUNTS****1. Capital**

S.N.	Particulars	Current Year	Previous Year
I	CRAR (%)	9.82%	9.70%
ii	CRAR – Tier I Capital (%)	8.57%	8.45%
iii	CRAR – Tier II Capital (%)	1.25%	1.25%
iv	Percentage of the Shareholding of the:		
a	Government of India	50.00%	50.00%
b	State Government	15.00%	15.00%
c	Sponsor Bank (SBI)	35.00%	35.00%

2. Advances

The Bank's Total Advances are Rs. 9229.53 Crore (Previous Year Rs. 8161.41 Crore) out of which Rs.8261.24 Crore (Previous Year Rs.7544.17 Crore) pertains to Priority Sector which constitute 89.51% (Previous Year 92.44% %) of the total advances.

As per RBI guidelines "Priority Sector Advances" should constitute 75% of outstanding of total Advances, to be computed based on the total outstanding as on the corresponding date of the preceding previous year, the bank is allowed to sell its priority sector advance by way of issuance of PSLC/IBPC in excess of the said limit keeping the said guidelines, that has been complied with by the Bank.

The bank used to sale priority sector advances by issuing IBPC/PSLC against excess priority sector advances as per RBI guidelines. During the year the bank sold PSLC of Rs.1916.50 Crore (Previous year Rs.1750.00 Crore) on e-Kuber portal of RBI and booked a premium of Rs.73.40 Crore, having no impact on the Risk Weighted Assets, however during the previous year the bank had sold its priority sector advances through PSLC of Rs.1750.00 Crore and booked a premium Rs.52.33 Crore.

PSLCs (category-wise) sold and purchased during the financial year 2020-21 is as follows:

Amount in Crores

CATEGORY	SOLD	Purchased	Net Sell	Premium Received	Premium Paid	NET Premium
PSLC SFMF	1400.00	50.00	1350.00	30.43	0.88	29.55
PSLC AGRICULTURE	3450.00	-	3450.00	51.63	-	51.63
PSLC GENERAL	300.00	2850.00	-2550.00	3.78	10.00	-6.22
PSLC MICRO	0.00	333.50	-333.50	0.00	1.56	-1.56
TOTAL	5150.00	3233.50	1916.50	85.84	12.44	73.40



In Schedule 9 of Balance Sheet, Advances are shown net of provisions (except for Standard Assets) and also net of INC. Sector wise classification of advances is done by the bank based on data fed in CBS, reprocessed with manual intervention and is not fully system based.

(i) Verification of existence and valuation of securities against the loans and advances made to borrowers has been done by the Management.

(ii) The bank has followed prudential norms formulated by Reserve bank of India applicable for RRB's for classifying the advances into standard, substandard, doubtful and loss assets; however the provision is made higher than the norms prescribed by RBI for RRBs, to achieve better Provision Coverage Ratio.

(iii) The account under 5 years KCC scheme are renewed/enhanced invariably on the same day on which the farmer repays the amount and the DP is also increased on the same day, in compliance to the guidelines issued by SBBJ (Now SBI) vide circular No. AGR-31/14/15 dated 16/12/2014 which is in line with RBI guidelines, and are considered genuine and are done in the ordinary course of the banking.

(iv) In Balance Sheet (Schedule-9) advances are shown net of provisions of sub-standard, Doubtful and Loss assets.

The position of assets classification and provisions made there against is as under

(In Thousands)

Particulars	Standard Assets	Sub Std (SS1)	Sub Std (SS2)	Doubtful (D1)	Doubtful (D2)	Doubtful (D3)	Loss Assets	TOTAL
Gross Advances	87466305	1224054	7361	1419924	1406619	760019	10991	92295273
Provisions made	24472	122077	1472	295865	1352434	757627	10991	2540466
Advances shown in BS	87221581	1101977	5889	1124059	54185	2392	0	89754807

3. Investments

3.1 Value of Investments



(In Lakh)

S.N.	Particulars	Current Year	Previous Year
1. i	<u>Value of Investments:</u>		
ii	Gross value of Investments	379001.10	301109.54
iii	Provision for Depreciation(Non-Performing Non SLR)	2025.00	25.00
	Net Value of Investments (before Mark to Market Provision made in case of investment under AFS category)	376976.10	301084.54
2.	<u>Movement of provisions held towards depreciation on investments (Non Performing Non SLR):</u>		
i	Opening Balance	25.00	25.00
ii	Add : Provisions made during the year	2000.00	00.00
iii	Less: Write off of excess provisions during the year	00.00	00.00
iv	Closing Balance	2025.00	25.00

3.2 Repo transactions

(In Lakh)

Particulars	Minimum outstanding during the year	Maximum outstanding during the year	Daily Average outstanding during the year	As on 31.03.2021
Securities Sold under Repo	--NIL--	--NIL--	--NIL--	--NIL--
Securities Purchased under Repo	--NIL--	--NIL--	--NIL--	--NIL--

3.3 Non-SLR investment portfolio: Issuer composition of Non SLR Investments

(In Lakh)

S.No.	Issuer	Amount	Extent of Private Placement	Extent of Below investment Grade Securities	Extent of Unrated Securities	Extent of Unlisted Securities
(1)	(2)	(3)	(4)	(5)	(6)	(7)



i)	PSUs	4451.96	4451.96	---	---	---
ii)	Financial Institutions	0.00	0.00	----	----	----
iii)	Banks	150.33	150.33	----	----	----
iv)	Private Corporate	2025.00	2025.00	----	----	----
v)	Others (Mutual Fund)	1336.39	1336.39	----	----	----
vi)	Shares	0.00	0.00	----	----	----
vii)	Provision held towards depreciation	(-2025.00)	(-2025.00)	----	----	----
	TOTAL	5938.68	5938.68	----	----	----

The bank has followed the Policy of Amortizing the Premium on 'HTM' category through "Provision for Amortization on Investment". In View of the RBI directives, the amortized amount for the year has been adjusted in "Schedule 13". The book value of the securities has been reduced to that extent and further reduced by accumulated amortization amount. The Bank has amortized Rs. 455.81 Lakh during the year (Previous Year Rs. 411.39 Lakh).

4. Asset Quality

4.1 Non-Performing Assets

(In Lakh)

S.N.	Particulars	Current Year	Previous Year
1	Net NPAs to Net advances (%)	2.53%	3.56%
2	Movement of NPAs (Gross)		
a	Opening Balance	49001.34	51578.42
b	Additions during the year	9751.01	44482.11
c	Reductions during the year	10462.66	47059.19
d	Closing Balance	48289.69	49001.34
3	Movement of Net NPAs		
a	Opening Balance	28277.71	24481.13
b	Additions during the year	8733.71	39545.17



c	Reductions during the year	14287.09	35748.59
d	Closing Balance	22724.33	28277.71
4	Movement of Provisions for NPAs (excluding provisions on standard assets) including floating provision		
a	Opening Balance	20617.04	26883.75
b	Provisions made during the year	5510.01	2100.00
c	Write-off/write back of excess provision	722.38	8366.71
d	Closing Balance	25404.67	20617.04

4.2 Details of Loan Assets subject to Restructuring

(In Lakh)

S.No.	Particulars	Current Year	Previous Year
i	Total amount of loan assets subject to restructuring, rescheduling, renegotiation	1358.07	--NIL--
ii	The amount of Standard assets subject to restructuring, rescheduling, renegotiation	1358.07	--NIL--
iii	The amount of Sub-Standard assets subject to restructuring, rescheduling, renegotiation	0.00	--NIL--
iv	The amount of Doubtful assets subject to restructuring, rescheduling, renegotiation	0.00	--NIL--
	Note [(i) = (ii) + (iii) + (iv)]	1358.07	--NIL--

4.3 Details of financial assets sold to Securitization (SC) / Reconstruction Company (RC) for Assets Reconstruction

(In Lakh)

S.No.	Particulars	Current Year	Previous Year
i)	No. of accounts	--Nil--	--Nil--
ii)	Aggregate value (net of provisions) of accounts transferred in earlier years	--Nil--	--Nil--
iii)	Aggregate consideration	--Nil--	--Nil--



iv)	Additional consideration realized in respect of accounts transferred in earlier years	--Nil--	--Nil--
v)	Aggregate gain/loss over net book value	--Nil--	--Nil--

4.4 Details on Non-Performing Financial Assets Purchased/Sold**A. Details of non-performing financial assets purchased:**

(In Lakh)

S.No.	Particulars	Current Year	Previous Year
1(a)	No. of accounts purchased during the year	--Nil--	--Nil--
(b)	Aggregate outstanding	--Nil--	--Nil--
2(a)	Of these number of accounts restructured during the year	--Nil--	--Nil--
(b)	Aggregate outstanding	--Nil--	--Nil--

B. Details of non performing financial assets sold:

(In Lakh)

S.N.	Particulars	Current Year	Previous Year
1.	No. of accounts sold	--Nil--	--Nil--
2.	Aggregate outstanding	--Nil--	--Nil--
3.	Aggregate consideration received	--Nil--	--Nil--

4.5 Provisions on Standard Assets

(In Lakh)

Items	Current year	Previous year
Provisions towards Standard Assets made during the year	-79	511
Cumulative Provision held as on 31.03.2021 for Standard Assets	2447	2526

5. Business Ratios

S.No.	Particulars	Current Year	Previous Year
i.	Interest income as a percentage to Working Funds	8.36%	8.48%



ii.	Non-Interest income as a percentage to Working Funds	1.34%	1.25%
iii.	Operating profit/PBT as a percentage to Working Funds	0.41%	0.05%
iv.	Returns on Assets (%)	0.30%	0.03%
v.	Business (Deposits plus Advances) per employee (Rs. In Lacs)	951.77	792.54
vi.	Profit per employee (Rs. In Lacs)	1.83	0.18

6. Asset Liability Management – Maturity pattern of certain terms of Assets and Liabilities

(In Lakh)

Particulars	1 to 14 days	15 to 28 days	29 days to 3 months	Over 3 months & up to 6 months	Over 6 months & up to 1 year	Over 1 year & up to 3 year	Over 3 year & up to 5 year	Over 5 year	Total
Deposits	93236.01	18458.82	116940.86	159312.10	245216.66	745684.44	21199.80	7884.49	1407933.18
Advances	19017.44	5214.29	145658.07	130548.46	217214.80	247913.04	14585.33	117396.63	897548.06
Investments	0.00	16797.48	3326.50	21068.85	28702.73	168858.81	135006.17	5240.55	379001.09
Borrowings	0.00	5000.00	0.00	0.00	85085.99	6650.71	3117.93	67.27	99921.90
Balance with other banks	96953.69	10700.00	29243.88	21478.23	40240.41	10000.00	0.10	25.00	208641.31

ALM is prepared by system with manual intervention. Bank is classifying data on certain assumptions as per RBI/NABARD guidelines & on the basis of estimates made by the management. The Bank has adopted “policy” in terms of RBI Guideline for “Asset - Liability management”, the system related improvement is required thereto to remove manual intervention.

7. Exposures:

7.1 Exposures to Real Estate Sector

(In Lakh)

S.No.	Category	Current Year	Previous Year
(a)	Direct Exposure		
(i)	Residential Mortgages Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	96393.39	73817.87
(ii)	Commercial Real Estate	3520.38	949.38



	Lending secured by mortgages on commercial real estate (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.) Exposure would also include non-fund based (NFB) limits;		
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitized exposures	--Nil--	--Nil--
	a. Residential	--Nil--	--Nil--
	b. Commercial Real Estate	--Nil--	--Nil--
(b)	Indirect Exposure		
	Fund-based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	--Nil--	--Nil--

7.2 Exposures to Capital Market

(In Lakh)

	Items	Current Year	Previous Year
1.	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is exclusively invested in corporate debt;	--Nil--	--Nil--
2.	Advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPs), convertible bonds, convertible debentures or units of equity oriented mutual funds;	--Nil--	--Nil--
3.	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	--Nil--	--Nil--
4.	Advance for any other purposes to the extent secured by the collateral security of shares or convertible debentures or units of equity oriented mutual funds i.e., where the primary security other than shares/ convertible bonds/convertible debentures/ units of equity oriented mutual funds does not fully cover the advances.	--Nil--	--Nil--
5.	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market shares	--Nil--	--Nil--
6.	Loans sanctioned to corporate against the security of shares/ bonds/ debentures or others securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	--Nil--	--Nil--



7.	Bridge loans to companies against expected equity flows/ issues;	--Nil--	--Nil--
8.	Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	--Nil--	--Nil--
9.	Financing to stockbrokers for margin trading;	--Nil--	--Nil--
10.	All exposures to venture Capital Funds (both registered and unregistered)	--Nil--	--Nil--
Total Exposure to Capital Market		--Nil--	--Nil--

7.3 Details of Single Borrower (SGL), Group Borrower Limit (GBL) exceeded by the bank:

During the year 2020-2021, the Bank has not exceeded the prudential exposure limits set by RBI to single Borrower/ Group Borrower, except in the following case, which has been approved by the Board:

Sl. No.	Name of the Borrower	Maximum Limit during the year	Exposure (%) as on	Limit/Liability as on 31.03.2021	Exposure (%)
			NIL		

8. Disclosure as per Accounting Standard (AS)

8.1 Accounting Standard-3: Cash Flow Statement

Cash Flow has been prepared as per indirect method as prescribed as per Accounting Standard 3.

8.2 Accounting Standard-5: Net Profit or Loss for the period, prior period items and changes in accounting policies

8.2.1 There are no material prior period items included in Profit & Loss Account required to be disclosed as per AS-5 read with RBI guidelines except those disclosed elsewhere in the notes.

8.3 Accounting Standard-6: Depreciation Accounting

Break-up of total depreciation for each class of assets

(In Lakh)

Class of Assets	2020-21	2019-20
Premises	--Nil--	--Nil--
Other Fixed Assets	640.56	658.79
Total	640.56	658.79



Depreciation has been charged to P&L account as prescribed in point no C(6) of schedule 17. Further amount in the current year has been adjusted to the extent needed to rectify the errors committed in calculation of depreciation during previous years for whatsoever reasons on some of the Assets.

8.4 Accounting Standard-9: Revenue Recognition

8.4.1 Certain items of income are recognised on realisation basis as disclosed at point no. C (1) "Revenue Recognition" of Schedule 17-Significant Accounting Policies in compliance RBI guidelines.

8.5 AS-10 "Accounting for Fixed Assets"

Fixed Assets in the books is disclosed as prescribed in Point No. C(6) of schedule 17.

8.6 Accounting Standard-15: "Employee Benefits"

Provisions for Gratuity, Leave Encashment and Other long term benefits have been made in accordance with the Revised Accounting Standard (AS-15) issued by the ICAI.

The accounting for Post-Employment Benefits is done as per the requirements of AS-15 according to which the Bank is paying fixed contribution into a separate entity (a fund), recognizes the contribution under *Defined Contribution Plans* as an expense. The Bank is having a Trust for Gratuity Fund and amount is lying invested in Group Gratuity Scheme. During the year an amount of Rs. 750.00 lakh (Previous Year Rs.1450.00 Lacs) was contributed to this fund. The Bank is having "Leave Encashment Fund Management Scheme from SBI Life Insurance Company Limited and from LIC of India, and has contributed Rs.1050.00 lakh to this fund during the year (Previous year Rs. 1250.00 lakh). A total of Rs. 300.35 crores have been transferred the liability of Gratuity & Leave Encashment has been valued by an approved actuary as on 31.03.2021. The Actuarial Liability Ascertained, Amount Paid and Debited to P&L in the books up to 31.03.2021 & Payment Deferred and Payable Afterwards as at 31.03.2021 is as under:-

(In Lakh)

Nature of Liability	Actuarial Liability Ascertained As at 31.03.2021	Amount debited to P&L and available with fund manager upto 31.03.2021	Amount Deferred as on 31.03.2021
Gratuity	20232.43	20323.29	0.00
Leave Encashment	9398.06	9712.03	0.00
Pension	*56522.57	57105.53	0.00
Total	86153.06	87140.85	0.00

*Pension liability as on 31.03.2021 is disclosed to the extent of 60% of the total liability as per NABARD instruction.

The rates adopted by the actuary for different valuation is s under:



Sr. No.	Type of liability	Rate of discounting
1.	Leave encashment	7.00%
2.	Gratuity	7.00%
3.	Pension Liability	6.75%

8.7 Accounting Standard-17: Segment Reporting

As per guidelines from RBI the business segments in which the bank operates has been determined as Treasury operations and other Banking operations. Since the bank has no foreign branches, it is considered to operate only in the Domestic segment. No disclosure under geographic segment is therefore made. The position of business segments is summarised as below: (In Lakh)

Particulars	2020-21				2019-20			
	Treasury Operations	Insurance Business	Other Banking Operations	Total	Treasury Operations	Insurance Business	Other Banking Operations	Total
Revenue	34,010	610	1,08,427	1,43,047	34,021	571	96,859	1,31,451
Operating Profit/Loss before provisions	4,848	87	15,456	20,391	855	14	2,434	3,303
Provisions	-	-	14,339	14,339	-	-	2,611	2,611
Operating Profit before tax (PBT)	4,848	87	1,117	6,052	855	14	-175	690
Tax Provisions	1,250	22	281	1,560	331	6	-17	320
Net Profit/Loss after Tax (PAT)	3,598	65	836	4,491	524	9	-71	462
Total Assets	3,84,216	6,887	12,24,913	16,16,016	3,64,338	6,113	10,37,376	14,07,827
Total Outside Liability	3,84,216	6,887	12,24,913	16,16,016	3,64,338	6,113	10,37,376	14,07,827

The costs not identifiable for each segment separately have been allocated proportionately to the respective segments.



8.8 Accounting Standard-18: related party disclosures

As per Para 9 of the Accounting Standard 18 issued by the ICAI on "Related party disclosures" the Bank, being a state-controlled enterprise is not required to make disclosures of related party relationships with other state-controlled enterprises and transactions with such enterprises. However, the Bank has considered the following as related parties for the purpose of disclosure under AS-18 issued by the ICAI:

Particulars of related party account transactions:

Name & Designation	Remuneration paid during the year
Chairman – Sh. Gyanendra Kumar Jain	Salary & Allowances : 23,79,886.95
General Manager – Sh. Anil Sogani	Salary & Allowances : 20,79,570.34
General Manager – Sh. R K Gupta	Salary & Allowances : 21,58,295.72
Chief Vigilance Officer – Sh. D P Avasthi	Salary & Allowances : 18,63,441.08
General Manager – Sh. K N Dwivedi	Salary & Allowances : 18,86,994.40
General Manager – Sh. Shriram Derwal	Salary & Allowances : 19,19,097.54

Directors of the Bank:-

S.No.	Name	Nominee
1	Chairman –Sh. Gyanendra Kumar Jain	State Bank of India (Sponsor Bank)
2	Sh. Kalyan Kishore	State Bank of India (Sponsor Bank)
3	Sh. Srikanta Tripathy	State Bank of India (Sponsor Bank)
4	Sh. Vidwan Bhagat	NABARD
5	Sh. Babli Joshi	Reserve Bank of India
6	Sh. Soonda Ram Meena	Government of Rajasthan
7	Sh. Sandeep Sandoo	Government of Rajasthan
8	Vacant (Since inception)	Government of India



9	Vacant (Since inception)	Government of India
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8.9 Accounting Standard-20: Earning Per Share

AS-20 is not applicable to the banks, as it does not mandate an enterprise, which has neither equity shares nor potential equity shares which are so listed, to calculate and disclose earning per share.

8.10 Accounting Standard-21: Consolidated Financial Statement

The Bank does not have any subsidiary and as such AS 21 is not applicable.

8.11 Accounting Standard-22: Accounting for Taxes on Income

8.11.1 Deferred Tax adjustments comprises of changes in the deferred tax assets or liabilities during the year. Deferred tax assets and liabilities are recognised by considering the impact of timing differences between taxable income and accounting income for the current year, and carry forward losses. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. The impact of changes in deferred tax assets and liabilities is recognised in the profit and loss account. During the year under consideration bank has recognised DTA amounting to Rs. 21.21 lacs.

8.12 Accounting Standard-23: Accounting for Investments in Associates in consolidated Financial Statement

The Bank does not have any subsidiary and as such AS 23 is not applicable.

8.13 Accounting Standard-26: Intangible Assets

The present practice of depreciating software which forms integral part of hardware @33.33% (on SLM basis) and Depreciating Other Software @ 100 % is being followed by the Bank consistently , which is in line with the AS-26 issued by ICAI.

8.14 Accounting Standard-28: Impairment of Assets

In the opinion of Bank's Management, there is no impairment of the Assets during the year.

8.15 Accounting Standard-29: Provisions, Contingent Liability and Contingent Assets

(a). The bank recognizes Provisions, Contingent Liability and Contingent Assets in compliance to AS-29 issued by the ICAI, and in terms of the accounting policy adopted and disclosed by the bank.

(b). In reference to the Honorable Supreme Court decision on the Pension to RRB's employees and GOI notifications on Pension Regulations 2018 in compliance to mentioned decision, the pension liability for Bank has arisen w.e.f 01.04.2018. Accordingly, Bank is required to provide for the pension liability in the books of accounts. Considering the large amount of provision, NABARD vide its letter



No.NB.DoS.Pol.HO/2533/J-1/2019-20 dated 12 December, 2019 has permitted the Bank to amortise pension liability over a period of five years, beginning with the financial year ending 31 March, 2019 subject to minimum of 20% of the pension liability assessed as on March 31 of the year concerned. Accordingly, Bank has to provide for pension liability to the extent of 60% till 31.03.2021. As per actuarial valuation obtained on 08.03.2021, total future pension liability comes to Rs. 857.19 Crores. Till now amount already paid towards pension liability is Rs. 172.73 crore and bank has recovered Rs. 63.25 crores from employees towards their contribution and interest received & accrued up to March 2021 is Rs.24.62 Crore on investments. Considering all these, total liability of the bank comes to Rs. 942.05 Crores. Accordingly, 60 % of Bank's Liability towards Pension Payment is Rs. 565.23 Crores, and bank has provided Rs.571.05 crores by 31.03.2021 as under.

Financial Year	Provision made (amt in crores)
2018-19	122.50
2019-20	225.55
2020-21	223.00
Total	571.05

(c) In lieu of wage revision (11th BPS) due from November 2017, Bank has ascertained amount of rupees 100.70 Crores for the period of November 2017 to March 2021 out of which Rs.12.42 Crore is paid as Adhoc amount in October 2019 and for remaining amount, Bank has made Provision of Rs.88.28 Crores.

8.15.1 Provisions & Contingencies of Profit & Loss Account made during the Year is as under:

(In Lakh)

S.N.	Particulars	Current Year	Previous Year
A	Provisions & Contingencies		
1.	Provision for Standard Assets	-78.88	511.12
2.	Provision towards NPA	5510.01	2100.00
3.	Provision for Frauds	0.00	0.00
4.	Depreciation of Investment	0.00	0.00
5.	Provision of Restructured Account	79.99	0.00
6.	Provision for Wage Revision	8828.00	0.00
	Total of Provisions & Contingencies	14339.12	2611.12



B	Tax provisions		
1.	Provision for taxation	1523.14	319.57
2.	Deferred Tax (Liability)	---	---
	Total Tax Provisions	1523.14	319.57
	Total of A and B	15862.26	2930.69

8.15.2 Movement of other significant provisions has been disclosed at the appropriate places in the Notes forming part of the accounts.

8.16 AS-4 Contingencies and Events occurring after Balance Sheet: There are no events occurring after the Balance Sheet date which needs adjustment in the financial statements. During the quarter ended March'21, there was considerable slowdown in economic activities following the outbreak of COVID-19. Bank has not faced any significant impact of COVID-19 on its financial results and/or its functioning in general during the Financial Year 2020-21. However, impact of COVID-19, if any, will be duly incorporated in future.

8.17 : AS- 2 on Valuation of Inventory, AS -7 on Construction Contract, AS-11 on the effects of Changes in Foreign Exchange Rates, AS-12 on Government Grants, AS- 14 on the accounting for the Amalgamation, AS- 16 on the Borrowing Cost, AS-19 on Leases : The mentioned AS are not applicable to the Bank or there are no reportable transactions required to be reported in accordance with these Accounting Standards.

9. Additional disclosures

9.1 Floating Provisions

(In Lakh)

S.N.	Particulars	Current Year	Previous Year
(a)	Opening Balance in floating provision account	00	500
(b)	The Quantum of floating Provision made in the accounting year	00	00
(c)	Amount of draw down made during the accounting year	00	500
(d)	Closing balance in the floating provision account	00	00

9.2 Provision against Frauds

The detail of Fraud cases are as under:

(In Lakh)

Particulars	Current Year	Previous Year
Fraud amount of earlier years	203.87	205.22
Detected during the Year	28.21	16.23



Less: Recovered in FY	34.42	17.58
Closing Balance	197.66	203.87
Less: Provision Available for Fraud at the start of the year	203.87	205.22
Balance Provision Made/written off During the Year	-6.21	-1.35

10. Disclosure of complaints**10.1 Customer Complaints:**

S.N.	Particulars	Number of Cases
(a)	No. of complaints pending at the beginning of the year	10
(b)	No. of complaints received during the year	908
(c)	No. of complaints redressed during the year	912
(d)	No. of complaints pending at the end of the year	6

10.2 Award passed by the Banking Ombudsman:

S.N.	Particulars	Details
(a)	No. of unimplemented Awards at the beginning of the year	--NIL--
(b)	No. of Awards passed by Banking Ombudsman during the year	--NIL--
(c)	No. of Awards implemented during the year	--NIL--
(d)	No. of unimplemented Awards at the end of the year	--NIL--

11. Concentration of Deposits, Advances, Exposures and NPAs**11.1 Concentration of Deposits:**

(In Crores)

	Current Year	Previous Year
Total Deposits of twenty largest depositors	305.60	327.10
Percentage of Deposits of Twenty largest depositors to total deposits	2.17%	2.62%

11.2 Concentration of Advances:

(In Crores)

	Current Year	Previous Year
Total Advances to twenty largest borrowers	86.32	67.82



Percentage of Advances of Twenty largest Borrowers to total advances	0.94%	0.83%
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11.3 Concentration on NPAs:

(In Crores)

	Current Year	Previous Year
Total Exposure to top four NPA accounts	20.55	1.07
Percentage NPA of top four NPA accounts to total NPA	4.26%	0.22%

11.4 Miscellaneous- Amount of provisions made for Income tax during the year

Particulars	Current Year	Previous Year
Provision for Income Tax (Rs. in Thousands)	152314	31957

11.5 Sector-wise NPAs

(In Crores)

Sl No.	Sector	Current Year			Previous Year		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
A	Priority Sector						
1	Agriculture and allied activities	7135.11	403.11	5.65%	6657.31	451.61	6.78%
2	Advances to industries sector eligible as priority sector lending/Others	1126.13	73.13	6.49%	886.86	34.32	3.87%
3	Services	0.00	0.00	0.00%	0.00	0.00	0.00%
4	Personal loans	0.00	0.00	0.00%	0.00	0.00	0.00%
	Sub-total (A)	8261.24	476.24	5.76%	7544.17	485.93	6.44%
B	Non-Priority Sector						



1	Agriculture and allied activities	0.00	0.00	0.00%	0.00	0.00	0.00%
2	Industry/Others	770.06	5.84	0.76%	518.56	3.17	0.61%
3	Services	0.00	0.00	0.00%	0.00	0.00	0.00%
4	Personal loans	198.23	0.81	0.41%	98.68	0.91	0.92%
	Sub-total (B)	968.29	6.65	0.69%	617.24	4.08	0.66%
	Total (A+B)	9229.53	482.89	5.23%	8161.41	490.01	6.00%

11.6 Transfers to Depositor Education and Awareness Fund (DEAF)

(Rs. In Crores)

Particulars	31.03.2021	31.03.2020
Opening Balance of amounts transferred to DEAF	14.23	11.50
Add: Amounts transferred to DEAF during the year	2.84	2.80
Less: Amounts reimbursed by DEAF towards claims	0.00	0.07
Closing balance of amounts transferred to DEAF	17.07	14.23

12. Provisioning Coverage Ratio (PCR)

Particulars	Current Year	Previous Year
PCR (%)	52.61%	42.07%

13. Draw Down from Reserve

The Bank has not drawn down any amount from Statutory and General Reserve during the current financial year.

14. Disclosure of Penalties imposed by RBI


The Bank has maintained CRR and SLR as per RBI Act 1934 and Banking Regulation Act 1949 and not defaulted during the financial year under report.

15. GST Compliance.

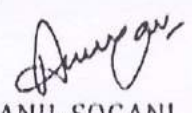
The bank is complying with the GST requirement to the extent possible, payment of GST and filing of GST returns is being done on time. However, the software of the Bank is not updated to comply with GST requirements. Therefore, GST liability is assessed at HO level, based on compilation of information received from various branches and offices of the bank based on manual techniques and calculation.




16. The figures of the previous year have been re-grouped/re-arranged wherever necessary except where information was not available.



MAHESH KUMAR OJHA
CHIEF MANAGER,
ACCOUNTS & COMPLIANCE



ANIL SOGANI
GENERAL MANAGER



GYANENDRA KUMAR JAIN
CHAIRMAN

KALYAN KISHORE
DIRECTOR

SRIKANTA TIPATHY
DIRECTOR

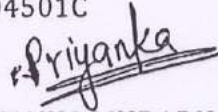
VIDWAN BHAGAT
DIRECTOR

BABLISH JOSHI
DIRECTOR

SOONDA RAM MEENA
DIRECTOR

SANDEEP SANDOO
DIRECTOR

As per our separate report of even date
For PSD & ASSOCIATES
Chartered Accountants
FRN. 004501C



CA PRIYANKA MURARKA
PARTNER
M.NO. 430629

Place : Jaipur
Date : 17.05.2021