

BALANCE SHEET AS ON 30TH SEPTEMBER 2020

(₹ In thousands)

CAPITAL AND LIABILITIES	SCHEDULE	As on 30.09.2020	As on 31.03.2020	As on 30.09.2019
Capital	1	775000	775000	775000
Reserves & Surplus	2	5305281	5047990	5862338
Deposits	3	74449836	76794296	78151534
Borrowings	4	31	60	11
Other Liabilities & Provisions	5	1867806	1786557	2030354
Total		82397954	84403903	86819237
ASSETS				
Cash & Balances With Reserve Bank of India	6	2581357	3294389	3635081
Balances with Banks & Money at call and Short Notice	7	17273950	22861580	26695131
Investments	8	23300899	16762168	15327911
Advances	9	36622067	38289883	38502260
Fixed Assets	10	358184	412825	322303
Other Assets	11	2261497	2783058	2336551
Total		82397954	84403903	86819237
Contingent Liabilities	12	798762	1148539	1113351
Bills for collection		761	2509	1120
Significant Accounting Policies	17			
Notes on Accounts	18			
Schedules referred above form an integral part of Balance Sheet				


Dinesh Pant
 Chairman &
 Chief Executive Officer


Mradul Kumar Agarwal
 Director

Joydeep Dutta Roy
 Director

Binita Shah
 Director

Sanjay Mudaliar
 Director


N.K. Chari
 Director


O.P. Jagarwal
 Chief Operating
 Officer & CFO


Rahul Pradhan
 Associate Vice President


Vivek Sah
 Company Secretary

Place : Nainital

Date : 20.10.2020


DHARAM RAJ & Co.
 as per our report of even date
 Chartered Accountants
 FRN- 014461N


CA Dharam Raj
 Partner, M.N.No.094108




PROFIT & LOSS ACCOUNT FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2020
(₹ In thousands)

	SCHEDULE	Half Year Ended 30.09.2020	Year Ended 31.03.2020	Half Year Ended 30.09.2019
I. INCOME				
Interest Earned	13	3079382	6870203	3415281
Other Income	14	237617	406734	207473
Total		3316999	7276937	3622754
II. EXPENDITURE				
Interest Expended	15	1919156	4530300	2277747
Operating Expenses	16	756050	1624323	693438
Provisions & Contingencies		393485	1802977	420757
Total		3068691	7957600	3391942
III. PROFIT				
Net profit for the year		248308	-680663	230812
Profit available for appropriation		248308	-680663	230812
IV. APPROPRIATIONS				
Statutory Reserve			0	
Revenue & Other Reserves:			0	
i) Investment Reserve Account			0	
ii) General reserve			0	
iii) special reserve			0	
Interim Dividend Paid			0	
Dividend Tax on Interim Dividend Paid			0	
Proposed Dividend			0	
Dividend Tax (including surcharge & edu. cess)			0	
Balance Carried over to Balance Sheet			-680663	
Total			-680663	
Earnings per share (Rs)				
Basic		6.41	-8.78	5.96
Diluted		6.41	-8.78	5.96


Dinesh Pant
Chairman &
Chief Executive Officer



Mradul Kumar Agarwal
Director

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Director

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Director


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as per our report of even date
Chartered Accountants
FRN- 014461N


CA Dharam Raj
Partner M.N.No.094108



(₹ in Thousands)

SCHEDULE 1-CAPITAL

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
Authorised Capital (15,00,00,000 Equity Shares) of Rs. 10/- each (Previous Year 15,00,00,000 Equity Shares of Rs. 10/- each)	1500000	1500000	1500000
Issued, Subscribed, Called up and Paid up capital 775,00,000 Equity Shares of Rs. 10/- each	775000	775000	775000
Total	775000	775000	775000

SCHEDULE 2- RESERVES & SURPLUS

I Statutory Reserve :			
Opening Balance	1668731	1668731	1668731
Addition during the year	0	0	0
Closing Balance	1668731	1668731	1668731
II Capital Reserve :	204750	262931	165804
a) Revaluation Reserve			
Opening Balance	262931	262931	165804
addition/deletion during the year -	-57871	0	0
Depreciation on account of revaluation of premises transferred to Profit & Loss Account	-310	0	0
Closing Balance	204750	262931	165804
B) Others	0	0	0
addition during the year	0	0	0
Closing Balance	0	0	0
III Share Premium :			
Opening Balance	775000	775000	775000
Addition During the Year	0	0	0
Deduction During the Year*	0	0	0
Closing Balance	775000	775000	775000
IV Revenue & Other Reserves			
(i) Investment Fluctuation Reserve :			
Opening Balance	19117	19117	19117
Addition During the Year	50000	0	0
Less: Transferred To General Provision	0	0	0
Closing Balance	69117	19117	19117
(ii) Other Reserve :			
Opening Balance	2076563	2756916	2756916
Addition : Transferred from Profit & Loss Account	0	0	0
Deduction:	0	0	0
Closing Balance	2076563	2756916	2756916
Investment Reserve A/C	16854		
special reserve u/s 36(1) (VIII)	245958	245958	245958
Addition During the Year	0	0	0
Closing Balance	245958	245958	245958
Total(IV)	2408492	3021991	3021991
V Balance in Profit & Loss Account	248308	-680663	230812
Total (I,II,III, IV & V)	5305281	5047990	5862338



(₹ in Thousands)

SCHEDULE 3 -DEPOSITS

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
A I) Demand Deposits			
i)From Banks	31463	30662	22285
ii)From Others	3809150	3639805	3017321
Total	3840613	3670467	3039606
II) Savings Bank Deposits	21923337	21541659	19667714
III) Term Deposits			
i)From Banks	8593909	10539371	11618552
ii)From Others	40091977	41042799	43825662
Total	48685886	51582170	55444214
Total (I, II & III)	74449836	76794296	78151534
B I)Deposits of Branches in India	74449836	76794296	78151534
II)Deposits of Branches outside India		0	
Total (I & II)	74449836	76794296	78151534

SCHEDULE 4 -BORROWINGS

I Borrowings in India			
i)Reserve Bank Of India	0	0	0
ii)Other Banks	31	60	11
iii)Other Institutions and Agencies	0	0	0
II Borrowings outside India	0		0
Total (I & II)	31	60	11
III Secured Borrowings Included in I above	31	60	11

SCHEDULE 5 -OTHER LIABILITIES AND PROVISIONS

I Bills Payable	229580	233678	448754
II Inter Office Adjustments(Net)	0	17628	0
III Interest Accrued	83261	82207	91453
IV Others(Including Provisions)	1554965	1453044	1490147
V Tax Paid in Advance/Tax Deducted at Source	0	0	0
Total(I,II ,III & IV)	1867806	1786557	2030354
NOTE:Subordinated Debts raised in Tier II Capital	Nil	Nil	Nil

SCHEDULE 6 -CASH AND BALANCES WITH RESERVE BANK OF INDIA

(₹ in Thousands)

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
I Cash in hand(Including foreign currency notes nil)	334640	297760	270970
II Balances with Reserve Bank of India			
i)In Current Accounts	2246717	2996629	3364111
ii)In Other Accounts		0	0
Total (I & II)	2581357	3294389	3635081

SCHEDULE 7- BALANCES WITH BANKS & MONEY AT CALL AND SHORT NOTICE

I In India			
i) Balances with Banks			
In Current Accouts	97593	65422	165273
In Other Deposit Accounts	16326357	22096158	25079858
Total	16423950	22161580	25245131
ii)Money at call and short notice			
With banks	200000	500000	1100000
With other institutions	650000	200000	350000
Total	850000	700000	1450000
Total (I & ii)	17273950	22861580	26695131
II Outside India	NIL	NIL	NIL
Total (I & II)	17273950	22861580	26695131

SCHEDULE 8- INVESTMENTS

I Investments in India(Gross)	23321057	16762168	15349232
Less : Provision for Depreciation	20158	0	21321
Net Investments in India	23300899	16762168	15327911
Break up			
i)Government Securities	19181939	14210834	13125017
ii)Other Approved Securities	0	0	0
iii)Shares	0	0	0
iv)Debentures and Bonds	4118960	2551334	2155834
v)Subsidiaries and/or Joint Ventures	0	0	0
vi)Others(units of UTI , other mutual funds, comm.papers)	0	0	47060
Total	23300899	16762168	15327911
II Investments outside India	Nil	Nil	Nil
Total (I & II)	23300899	16762168	15327911



SCHEDULE 9- ADVANCES

(₹ in Thousands)

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
A i) Bills Purchased and Discounted	3795	28303	14378
ii) Cash Credit , Overdrafts , Loans repayable on demand	21328122	23721469	24521835
iii) Term Loans	15290150	14540111	13966047
Total	36622067	38289883	38502260
B i) Secured by Tangible Assets	35487820	37229243	37908971
ii) Covered by Bank/ Govt. Guarantees	160	10	10
iii) Unsecured	1134087	1060630	693279
Total	36622067	38289883	38502260
C I) Advances in India			
i) Priority Sector	20960945	20196754	19255094
Net Priority Sector	20960945	20196754	19255094
ii) Public Sector	3402	496264	914852
iii) Banks	214025	300097	101917
iv) Others	15443695	17296768	18230397
Add: IBPC participation with BOB	0	0	0
Net Others	15443695	17296768	18230397
II) Advances outside India	0	0	0
Total	36622067	38289883	38502260

SCHEDULE 10- FIXED ASSETS

I Premises			
At cost/revalued amount as on 31st March of the preceeding year	346897	249770	249770
Addition during the quarter	12868	97127	0
Deduction during the quarter	70739	0	0
Depreciation to date (including incremental depreciation due to revaluation)	27051	25190	24980
Closing Block I	261975	321707	224790
II Other Fixed Assets (including Furniture & Fixtures)			
At cost as on 31st March of the preceeding year	537883	517315	517315
Addition during the Quarter	17665	20968	10105
Deductions during the Quarter	60	400	371
Depreciation to date	459279	446764	429536
Closing Block II	96209	91118	97513
Total	358184	412825	322303

SCHEDULE 11- OTHER ASSETS

I Inter Office Adjustment (Net)	19367	0	38481
II Interest Accrued	876026	1329247	1312726
III Tax Paid in advance/tax deducted at source (net of provisions)	39851	170629	102166
IV Stamps	37	35	41
V Others	1326216	1283147	883137
Total (I,II,III, IV & V)	2261497	2783058	2336551





NAINITAL BANK
THE NAINITAL BANK LTD.

THE NAINITAL BANK LTD
Head Office :Nainital Bank House
Seven Oaks,Mallital
Nainital 263001 (Uttarakhand)

SCHEDULE 12- CONTINGENT LIABILITIES

(₹ in Thousands)

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
I Claims against the Bank not acknowledged as Debts	4754	4754	4754
II Liability against frauds	0	0	0
III Guarantees given on behalf of constituents	561017	854115	795725
IV Acceptances,Endorsements and Other Obligations	23166	99140	142253
V Others	209825	190530	170619
Total (I,II,III & IV)	798762	1148539	1113351

SCHEDULE 13- INTEREST EARNED

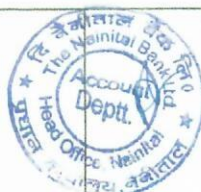
I Interest/Discount on Advances/Bills	1649280	3341484	1630788
II Income on Investments (Net) (less amount amortised during the year)	709473	1180793	605719
III Interest on Balances with Reserve Bank Of India and other Inter Bank Placements	580446	2104967	1084568
IV Others	140183	242959	94206
Total (I,II,III & IV)	3079382	6870203	3415281

SCHEDULE 14- OTHER INCOME

I Commission,Exchange & Brokerage	13452	30695	16575
II Profit / Loss on sale of investments	75459	142329	62249
III Interest on Income Tax Refund	5151	516	97
IV Miscellaneous Income	136843	217540	121,101
V Third party commission	6712	15654	7451
Total (I,II,III & IV)	237617	406734	207473

SCHEDULE 15-INTEREST EXPENDED

I Interest on Deposits	1919156	4520284	2277747
II Interest on RBI / Inter Bank Borrowings	0	10016	0
III Others	0	0	0
Total (I, II, & III)	1919156	4530300	2277747



SCHEDULE 16- OPERATING EXPENSES

(₹ in Thousands)

	As on 30/09/2020	As on 31/03/2020	As on 30/09/2019
I Payments to and Provisions for Employees	481997	1049289	430120
II Rent,Taxes and Lighting	75466	140828	69129
III Printing and Stationery	2323	6855	3808
IV Advertisement and Publicity	1218	5598	1751
V Depreciation on Bank's Property Less:Depreciation adjusted from Capital reserve on account of revaluation of premises	14376	31993	14554
VI Director's Fees Allowances and Expenses	324	757	323
VII Auditor's Fees & Expenses (including Branch Auditor's fee & expenses)	-978	3701	436
VIII Law Charges	5357	12446	4730
IX Postage,Telegrams,Telephones etc	4590	8024	3644
X Repairs and Maintenance	9273	12716	7938
XI Insurance	42378	66791	32437
XII Other Expenditure	119726	285325	124568
Total (I TO XII)	756050	1624323	693438



THE NAINITAL BANK LIMITED
(Regd. Office: G.B. Pant Road, Nainital)

SCHEDULE 17 – SIGNIFICANT ACCOUNTING POLICIES FOR THE PERIOD ENDED 30th September, 2020

1. BASIS OF PREPARATION:

The financial statements have been prepared under the historical cost convention unless otherwise stated. They conform to Generally Accepted Accounting Principles (GAAP) in India, which comprises statutory provisions, regulatory/ Reserve Bank of India (RBI) guidelines, Accounting Standards/ guidance notes issued by the Institute of Chartered Accountants of India (ICAI) and the practices prevalent in the banking industry in India.

2. USE OF ESTIMATES:

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as of date of the financial statements and the reported income and expenses for the reporting period. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Any revision to the accounting estimates is recognised prospectively in the current and future periods unless otherwise stated.

3. INVESTMENTS :

The Bank is following uniform methodology of accounting for investments on settlement date basis. Classification and valuation of the Bank's investments are carried out in accordance with RBI Circular DBR. No. BP. BC.6/21.04.141/2015-16 dated July 1, 2015.

In accordance with Reserve Bank of India guidelines, Investments portfolio of the bank is classified into the under mentioned categories and the valuation norms, as prescribed by RBI have been applied to each category:

3.1.1 Held to Maturity

3.1.2 Available for Sale, and

3.1.3 Held for Trading

Valuation

- 3.2 Investment under "Held to Maturity" are valued at cost of acquisition unless it is more than the face value in which case premium is amortized over the remaining maturity period of the security.
- 3.3 Investment held under "Available for Sale" & "Held for Trading" category are marked to market and valued at cost or market value whichever is lower. Individual scrips are valued and depreciation / appreciation is aggregated category wise as per the classification in Balance Sheet. Net depreciation is provided for and net appreciation, if any, is ignored.
- 3.4 The net provisions arising on account of depreciation in "Available for Sale" & "Held for Trading" is charged to Profit & Loss Account and an equivalent amount or the balance available in the "Investment Reserve Account", whichever is less, is transferred from the "Investment Reserve Account" to the "Profit & Loss Appropriation Account".
- 3.5 In case of excess net provision in "Available for Sale" & "Held for Trading", the same is credited to Profit & Loss Account and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserve as applicable to such excess provisions) is appropriated to the Investment Reserve Account.
- 3.6 Profit/ Loss on sale of investments are recognized in the Profit and Loss Account based on the weighted average cost of the related investments/ book value thereof.



3.7 In respect of non-performing securities (where interest / principal is in arrear) income is not recognized, and appropriate provision is made for depreciation in value of securities.

3.8 Cost of acquisition of investments excludes commission, brokerage, stamp duty, incentive etc.

3.9 For the purpose of valuation of Investments in "Available for Sale" & "Held for Trading" category, the rates declared by Primary Dealers Association of India (PDAI) / Fixed Income Money Market and Derivatives Association (FIMMDA) and quotes of Stock Exchange has been considered.

3.10 Investments for which such rates/quotes are not available are valued as per norms laid down by Reserve Bank of India, which are as under:

3.11 Equity Shares are valued as per latest Balance Sheet of the company (not more than 12 months), if available, otherwise are valued at Re. 1/- per company.

3.11.1 Investments in Mutual Funds Units are valued as per Stock Exchange quotation, Investment in non-quoted Mutual Fund Units are valued on the basis of the latest repurchase price declared by the Mutual Fund in respect of each particular Scheme. In case of funds with a lock-in period, where repurchase price/ market quote is not available, Units are valued at NAV. If NAV is not available, then the same are valued at cost, till the end of the lock-in period. Whenever the re-purchase price is not available, the Units are valued at the NAV of the respective scheme.

3.11.2 Zero coupon bonds are valued at carrying cost i.e. acquisition cost plus discount accrued at the rate prevailing at the time of acquisition. These bonds are marked to market with reference to market value.

3.12 Investment fluctuation reserve

To ensure building up of adequate reserves and protect against increase in yields, RBI through circular number RBI/2017-18/147 DBR.No.BP. BC.102/21.04.048/2017- 18 dated April 2, 2018, advised all banks to create an IFR with effect from the FY 2018-19.

Transfer to IFR will be lower of the following (i) net profit on sale of investments during the year or (ii) net profit for the year less mandatory appropriations, until the amount of IFR is at least 2% of the HFT and AFS portfolio, on a continuing basis.

4. ADVANCES AND PROVISIONS THEREON:

Advances in India are classified as Standard, Substandard, Doubtful or Loss assets and provision for advances are made as per the Prudential Norms of the RBI.

Advances are shown net of Interest Suspense, amount received and held in Suit filed Sundry Deposits, Margin held in form of FDR (in case of doubtful/loss accounts), Provisions have been made for Non Performing Advances in accordance with the prudential norms prescribed by Reserve Bank of India from time to time and Subsidy Reserve Fund (on Non-performing advances)

5. FIXED ASSETS:

Owned premises and other fixed Assets are stated at their historical cost (except revaluation, which is carried out periodically).

The cost of fixed assets comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Subsequent expenditure incurred on assets put to use is capitalised only when it increases the future benefit / functioning capability from / of such assets. Profit on sale of immovable properties are being formed part of profit and loss account of the Bank.

Revaluation of Fixed Assets



Premises are revalued periodically by an independent valuer to reflect current market valuation. Appreciation, if any, on revaluation is credited to Revaluation Reserve under Capital Reserves. Additional Depreciation on the revalued asset is charged to the Profit and Loss Account and appropriated from the Revaluation Reserves to Other Revenue Reserve.

6. EMPLOYEE BENEFITS

6.1 PROVIDENT FUND

Provident fund is a statutory obligation as per The Nainital Bank Limited PF Rules, the Bank pays fixed contribution at pre-determined rates. The obligation of the Bank is limited to such fixed contribution. The contributions are charged to Profit and Loss Account. The fund is managed by The Nainital Bank Limited Provident Fund Trust.

6.2 GRATUITY

Gratuity liability is a statutory obligation being higher of gratuity payment as per The Nainital Bank Limited Gratuity Fund Rules and Regulations and Payment of Gratuity Act 1972. This is provided for on the basis of an actuarial valuation. +

6.3 PENSION

Pension liability is a defined benefit obligation under The Nainital Bank Ltd (Employees) Pension Regulations 1995, and is provided for on the basis of actuarial valuation, for the employees who have joined Bank up to 31.03.2010 and opted for pension. The pension liability is funded by The Nainital Bank Limited (Employees) Pension Fund Trust.

New Pension Scheme which is applicable to employees enrolled under the scheme is a defined contribution scheme, Bank pays fixed contribution at pre-determined rate and the obligation of the Bank is limited to such fixed contribution. The contribution is charged to Profit and Loss Account.

7. REVENUE RECOGNITION

7.1 Income is recognized on accrual basis. In view of uncertainty of realization in case of Non Performing Advances and Investments, such income is accounted for only on realization in terms of the RBI guidelines.

7.2 Income from Commission (including bank guarantee), Exchange & Brokerage, Fees, Locker Rent and Interest on Overdue Bills is taken on receipt basis.

8. DEPRECIATION:

8.1 The depreciation has been charged on the basis of useful life of asset as prescribed in 'Schedule II' of the Companies Act, 2013 (as per WDV Method) after taking residual value @ 5% of the cost of the respective assets. However for intangible assets the same shall be charged as per applicable Accounting Standard.

In accordance with the revision in the AS-10, Depreciation on revalued portion of Property, Plant and Equipment, has been provided by charging to Statement of Profit & Loss Account instead of adjusting from Revaluation Reserve.

For the quarter ended September 30, 2020, applicable provisioning has been done in banks' Profit Loss account.

8.2 Depreciation is charged, for full year in the year of purchase and no depreciation is provided/ charged in the year of sale/disposal/deletion.



8.3 Depreciation on Computers and Software forming an integral part of Computer Hardware, is provided on Straight Line Method at the rate of 33.33% p.a., as per the guidelines of RBI. Computer software not forming part of an integral part of hardware is charged directly to Profit and Loss Account.

8.4 Bank capitalizes the GST amount paid on all fixed assets purchased and therefore no input credit has been taken in respect of the fixed assets purchased during the year.

9. **TAXES ON INCOME:**

In compliance with Accounting Standard-22 on Accounting for Taxes on Income issued by The Institute of Chartered Accountants of India, accounting for Income tax is made after considering the effect of Deferred Tax assets/ liabilities. Deferred tax is recognised subject to consideration of prudence in respect of items of income and expenses those arise at one point of time and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which the timing differences are expected to be reversed.

10. **EARNINGS PER SHARE**

The bank reports basic and diluted earnings per equity share in accordance with the AS 20 (Earnings Per Share) issued by the ICAI. Basic earnings per equity share has been computed by dividing net income by the weighted average number of equity shares outstanding for the period. Diluted earnings per equity share has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the period.

11. **PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

As per AS 29 (Provisions, Contingent Liabilities and Contingent Assets) issued by the ICAI, the Bank recognises provisions only when it has a present obligation as a result of a past event, it is probable that an 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. Contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefit is remote. Contingent Assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised.

12. **SEGMENT REPORTING**

The Bank recognizes the Business Segment as the Primary reporting segment and Geographical segment as the Secondary reporting segment in accordance with the RBI guidelines and in compliance with the Accounting Standard 17 issued by ICAI.

13. **CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include cash in hand, balances with the Reserve Bank of India, balances with other banks and money at call and short notice.



THE NAINITAL BANK LIMITED
Regd. Office: G.B. Pant Road, Nainital

SCHEDULE 18: NOTES ON ACCOUNTS FOR THE PERIOD ENDED SEPTEMBER 30, 2020

1. Capital:

(Rs. in crore)

Items	30.09.2020	30.09.2019
BASEL II		
i. CRAR (%)	12.96	14.03
ii. CRAR - Tier I capital (%)	12.12	13.41
iii. CRAR - Tier II Capital (%)	0.85	0.62
iv. Percentage of the shareholding of the Government of India in nationalized banks		NA
v. Percentage of Share holding of Bank of Baroda	98.57% NIL	98.57% NIL
vi. Amount of subordinated debt raised as Tier-II capital		
BASEL III		
i. CRAR (%)	12.61	13.77
ii. CRAR - Tier I capital (%)	11.98	13.32
iii. CRAR - Tier II Capital (%)	0.63	0.45
TOTAL CAPITAL RATIO(CRAR)	12.61	13.77

2. Investments:

(Rs. in crore)

	Items	As on 30.09.2020	As on 30.09.2019
(i)	Value of investments	2332.11	1534.92
(i)	Gross value of investments	2332.11	1534.92
(a)	In India	2332.11	1534.92
(b)	Outside India	0.00	0.00
(ii)	Provision for depreciation	2.02	2.13
(a)	In India	2.02	2.13
(b)	Outside India	0.00	0.0
(iii)	Net value of investments	2330.09	1532.79
(a)	In India	2330.09	1532.79
(b)	Outside India	0.00	0.0
(ii)	Movement of provisions held towards depreciation on investments		
(i)	Opening Balance	0.00	6.91
(ii)	Add: Provisions made during the year	2.02	0.0
(iii)	Less: Write off/Write back of excess provisions during the year	0	4.78
(iv)	Closing Balance	2.02	2.13



In accordance with RBI instructions regarding overexposure in Interbank Placement as per RBI Large Exposure Framework Guidelines, the bank has accorded the permission to hold the non-callable deposits, where bank is having Overexposure in Interbank placement, till the respective date of maturity, but not later than March 23, 2021.

3. Repo Transactions

The details of securities sold and purchased under repos and reverse repos during the year ending September 30, 2020: **NIL**

4.1 Investment Reserve Account (IRA)

In compliance with RBI directives, bank has created an Investment Reserve Account (IRA) via schedule 5 b for Rs 1.68 crore which will be appropriated on 31.03.2021, as per Mark to Market losses of trading portfolio.

4.2 Investment Fluctuation Reserve (IFR) – movement chart in IFR:

	Investment Fluctuation Reserve	Amount in Crs
1.	Opening Balance on 01-04-2020	1.91
2.	Added during the half year ended 30.09.2020	5.00
3.	Closing balance as on 30.09.2020	6.91

The entries of IFR via schedule 5b will be appropriated on 31.03.2021, as per outstanding trading portfolio.

4.3 Details of Transfer of Securities from HTM portfolio to AFS in excess of 5%: **NIL**

5. Non-SLR Investment Portfolio:

a) Issuer composition of Non SLR investments as on 30.09.2020-

(Rs in crores)

S. No.	Issuer	Amount	Private Placement	'Below investment Grade' securities	Unrated	Unlisted
(i)	PSU	100.01	100.01	0.00	0.00	0.00
(ii)	Financial Institutions	50.42	50.42	0.00	0.00	0.00
(iii)	Banks	94.79	94.79	0.00	0.00	0.00
(iv)	Private Corporate	70.34	70.34	0.00	0.00	0.00
(v)	Subsidiaries/Joint Ventures	0.00	0.00	0.00	0.00	0.00
(vi)	Others	96.33*	68.96	0.00	0.00	0.00
(vii)	Provisions held for depreciation	0.00	0.00	0.00	0.00	0.00
	Total	411.89	384.52	0.00	0.00	0.00

* Out of Rs.96.33 invested, Rs.27.37 is placed through Public Issue.

b) Non performing Non-SLR investments : **NIL**

6. SLR Investment



S.no	SLR Investment Portfolio as on 30.9.2020	Amount (in crores)
1.	Available for Sale	
a	Central Government	9.96
b	State Govt.	489.50
c	T-bill	306.60
d	Other Approval	0.00
	Sub Total	806.07
2.	Held to Maturity	
a	Central Government	349.18
b	State Government	764.96
c	Other Approved	0.00
	Sub Total	1114.14
	Total Investment	1920.21

7. Asset Quality

7.1 Non-Performing Asset –

Items		HY ENDED 30.09.2020	FY ENDED 31.03.2020	HY ENDED 30.09.2019
(i)	Net NPAs to Net Advances (%)	4.45%	4.89	6.94%
(ii)	Movement of NPAs (Gross)			
a.	Opening balance(April 1 st)	536.03	388.22	388.22
b.	Additions during the year	21.26	181.68	120.77
c.	Reductions during the year	25.82	33.87	29.28
d.	Closing balance	531.47	536.03	479.71
(iii)	Movement of Net NPAs			
a.	Opening balance(April 1 st)	184.14	199.52	199.52
b.	Additions during the year	0	--	63.25
c.	Reductions during the year	23.81	15.38	-
d.	Closing balance	160.33	184.14	262.77
(iv)	Movement of provisions for NPAs			
	(excluding provisions on standard assets)			
a.	Opening balance(April 1 st)	274.70**	114.98**	114.98**
b.	Provisions made during the year	20.23	160.18**	25.92
c.	Write-off/ write-back of excess provisions	0.09	0.46	0.29
d.	Closing balance	294.84	274.70	140.61

**Amount is net of floating provision



7.2 Floating Provision

RBI vide Circular No. DBR.No.BP.BC.79/21.04.048/2014-15 dated March 30, 2015 on 'Utilization of Floating Provisions/ Counter Cyclical Provisioning Buffer' has allowed the banks, to utilize up to 50 per cent of Floating Provisions CCPB held by them as on December 31, 2014, for making specific provisions for Non-Performing Assets (NPAs) as per the policy approved by the Bank's Board of Directors. During the year, Bank has not utilized such amount for making specific provision for NPAs.

(Rs in Crore)				
S.no	Particulars	30.09.2020	31.03.2020	30.09.2019
1.	Opening balance in the floating provisions account	62.85	62.85	59.72
2.	Addition during the accounting period	0	0	3.13
3.	Amount of draw down made during the accounting period	0	0	0
4.	Closing balance in the floating provisions account	62.85	62.85	62.85

7.3 Divergence in Asset Classification:

As per RBI circular No. DBR.BP.BC.No.32/21.04.018/2018-19 dated April 1, 2019, in case the additional provisioning for NPAs assessed by RBI exceeds 10% of the reported profit before provisions and contingencies and/or additional Gross NPAs identified by RBI exceeds 15% of published incremental Gross NPAs for the reference period then banks are required to disclose divergences from prudential norms on income recognition, asset classification and provisioning. In view of the above, there no such divergences during the period ended September 2020.

7.4. Movement of Prudential Write Offs :

(Rs. In Crores)			
Particulars	For the half year ended 30 th September 2020	For the year ended 31 st March 2020	For the half year ended 30 th September 2019
Opening balance of Technical /Prudential Write Off	18.85	18.85	19.05
Add : Technical /Prudential Write Off during the period	0.00	0.02	0.00
Sub Total (A)	18.85	18.87	19.05
Less: Recoveries made from previously Technical /Prudential Write Off accounts during the period (B)	0.22	0.02	0.20



Closing Balance (A-B)	18.63	18.85	18.85
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7.5 Concentration of NPAs* as on 30.09.2020

(Rs.in crores)

Total Exposure to top four NPA accounts	30.09.2020	30.09.2019
	230.28	230.64

7.6 Sector-wise NPAs*

Sl. No	Sector	Percentage of NPAs to total Advances in that sector (including both Priority & Non Priority)	
		30.09.2020	30.09.2019
1.	Agriculture & Allied Activities	15.23	15.32
2.	Industry (Micro & Small, Medium and Large)	45.02	33.56
3.	Services	7.35	6.46
4.	Personal Loans	2.18	1.91

7.8 Provisions on Standard Asset

(Rs. in crore)

Item	30.09.2020	30.09.2019
Provisions towards Standard Assets	16.73	19.26
Provision for Covid Relief Accounts	4.13	0
Total Provision for Standard Accounts	20.86	19.26

7.9 Concentration of Advances

(Rs. in Crore)

Total Advances to twenty largest borrowers	30.09.2020	30.09.2019
	718.10	974.91
Percentage of advances to twenty largest borrowers to Total Advances of the bank	19.61	24.34

7.10 Concentration of Exposures

(Rs. in Crore)

Total Exposures to twenty largest borrowers/ customers	30.09.2020	30.09.2019
	887.47	1008.07
Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the bank on borrowers / customers	24.23	21.50

7.11. Concentration of Deposits

(Rs. in Crore)

	30.09.2020	30.09.2019
--	------------	------------



Total Deposits from twenty largest Depositors	1215.76	2055.66
Percentage of Deposits from twenty largest customers to Total deposits of the bank	16.33%	26.30%

8.Accounting for Taxes on Income (Accounting Standard 22)

a)Current Tax

In accordance with the applicable provisions of Income Tax Act 1961, the bank has made a provision for income tax as tabulated below: (Rs. in Crore)

Item	30.09.2020	30.09.2019
Provision for Income Tax	11.50	15.65

b)Deferred Tax

During the half year ended September 2020, Rs.1.45 Crore has been credited to Profit and Loss Account (March 31, 2020 : Rs.2.59 Crores) on account of deferred tax. The Bank has a net DTA of Rs 1.76 Crores (March 31, 2020: net DTA of Rs 0.31 Crores, DTL reversed Rs. 2.27). The major components of DTA and DTL are given below:

Items	30.09.2020 (Rs. in crores)	
	Total Deferred Tax Assets	Total Deferred Tax Liability
Difference between WDV as per book (Without Revaluation Reserve) and depreciation under Income Tax Act	1.84	-
Provision For Employee Benefits	6.36	-
Reserve created u/s 36(i)(viii)	-	6.44
Total	8.20	6.44
Total Deferred Tax Asset as 30.09.2020	1.76	-

Government of India has inserted section 115BAA in the Income Tax Act 1961 ("Act") vide the Taxation Laws (Amendment) Ordinance 2019 dated September 20, 2019, which provides a non-reversible option to domestic companies to pay corporate tax at reduced rate effective from April 01, 2019 subject to certain conditions. The bank has assessed the applicability of the Act and opted to continue the existing tax rate for the year ended March 31, 2020.

9.1Details of Loan Assets subjected to restructuring (30.09.2019): NIL

9.2Details of Loan Assets subjected to restructuring (30.09.2020): NIL

9.3 Details of financial assets sold to Securitisation / Reconstruction Company for Asset Reconstruction : NIL



10. Business Ratio

Item	30.09.2020	30.09.2019
i. Interest Income as a percentage to Working Funds	3.71%	8.08%
ii. Non-interest income as a percentage to Working Funds	0.29%	0.49%
iii. Operating Profit as a percentage to Working Funds	0.77%	-1.54%
iv. Return on Assets	0.60%	-0.55%
v. Business (Deposits plus Advances excluding Bank deposits) per employee (Rs. in crore)	12.46	12.12
vi. Profit per employee (Rs. in crore)	0.03	0.06

11 Lending to Sensitive Sector**11.1 Exposure to Real Estate Sector****(Rs. in crore)**

Category	30.09.2020	30.09.2019
<i>a) Direct exposure</i>		
(i) Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented; (Individual housing loans classified as Priority Sector as per RBI guidelines may be shown separately)	635.56 (304.68)	513.36 (242.96)
(ii) Commercial Real Estate – Lending secured by mortgages on commercial real estates (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;	81.86	238.11
(iii) Investments in Mortgage Backed Securities (MBS) and other securitised exposures –	-	-
a. Residential,		
b. Commercial Real Estate.		
<i>b) Indirect Exposure</i> Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)		
Total Exposure to Real Estate Sector	717.42	751.47

****Exposure to Commercial Real Estate includes*****include staff housing loans.**

-Funded Exposure: Rs.76.42 Crore

-Non Funded Exposure: Rs.5.44 Crore

11.2 Risk Category wise Country Exposure: NIL**11.3 Exposure to Capital Market: NIL****11.4 Details of Single Borrower Limit (SBL), Group Borrower Limit (GBL) exceeded by the bank.**

Borrower Name	Single Borrower Limit	Total Limit Sanctioned	Remark
Adani Infrastructure Management services Ltd	Rs.113.19 Crore	Rs.114.04 Crore	As per directions from RBI the bank has taken approval from Board and at present the limit stands closed.

*As on 30.09.2020, bank has not breached its prudential limits in regard to SBL & GBL.

12. Miscellaneous

12.1 Disclosure of Penalties imposed by RBI during the half year ended 30.09.2020- NIL

12.2 Related Party disclosures (Accounting Standard 18):

(Rs. in crore)

Items/Related Party	Parent (as per ownership or control)	Parent's Subsidiaries	Associates/ Joint ventures	Key Management Personnel	Relatives of Key Management Personnel	Total
Borrowings At the year end Maximum O/s	0.00					0.00
Deposit	-	-	-	-	-	-
Placement of deposits Current A/c At the year end	7.99 (11.99)					7.99 (11.99)
Fixed Deposit At year end Maximum O/S	0.00 (0.00)					0.00 (0.00)
Deposit received : Current a/c at the year end	0.00					0.00
Fixed Deposit at the year end Maximum. O/s	0.00	344.22				344.22
Advances IBPC Issued IBPC Participate	0.00					0.00
Investments At year end Maximum O/S	0.00 0.00					- -
Non-funded commitments	9.63 (14.88)					9.63 (14.88)



At the year end Maximum O/S	9.99 (16.18)					9.99 (16.18)
Non funded Commitments issued at the year end Maximum O/S	0.00 (1.57)					0.00 (1.57)
Leasing/HP arrangements availed	-					-
Leasing/HP arrangements provided	-					-
Purchase of fixed assets Purchase of Mutual Fund Unit	-		0.00			0.00
Sale of fixed assets Sale of Mutual Fund Unit			0.00			0.00
Interest paid Commission paid Commission received Dividend income Profit on sale Of Units Interest Paid (IBPC)	- 0.005 - - -					- 0.005 - - -
Interest received Interest Received (IBPC)	0.00					0.00
Rendering of services	-					-
Receiving of	-					-



services						
Management	-			0.19		0.19

Note:- Figures in brackets indicate previous year figures. Balances are subject to confirmation.

*Managerial Remuneration to CEO & COO

12.3 Names of the related parties and their relationship with the Bank:

(i)	Parent	:	Bank of Baroda (Major Shareholder)
(ii)	Key Management Personnel	(I)	Shri Dinesh Pant (Chairman & CEO)
		(II)	Shri O.P.Jagarwal (Chief Operating Officer & Chief Financial Officer)
		(III)	Shri Vivek Sah (Company Secretary)
(iii)	Parent's Subsidiary		Domestic Subsidiaries
		(I)	Baroda Global Shared Services Limited
		(II)	BOB Financial Solutions Limited (formerly known as BOB cards Limited)
		(III)	BOB Capital Markets Ltd.
		(IV)	Baroda Asset Management India Limited (Formerly known as Baroda Pioneer Asset Management Company Limited)
		(V)	Baroda Trustee India Private Limited (Formerly known as Baroda Pioneer Trustee Company Pvt. Limited)
			Overseas Subsidiaries
		(I)	Bank of Baroda (Botswana) Ltd.
		(II)	Bank of Baroda (Kenya) Ltd.
		(III)	Bank of Baroda (Uganda) Ltd.
		(IV)	Bank of Baroda (Guyana) Ltd.
		(V)	Bank of Baroda (New Zealand) Ltd.
		(VI)	Bank of Baroda (Tanzania) Ltd.
		(VII)	Bank of Baroda (Trinidad & Tobago) Ltd.
		(VIII)	Bank of Baroda (UK) Ltd.
iv)	Parents' Associates	(I)	Baroda Uttar Pradesh Gramin Bank
		(II)	Baroda Rajasthan Gramin Bank
		(III)	Baroda Gujrat Gramin Bank

12.4 Earnings per share-

Particulars		30.09.2020	30.09.2019
a)	Earnings per share		
	Basic (annualized)	6.40	5.96



	Diluted** (annualized)	6.40	5.96
b)	Amount used as numerator (Profit after tax)	24.83	23.08
c)	Nominal value of shares	Rs 10.00/-per share	Rs 10.00/-per share
d)	Weighted average number of equity shares used as the denominator	77500000	77500000

**The bank has no dilutive potential equity shares outstanding during the year for the purpose of computing diluted EPS and the basic earnings per share has been computed by dividing net profit after tax by the weighted average number of equity shares as per AS-20.

12.5 Statement of contingent Liability & Provisions (Accounting Standard 29)

(Rs. in crore)

Item	Provision As per AS – 29							
	Amt. for which the Bank is contingently Liable	Provision as at the beginning of the Year	Addition during the year	Amount used during the year	Unused amount reversed during the year	Provision as at the close of the year	Major assumption regarding future events	Remarks
Claims against the Bank not acknowledged as debt	0.48 (0.48)	0.48 (0.48)	- -	- -	- -	0.48 (0.48)	- -	- -
Guarantees issued on behalf of constituents	56.10 (79.57)	85.41 (82.74)	- -	- -	- -	- -	- -	- -
Acceptance Endorsements and other obligations	2.32 (14.23)	9.30 (9.36)	- -	- -	- -	- -	- -	- -
Other items, for which the Bank is contingently liable	20.98 (17.06)	0.14 (16.46)	- -	- -	- -	0.14 -	- -	- -



*Such liabilities are dependent upon the outcome of court/arbitration/out of court settlement, disposal of appeals, the amount being called up, terms of contractual obligations, development and raising of demand by concerned parties respectively.

13. In accordance with RBI guidelines, the Bank's Investment portfolio has been classified into three categories. The position of holding as on 30.09.2020 is as follows:

S No	Particulars	(Rs in crore)	
		30.09.2020(face value)	30.09.2019(face value)
1	Held to Maturity	1230.27	950.37
2	Available for sale	1108.51	582.50
3	Held for trading	0.00	0.00
	TOTAL	2338.78	1532.87

14. Break-up of the items "Provisions and Contingencies" included under the head Expenditure in the Profit & Loss Account:

S.no	Particulars	(Rs. in crore)	
		30.09.2020	30.09.2019
1.	Provision for Income Tax (Current Tax)	11.50	15.65
2.	Provision for Income Tax (Deferred Tax)	(1.45)	-
3.	Provision for depreciation in investment	2.02	-
4.	Provision towards NPA Regulatory	20.22	25.92
5.	Provisions towards NPA floating	-	-
6.	Provision for standard Advances	0.37	1.79
7.	Provision for Restructured Advances	-	-
8.	Provision against frauds	-	-
9.	Provision for LFC	-	0.05
10.	Provision for Wage Revision	**	3.45
11.	Investment Reserve Account	1.68	-
12.	Other provision (Investment fluctuation reserve)	5.00	-
	Less: Excess Provision /Depreciation on Investment written back	-	-4.77
	: Other Provisions written back	-	-0.02
	Total	39.34	42.07

**During the period ended 30.09.2020, a provision of INR 5.05 cr has been provided towards wage revision through employee benefit expenses, however for the same period during last financial year it was provided through "Provisions and Contingencies".

ADDITIONAL DISCLOSURES:

15. Bancassurance Business

The total income of the bank in respect of bank assurance business was **Rs. 68.93 Lacs** during the half year ended 30.09.2020, with details as under:



(Rs in lac)

Sr. No.	Insurance Company	Amount	
		30.09.2020	30.09.2019
1.	Exide Life Insurance Company Ltd.	39.68	45.31
2.	National Insurance Company Ltd	10.86	12.05
3.	India First Life Insurance Co. Ltd	3.70	3.52
4.	Life Insurance Corp of India	2.77	3.05
5.	Atal Pension Yojna	0.00	0.00
6.	Future Generali Insurance Ltd.	11.92	11.79
	Total	68.93	75.72

The total income of the bank in respect of other products was 0.01 Lacs during the half year ended 30.09.2020, with details as under.

(Rs . in Lac)

Sr. No.	Company	Amount	
		30.09.2020	30.09.2019
1.	Weizmann Forex Ltd.	0.00	0.00
2.	UTIITSL	0.00	0.00
3.	Stock Holding Corporation of India Ltd.	0.01	0.01
	Total	0.01	0.01

16.Revaluation of Fixed Assets

During last year an amount of Rs. 9.71 Crore was added to revaluation reserve, however the actual amount should have been Rs. 3.93 crore, hence the excess amount Rs 5.79 crore is rectified during the current half year.

The immovable properties (viz buildings) are revalued periodically by an independent valuer, to reflect current market position, Appreciation if any is credited to revaluation reserve under capital reserve; additional depreciation on account of revaluation is charged to profit and loss account and appropriated from revaluation reserve to revenue reserve.

Last year in October 2019 the premises have been revalued upward but the depreciation could not be charged on revalued portion, however the same is charged during the current period. The revised life is considered from valuation certificate and accordingly depreciation is computed.

Asset description	Opening WDV as on 01-Apr-2020 (Including revaluation) (A)	Revaluation amount (B)	Rate of depreciation (p.a) (C)	Depreciation for half year (D)	Depreciation on revaluation (Appropriated from revaluation reserve)(E)
Building Seven Oaks, Nainital	1.82	0.03		0.04	0.00
Building G.B. Pant Road, Nainital	2.64	0.34		0.06	0.01
Building Haldwani,	1.20	0.33		0.03	0.01



Bank Building, Bhimtal	1.28	0.44		0.03	0.01
Bank Building, Almora	0.80	0.15		0.02	0.00
Total (B)	7.74	1.29		0.19	0.03

17. BALANCING OF BOOKS AND RECONCILIATION:

17.1 Reconciliation of some debit / credit entries outstanding in various heads of accounts included in Inter Branch Adjustments/ Clearing adjustments etc. are in progress.

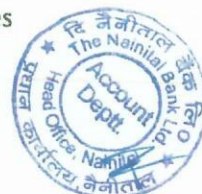
17.2 Pending completion of aforesaid reconciliation/matching, the impact of consequential adjustments on the accounts is not ascertainable.

18. Asset Liability Management (ALM)

Maturity pattern of certain items of assets and liabilities (as compiled by the management and relied upon by the Auditors) are as under:

(Rs.in Crore)						
Liabilities	Deposits	Advances	Investments	Borrowings	Foreign Currency assets	Foreign Currency liabilities
1 day	72.54 (50.67)	103.14 (98.07)	0.00 (5.00)	0.0031 (0.0012)	0.00 (0.00)	0.00 (0.00)
2 to 7 days	176.87 (183.07)	107.41 (114.65)	0.00 (5.03)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
8 to 14 days	201.99 (197.68)	119.99 (130.59)	0.00 (24.17)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
15 to 30 days	146.70 (166.01)	236.75 (271.40)	194.86 (286.11)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
31 days to 2 months	343.81 (331.26)	120.03 (132.38)	231.47 (47.08)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
2 month to 3 month	438.55 (438.33)	116.68 (132.71)	246.30 (171.01)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Over 3 months & up to 6 months	768.70 (1233.14)	59.85 (48.21)	38.71 (36.07)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Over 6 months & up to 1 year	2117.59 (2727.17)	101.41 (104.20)	102.22 (29.03)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Over 1 year & up to 3 years	3069.30 (2406.61)	1756.01 (1898.13)	215.01 (127.38)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Over 3 years & up to 5 years	91.77 (65.41)	314.99 (469.42)	410.59 (93.08)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Over 5 years	17.16 (15.81)	625.95 (450.47)	890.93 (708.81)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)
Total	7444.98 (7420.26)	3662.21 (3850.23)	2330.09 (1532.79)	0.00 (0.00)	0.00 (0.00)	0.00 (0.00)

Note: Figures in bracket indicates previous year figures



19. Risk Category wise Country Exposure:

NIL

20. Segment Reporting (Accounting Standard 17)

Part A: Business segments

(Rs.in crores)

Business Segments	Treasury	Corporate/ Wholesale Banking	Retail Banking	Other Banking Operation	Total
Particulars					
Revenue	136.54	38.23	155.03	1.90	331.70
Result	35.68	2.46	23.69	1.90	63.74
Unallocated expenses					27.41
Total profit before tax					36.33
Income taxes					11.50
Extraordinary profit/ loss					0.00
Net profit					24.83
Segment assets	4192.36	1206.55	2805.07	0.00	8203.98
Unallocated assets					35.82
Total assets					8239.80
Segment liabilities					7631.76
Unallocated liabilities					608.03
Total liabilities					8239.80

Part B: Geographic segments :

NIL

21. Liquidity Coverage Ratio (30.09.2020)

		(Rs. in crore)			
		30.09.2020		30.09.2019	
		Total Unweighted* Value (average)	Total Weighted* Value (average)	Total Unweighted# Value (average)	Total Weighted# Value (average)
High Quality Liquid Assets					
1.	Total High Quality Liquid Assets (HQLA)		1833.23		1141.42
Cash Outflows					



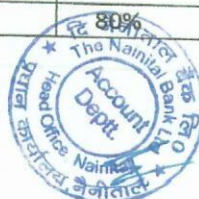
2.	Retail deposits and deposits from small business customers, of which:	5071.69	318.39	3055.42	233.78
(i)	Stable deposits	3775.54	188.78	1435.22	71.76
(ii)	Less stable deposits	1296.15	129.61	1620.20	162.02
3.	Unsecured wholesale funding, of which:	1605.57	898.19	3248.70	780.62
(i)	Operational deposits (all counterparties)	0.00	0.00	0.00	0.00
(ii)	Non-operational deposits (all counterparties)	1605.57	898.19	3248.70	780.62
(iii)	Unsecured debt	0.00	0.00	0.00	0.00
4.	Secured wholesale funding	0.00	0.00	0.00	0.00
5.	Additional requirements, of which	836.70	56.06	644.74	41.02
(i)	Outflows related to derivative exposures and other collateral requirements	0.00	0.00	0.00	0.00
(ii)	Outflows related to loss of funding on debt products	0.00	0.00	0.00	0.00
(iii)	Credit and liquidity facilities	836.70	56.06	644.74	41.02
6.	Other contractual funding obligations	126.12	126.12	173.81	173.81
7.	Other contingent funding obligations	127.59	3.83	129.39	3.88
8.	Total Cash Outflows	7767.66	1402.60	7252.06	1233.11
Cash Inflows				7767.66	
9.	Secured lending (e.g. reverse repos)	0.00	0.00	0.00	0.00
10.	Inflows from fully performing exposures	78.14	78.10	1160.54	862.64
11.	Other cash inflows	162.13	84.94	206.68	103.34
12.	Total Cash Inflows	240.26	163.04	1367.22	965.98
13.	TOTAL HQLA		1833.23		1141.42
14.	Total Net Cash Outflows		1239.56		308.28
15.	Liquidity Coverage Ratio (%)		147.89		370.26

*As per RBI directives, the methodology for the computation of LCR has been modified. The Bank is generating LCR as per the new methodology since 31.05.2020.

Qualitative-

The Basel Committee for Banking Supervision (BCBS) had proposed the liquidity coverage ratio (LCR) in order to ensure that a bank has an adequate stock of unencumbered high quality liquid assets (HQLA) to survive a significant liquidity stress lasting for a period of 30 days. LCR is defined as a ratio of HQLA to the total net cash outflows estimated for the next 30 calendar days. As per the RBI guidelines the minimum LCR required to be maintained by banks shall be implemented in the phased manner from January 1, 2015 as given below.

Starting from January 1	2015	2016	2017	2018	2019
Minimum LCR	60%	70%	80%	90%	100%



Further due to Covid-19 pandemic RBI has revised the LCR guidelines w.e.f. 17.04.2020, details as given below:

From date of circular to September 30, 2020	80%
Oct 1, 2020 to March 31st, 2021	90%
April 1, 2021 onwards	100%

The LCR has two components:

(a) The value of the stock of high-quality liquid assets (HQLA) in stressed conditions.

(b) Total net cash outflows: The term "Total net cash outflows" is defined as "Total expected cash outflows" minus "Total expected cash inflows" in the specified stress scenario for the subsequent 30 calendar days (the stressed period).

LCR = Stock of High Quality Liquid Assets / Total Net Cash Outflows over the next 30 calendar days
 $\geq 100\%$

High Quality Liquid Assets (HQLA):

Liquid assets comprise of high quality assets that can be readily sold or used as collateral to obtain funds in a range of stress scenarios. They should be unencumbered i.e. without legal, regulatory or operational impediments. Assets are considered to be high quality liquid assets if they can be easily and immediately converted into cash at little or no loss of value.

Bank's composition of HQLA mainly consists of government securities in excess of minimum Statutory Liquidity Ratio (SLR), the extent allowed under the Marginal Standing Facility (MSF) and the Facility to Avail Liquidity for LCR (FALLCR). Additionally, cash, balances in excess of cash reserve requirement with RBI. Level 2 HQLA primarily consisted of AA- and above rated corporate bonds and commercial papers.

Bank's Cash Outflow mainly consists of Retail Deposit, Unsecured Wholesale Funding, and Funding from other legal entity customers, Undrawn Committed Credit & Liquidity Facilities, Guarantees Letter Of Credit & Trade Finance, and Other Contractual Outflows.

The cash Inflow mainly consists of amount received from Retail & Small Business Counterparties, amount to be received from Non-Financial Wholesale Counterparties, amount to be received from Financial Institutions & RBI, and from Other Contractual Cash Inflows.

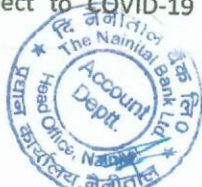
The net cash outflows are calculated by applying RBI prescribed outflow factors to the various categories of liabilities as well as to undrawn commitments, partially offset by inflows from assets maturing within 30 days.

As per the RBI directive, Bank has updated its LCR computation methodology, which was audited by the Bank's statutory auditor on 30.05.2020, after that Bank has been calculated LCR as per the revised computation methodology.

The average LCR for the quarter ending Sept 2020 was 147.89% comfortably above RBI prescribed minimum requirement. Average cash outflows were Rs.1402.60 Crore, Average cash inflows were Rs.163.04 Crores. Average High Quality Liquid Assets were Rs.1833.23 Crores of the quarter ending Sept 2020.

22. Covid -19 Regulatory Impact:

As per RBI circular -RBI /2019-20 186 DOR No BP.BC.21.4.048 dated 27.03.2020 ,regarding Regulatory Package announced with respect to COVID-19 Pandemic situation , our bank has



extended the benefits of moratorium facility upto 31.08.2020 on all interest and principal demands to all its eligible borrowers.

The COVID-19 outbreak was declared a global pandemic by the World Health Organization on March 21, 2020 and affected world economy as well as Indian economy. On account of continuous volatility in financial market, the Bank has considered internal and external sources of information including economic forecasts and industry reports up to the date of approval of financial statements in determining the impact on various elements of its financial statements including recoverability of advances & provision thereon, investment valuation, other assets and liabilities of the Bank. The Bank has performed analysis on the assumptions used and based on the current indicators, the Bank expects the carrying amount of assets, including advances and investments, will be recovered and the sufficient liquidity is available. Given the uncertainty because of COVID-19 pandemic, the Bank is continuously monitoring any material change in future economic condition which may impact the Bank's operations and its financial results in future depending on the developments which may differ from that estimated as at the date of approval of these financial statements.

RBI has issued various guidelines relating to COVID -19 Regulatory Package on Asset Classification and Provisioning dated 27th March,2020, 17th April 2020 and 23rd May, 2020 the Bank has granted a moratorium on the payment of installments and/or interest, as applicable, falling due between 1st March, 2020 and 31st August, 2020 (Moratorium period) to eligible borrowers classified as standard, even if overdue, as on 29th February,2020 without considering the same as restructuring. In accordance with RBI guidelines, the moratorium period, wherever granted, is excluded by the Bank from the number of days the account is past due for the purpose of Asset Classification under RBI's Income Recognition and Asset Classification norms and the Bank is required to make provision @ 10% of the outstanding advances over two quarters beginning with the quarter ended 31st March, 2020 in respect of such borrowal accounts where assets classification benefit has been granted as per RBI Guidelines. The Bank, accordingly, show provision as at 30th September 2020 against the potential impact of COVID 19 based on the information available upto point in time. Following are the details of such accounts and provisions made by the Bank.

		(Rs in crores)
S.no.	Particulars	30.09.2020
1.	Amounts outstanding in SMA/overdue categories, where the moratorium/deferment was extended as per COVID -19 Regulatory Package	Rs.851.61
2.	Amount outstanding where asset classification benefits is extended up to 31.08.2020	Rs.41.94
3.	Provisions made during the during the period in terms of paragraph 5 of COVID -19 Regulatory Package as at 30.09.2020	Rs.4.13
4.	Provisions adjusted during the respective accounting periods against slippages and the residual provisions in terms of paragraph 6 of COVID -19 Regulatory Package as at 30.09.2020	NIL

