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95th

**ANNUAL
REPORT**

2016 - 2017



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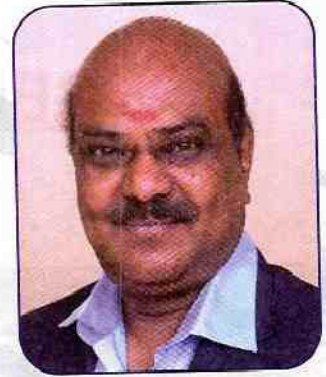
BOARD OF DIRECTORS



S. Annamalai



S.R. Aravind Kumar



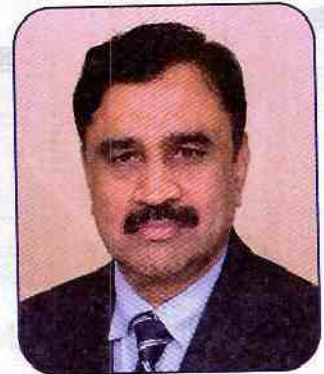
P.C.G. Asok Kumar



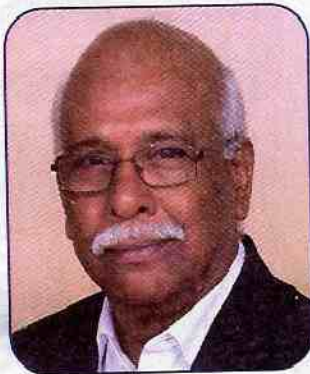
S. Ezhil Jothi



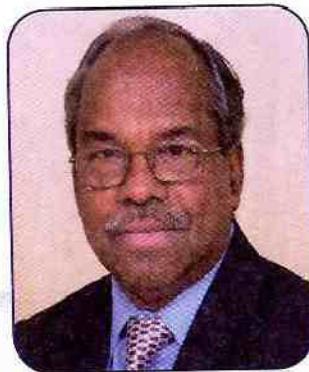
K. Nagarajan



B.S. Keshava Murthy



K.N. Rajan



K.V. Rajan



A. Shidambaranathan



B. Vijayadurai



V.V.D.N. Vikraman



P. Yesuthasan

GENERAL MANAGERS



M. GUNASEKARAN



S. KANDAVELU



R. RAVINDRAN



M. AVADAI NAYAGAM

BOARD OF DIRECTORS (AS ON 14.06.2017)

இயக்குநர்கள் குழு

1.	Thiru S. Annamalai திரு. S. அண்ணாமலை	Chairman சேர்மன்
2.	Thiru S.R. Aravind Kumar திரு. S.R. அரவிந்த்குமார்	
3.	Thiru P.C.G. Asok Kumar திரு. P.C.G. அசோக்குமார்	
4.	Smt. Ezhil Jothi திருமதி. எழில்ஜோதி	
5.	Thiru B.S.Keshava Murthy திரு. B.S. கேசவமூர்த்தி	
6.	Thiru K. Nagarajan திரு. K. நாகராஜன்	
7.	Thiru A. Shidambaranathan திரு. A. சிதம்பரநாதன்	
8.	Thiru B. Vijayadurai திரு. B. விஜயதுரை	
9.	Thiru V.V.D.N. Vikraman திரு. V.V.D.N. விக்ரமன்	
10.	Thiru P. Yesuthasen திரு. P. ஏசுதாசன்	
11.	Thiru K.N. Rajan திரு. K.N. ராஜன்	Additional Director, RBI Nominee கூடுதல் இயக்குநர், ரிசர்வ் வங்கி நியமனதாரர்
12.	Thiru K.V. Rajan திரு. K.V. ராஜன்	Additional Director, RBI Nominee கூடுதல் இயக்குநர், ரிசர்வ் வங்கி நியமனதாரர்

Auditors

M/s. Maharaj NR Suresh And Co, Chennai

திருவாளர்கள். மஹாராஜ் என்.ஆர். சுரேஷ் அண்ட் கோ, சென்னை

Registered Office : 57,V.E. ROAD, THOOTHUKUDI - 628 002

பதிவு அலுவலகம் : 57 வி.இ. ரோடு, தூத்துக்குடி - 628 002

Board's Report for the year 2016-17

Your Board of Directors has great pleasure in presenting the Ninety Fifth Annual Report with the Audited Balance Sheet as on March 31, 2017, the Profit and Loss Account and the Cash Flow Statement for the year ended March 31, 2017.

1. Overall economic review

The global economic activity recovered at a slower pace than expected during the year 2016-17, which has impacted the growth of Indian economy and consequent investment and credit demand. This was constrained by global financial crisis, Brexit and other challenges faced during the year. The growth in GDP of India has slowed down to 7.1% in 2016-17. The average CPI inflation rate has come down to 3.8% during FY 2016-17 from 4.9% in FY 2015-16. Going forward, implementation of the Goods and Service Tax (GST) and the measures taken in the Union Budget to boost the rural economy, infrastructure, micro, small and medium enterprises (MSMEs) and affordable housing will help to improve the domestic demand.

2. Banking scenario

The performance of the Indian banking sector remained subdued due to lack of strong credit demand, increase in stressed assets, low profitability and deteriorating capital positions during 2016-17. The overall credit growth for the financial year 2016-17 was 5.08% as compared to 10.7% in 2015-16. However the deposits of the banking system witnessed a growth of 11.75% during 2016-17 as compared to 9.72% of the last financial year. The growth in deposits was mainly on account of surge in funds due to demonetization of Specified Bank Notes in November 2016. RBI has cut repo rates by 50 bps points between April 2016 and March 2017. RBI has kept rates unchanged since October 2016 at 6.25%.

இயக்குநர்களின் அறிக்கை 2016-17

உங்கள் வங்கியின் இயக்குநர் குழு, தொண்ணூற்றி ஐந்தாவது, வருடாந்திர அறிக்கையுடன், தணிக்கை செய்யப்பட்ட 31-03-2017 அன்று முடிவடைந்த வருடத்திற்கான இலாப நஷ்ட கணக்கு மற்றும் பணப்புழக்க அறிக்கை ஆகியவற்றை உங்கள் முன் சமர்ப்பிப்பதில் பெருமகிழ்ச்சி அடைகிறார்கள்.

1. நாட்டின் பொருளாதார நிலை மறுஆய்வு :

உலகப்பொருளாதார நடவடிக்கை 2016-17 ஆம் ஆண்டு எதிர்பார்த்ததைவிட குறைவான முன்னேற்றம் இருந்தது. இது இந்திய பொருளாதாரத்தின் வளர்ச்சியினை பாதித்ததுடன், முதலீடு மற்றும் கடன் தேவையும் பாதித்தது. இது உலகளாவிய நிதி நெருக்கடியில் கட்டுப்படுத்தப்பட்டு பிரக்சிட மற்றும் சவால்களை இந்த ஆண்டின் போது, கடந்தது. 2016-17 ஆம் ஆண்டில் மொத்த உள்நாட்டு உற்பத்தி, இந்தியாவில் 7.1% சதவிகிதம் குறைந்தது. 2015-16 ஆம் ஆண்டில் 4.9% சதவிகிதமும், 2016-17 ஆம் ஆண்டு, 3.8 சதவிகிதமும், நிகர நுகர்வோர் விலை குறியீட்டு பணவீக்க விகிதம், குறைந்து உள்ளது. நடுவனரசு சரக்கு மற்றும் சேவை வரி நடைமுறைப்படுத்துவதிலும், கிராமப்புற பொருளாதார ஊக்குவிப்பதிலும், சில நடைமுறைகளை எடுத்து வருகிறது. மேலும், உள்கட்டமைப்பு, சிறுகுறு, சராசரி நிறுவனங்களையும், ஊக்குவிக்கிறது. உள்நாட்டு தேவையை அதிகரிக்க உதவியாக, சாதகமான வீடுகளை ஏற்படுத்தி வருகிறது.

2. வங்கித்துறையின் நிலை :

2016-17-ஆம் ஆண்டு வலுவான கடன் தேவை இல்லாமலும் சொத்துக்களின் தரம் குறைந்ததாலும் குறைந்த இலாபம் மற்றும் முதலீட்டின் நிலை மோசமடைவதாலும், இந்திய வங்கி துறை மறுபடியும் நிலை குலைகிறது. மொத்த கடன் வளர்ச்சி 2015-16 ஆம் ஆண்டு 10.7% சதவிகிதத்துடன், ஒப்பிடுகையில் 2016-17 ஆம் ஆண்டு 5.08% சதவிகிதம். கடந்த ஆண்டு வைப்புத்தொகை 9.72% உடன் ஒப்பிடுகையில் 2016-17 ஆம் ஆண்டு 11.75% சதவிகிதம் உயர்வினை கண்டது. 2016 நவம்பர் பணமதிப்பிழப்பின் காரணமாக கணக்குகளில் அதிக பணம் வைப்பு வைக்கப்பட்டது. ஏப்ரல் 2016லிருந்து மார்ச் 2017 இதற்கிடப்பட்ட காலத்தில் பாரத ரிசர்வ் வங்கி 50 புள்ளி ரெப்போ விகிதத்தினை குறைத்தது. பாரத ரிசர்வ் வங்கி அக்டோபர் 2016 லிருந்து 6.25 விகிதத்தில் எந்தவித மாற்றமும் செய்யவில்லை.

3. Business Performance

The Bank had a successful year in its 95th year of operations and recorded satisfactory performance. During the year under review, the total business increased from ₹ 52,946.58 crore to ₹ 54,162.47 crore registering a growth of 2.30%. The gross NPAs and net NPAs both in absolute terms and as a percentage of total advances marginally increased over the previous year.

Performance Highlights:

- ⇒ Net profit decreased from ₹ 402.16 crore to ₹ 316.66 crore (-21.26%).
- ⇒ Deposits of the Bank increased from ₹ 30,368.87 crore to ₹ 32,190.15 crore (+6.00%) during the year.
- ⇒ Advances decreased from ₹ 22,577.71 crore to ₹ 21,972.32 crore (-2.68%) during the year.
- ⇒ Gross NPAs increased from 1.84% to 2.91%.
- ⇒ Net NPAs increased from 0.89% to 1.74%.

The total income increased by ₹ 240.80 crore during the year from ₹ 3,570.67 crore in the previous year to ₹ 3,811.47 crore during the year under review representing 6.74% growth.

Interest income rose by ₹ 128.79 crore from ₹ 3,252.17 crore to ₹ 3,380.96 crore. Other income increased by ₹ 112.00 crore to ₹ 430.51 crore during the current year. The increase in total expenditure was at ₹ 90.60 crore. The total expenditure rose from ₹ 2,845.12 crore during the previous year to ₹ 2,935.72 crore during the current year. Earnings per share decreased from ₹ 28 to ₹ 22.

4. Profit and appropriation

The net profit stood at ₹ 316.66 crore after making all necessary provisions under various categories as per the prudential norms prescribed by Reserve Bank of India. After adding thereto the surplus of ₹ 2.71 crore brought forward from the year 2015-16, there was an available balance of ₹ 319.37 crore, which has been appropriated as under:

3. வங்கியின் வணிக செயல்திறன் :

நமது வங்கியின் 95-வது வருடமான இவ்வாண்டு அனைத்து துறைகளிலும் சீரிய செயல்திறனுடன் செயல்பட்டதால் நமது வங்கிக்கு ஒரு வெற்றிகரமான ஆண்டாக அமைந்துள்ளது. இவ்வாண்டு வங்கியின் மொத்த வணிகம் ₹ 52,946.58 கோடியிலிருந்து ₹ 54,162.44 கோடியாக உயர்ந்து 2.30% சதவிகிதம் வளர்ச்சி கண்டுள்ளது. வங்கியின் மொத்த கடன்களில் மொத்த மற்றும் நிகர வராக்கடன்கள் மற்றும் அதன் சதவிகிதம் கடந்த வருடத்தை விட சற்றே உயர்ந்துள்ளது.

செயல்பாட்டின் சிறப்பு அம்சங்கள் :

- ⇒ நிகரலாபம் ₹ 402.16 கோடியிலிருந்து, ₹ 316.66 கோடியாக குறைந்துள்ளது (-21.26%)
- ⇒ வங்கியின் வைப்புநீதி ₹ 30,368.87 கோடியில் இருந்து ₹ 32,190.15 கோடியாக உயர்ந்தது (6.00%)
- ⇒ வங்கி வழங்கிய கடன்கள் ₹ 22,577.71 கோடியில் இருந்து ₹ 21,972.32 கோடியாக குறைந்துள்ளது (-2.68%)
- ⇒ மொத்த வராக்கடன் 1.84 சதவீதத்திலிருந்து 2.91% சதவீதமாக உயர்ந்தது.
- ⇒ நிகர வராக்கடன் 0.89% சதவீதத்திலிருந்து 1.74% சதவீதமாக உயர்ந்தது.

வங்கியின் மொத்த வருமானம் ₹ 240.80 கோடி அதிகமாகி கடந்த வருட வருமானமான ₹ 3570.67 கோடியிலிருந்து ₹ 3811.07 கோடியாக அதிகரித்து 6.74% சதவீதம் வளர்ச்சி கண்டுள்ளது.

வங்கி வருவாய் ₹ 128.79 கோடி அதிகரித்து முந்தைய ஆண்டின் ₹ 3252.17 கோடியிலிருந்து ₹ 3380.96 கோடிக்கு உயர்ந்துள்ளது. இதர வருமானம் ₹ 112 கோடி அதிகரித்து ₹ 430.51 கோடியாக உயர்ந்துள்ளது. வங்கியின் மொத்த செலவுகள் ₹ 90.60 கோடி அதிகரித்தது. மொத்த செலவுகள் கடந்த வருட செலவான ₹ 2845.12 கோடியிலிருந்து இவ்வருடம் ₹ 2935.75 கோடியாக உயர்ந்துள்ளது. ஒவ்வொரு பங்கிற்கும் ஈட்டிய இலாபம் ₹ 28 லிருந்து ₹ 22 ஆக குறைந்துள்ளது.

4. இலாபமும் ஒதுக்கீடுகளும் :

இவ்வாண்டு பாரத ரிசர்வ் வங்கியின் வரையறைக்கு இணங்க தேவையான ஒதுக்கீடுகளை பல்வேறு பிரிவுகளின் கீழ் செய்த பின்பு உங்கள் வங்கி ₹ 316.66 கோடி ஈட்டியுள்ளது. சென்ற ஆண்டு 2015-16ன் இலாபத்தின் கையிருப்பான ₹ 2.71 கோடியையும் சேர்த்து மொத்தம் உள்ள ₹ 319.37 கோடி கீழ்க்கண்டவாறு பகிர்வு செய்யப்பட்டுள்ளது.

Transferred to:	₹ in crore
Statutory Reserve	95.00
Special Reserve U/s 36(1)(viii) of IT Act, 1961	27.00
Investment Reserve	0.03
Capital Reserve	19.21
Interim Dividend paid (Rs.2.00 per share)	28.50
Tax on Interim Dividend @ 20.357647%	5.80
Transfer to General Reserve	120.00
Balance carried over to next year	23.83
Total	319.37

ஒதுக்கீடுகள் :	₹ கோடியில்
சட்டப்பூர்வ ஒதுக்கீடு	95.00
சிறப்பு ஒதுக்கீடு வருமான வரிச்சட்டம் 1961, பிரிவு 36(i) (viii)ன் கீழ்	27.00
முதலீடு ஒதுக்கீடு	0.03
மூலதன ஒதுக்கீடு	19.21
இடைக்கால இலாப பங்கீடு கொடுத்தது (ரூ.2 ஒரு பங்குக்கு)	28.50
இடைக்கால இலாப பங்கீடு வரி 20.357647%	5.80
பொது ஒதுக்கீட்டிற்கு மாற்றப்பட்டது	120.00
அடுத்த ஆண்டிற்கு கொண்டு செல்லப்படும் மீதத் தொகை	23.83
மொத்தம்	319.37

5. Dividend

Considering the profit earned and the overall growth in the business of your Bank during the year, your Board of Directors was pleased to declare a second interim dividend of 12%, on the post bonus issue share capital, on June 14, 2017 payable to all the members as on the record date of June 23, 2017. Considering the first interim dividend of 20% on the post bonus issue share capital, paid during the month of January, 2017 the total dividend for the year 2016-17 comes to 32%, i.e. ₹ 3.20 per equity share of ₹ 10 each) involving an outgo of ₹54.88 crore (including dividend distribution tax) towards dividend to the shareholders.

6. Capital and reserves

The Capital and Reserves of your Bank stand increased to ₹ 3,224.04 crore from the previous year's level of ₹ 2,941.68 crore, showing an increase of 9.60% after effecting the above mentioned appropriations.

Sec 36(1)(viii) of the Income Tax Act, 1961 provides for deduction in respect of any Special Reserve created and maintained to the extent of 20% of the profit derived from the business of providing long term finance for industrial or agricultural development or development of infrastructure facility or housing in India. Accordingly, the Bank has created a Special Reserve of ₹27.00 crore during the year to avail of the tax benefit under the Sec 36(1)(viii) of the Income Tax Act, 1961.

5. இலாபப் பங்கீடு :

உங்கள் இயக்குநர்கள் உங்கள் வங்கி ஈட்டியுள்ள இலாபம் மற்றும் ஒட்டுமொத்த வளர்ச்சியினைக் கருத்தில் கொண்டு 2017 ஜூன் 23 அன்று உறுப்பினராக உள்ள அனைவருக்கும் பங்கு மூலதனத்தில் இரண்டாவது இடைக்கால இலாபப் பங்கீடாக 12% அறிவிப்பதில் மகிழ்ச்சியடைகிறார்கள் முதலாம் இலாபப் பங்கீடாக பங்கு மூலதனத்தில் கொடுத்த போனஸ் பங்குகள் வழங்கியபின், 20 சதவீதத்தையும் கணக்கெடுத்தால் மொத்தம் 32 சதவீதம் அதாவது ஒரு பங்கிற்கு ₹ 3.20 இலாபப் பங்கீடாக வழங்கப்பட்டுள்ளது. இதன் மூலம் ஆகும் செலவானது ₹54.88 (இலாபப்பங்கீடு வரி உட்பட) கோடியாகும்.

6. மூலதனம் மற்றும் ஒதுக்கீடுகள் :

உங்கள் வங்கியின் மூலதனம் மற்றும் ஒதுக்கீடுகள் பல்வேறு ஒதுக்கீடுகளையும் செய்த பின்னர் முந்தைய ஆண்டின் நிலையான ₹2941.68 கோடியிலிருந்து ₹ 3224.04 கோடியாக உயர்ந்து 9.60 சதவீதம் வளர்ச்சியடைந்துள்ளது.

வருமானவரிச் சட்டம் 1961 பிரிவு 31(i) (viii)ன் படி தொழில், விவசாய அபிவிருத்தி, அடிப்படை கட்டமைப்பு வசதி மற்றும் வீடு கட்டமைப்புகளுக்கு கொடுத்த நீண்ட காலக் கடன் மீதான இலாபத்தில் 20 சதவீதம் சிறப்பு ஒதுக்கீடாக செய்யப்பட்டுள்ளது. அதன்படி வருமான வரிச்சலுகை பெறுவதற்காக ₹ 27 கோடி சிறப்பு ஒதுக்கீடு செய்யப்பட்டுள்ளது.

7. Capital adequacy

The accretion to capital funds during the year amounted to ₹282.36 crore which raised the net worth of the Bank to ₹ 3,224.04 crore. The Capital to Risk Weighted Assets Ratio (CRAR) stood at 13.27% (as per Basel III) as on March 31, 2017, which is more than the minimum required level of 9% stipulated by Reserve Bank of India.

8. Deposits

The aggregate Deposits of the Bank as on 31.03.2017 stands at ₹32,190.15 Crores, registering a growth of 6.00% over the level of ₹30,368.87 Crores as on 31.03.2016. The interest rates for deposits were kept aligned with the prevailing trends in the Banking Industry.

9. Advances portfolio management of assets and development of business

The Bank continued its lending activities in conformity with the policies and guidelines of Reserve Bank of India. The Gross Advances of your Bank has declined marginally during 2016-17 and stood at Rs. 22,262.49 crore as on 31.03.2017, against Rs.22,821.32 crore achieved as on 31.03.2016. The sluggishness is due to overall deceleration prevalence in the economy and the concave credit traction due to surplus liquidity, a causative factor of demonetization in our country.

The Bank continued its thrust on lending to priority sectors including Agriculture and Micro and Small Enterprises comprising both manufacturing and service enterprises. The level of advances to priority sectors stood at ₹12960.75 crore as on March 31, 2017, which constituted 58.87% of the quarterly average Adjusted Net Bank Credit (ANBC), as against the regulatory minimum requirement of 40%.

Agricultural Advances reached ₹4182.91 crore as on March 31, 2017, which constituted 19.91% of quarterly average ANBC, as against the regulatory minimum requirement of 18%.

Total advances to the weaker sections stood at ₹3095.53 crore as on March 31, 2017, which represented 13.38 % of the quarterly average Adjusted Net Bank Credit, as against the regulatory minimum requirement of 10%.

Your bank also achieved the stipulated mandatory targets for the sub-sectors like Loans to Small and

7. மூலதன தன்னிறைவு :

வங்கியின் மூலதன நிதி அளவு ₹ 282.36 கோடி அதிகரித்ததினால் வங்கியின் நிகர மதிப்பு ₹ 3224.04 கோடியாக உயர்ந்துள்ளது. BASEL III படி மூலதனத்திற்கும் இடர் சார்ந்த சொத்துக்களுக்கும்மான விகிதம் 31-03-2017 அன்று 13.27% இது பாரத ரிசர்வ் வங்கியினால் வரையறுக்கப்பட்டுள்ள குறைந்த பட்ச அளவான 9 சதவீதத்துக்கும் அதிகமாகும்.

8. வைப்பு நிதி வளர்ச்சி :

வங்கியின் வைப்புநிதி கடந்த ஆண்டு 2016 மார்ச் 31ம் தேதி நிலையான ₹30,368.87 கோடியிலிருந்து 2017 மார்ச் மாதம் 31ம் தேதி ₹32,190.15 கோடியாக உயர்ந்து 6.00 சதவீதம் வளர்ச்சியடைந்துள்ளது. வைப்பு நிதிக்கு வழங்கப்படும் வட்டி விகிதம் வங்கித் துறையில் நிலவும் வட்டி விகிதத்திற்கு நிகரான அளவிலேயே வைக்கப்பட்டிருந்தது.

9. வங்கியின் கடன் வழங்கல் துறை :

பாரத ரிசர்வ் வங்கியின் வரையறைகளுக்கு உட்பட்டு நமது வங்கி கடன் வழங்குவதில் தொடர்ந்து ஈடுபட்டு வருகின்றது. வங்கியில் அளிக்கப்பட்ட மொத்தக் கடன் தொகையானது 2016 மார்ச் 31 அன்று அடைந்த ₹22,821.32 கோடியில் இருந்த சற்று குறைந்து 2017 மார்ச் 31 அன்று ₹22,262.49 கோடியாக இருந்தது. ஒட்டு மொத்த பொருளாதாரம் வலுவழிமுந்ததால் ஏற்பட்ட மந்தநிலை மற்றும் உபரி பணப்புழக்கத்தால் ஏற்பட்ட குழப்பமான கடன் இழவை இவற்றின் காரண காரணியாக நமது நாட்டின் பண மதிப்பைக் குறைக்கும் நடவடிக்கை இருந்தது.

வங்கியானது சிறு, நடுத்தர தொழில், விவசாயம் சம்பந்தப்பட்ட உற்பத்தி சேவை நிறுவனங்களுக்கும் மற்றும் முன்னுரிமை துறை பிரிவினருக்கும் கடன் வழங்குவதிலும் அதிக முக்கியத்துவம் கொடுத்து வருகின்றது. 2017 மார்ச் 31ம் தேதி நிலவரப்படி முன்னுரிமை துறைகளுக்கு வழங்கப்பட்ட மொத்த கடன்கள் ₹12,960.75 கோடியாகும். இவ்வாறான கடன்கள் கடந்த வருடத்தின் நிகரக்கடன்களில் 40% இருக்க வேண்டுமென்று பாரதரிசர்வ் வங்கியால் வலியுறுத்தப்பட்டதற்கிணங்க 58.87% இருந்தது.

2017 மார்ச் 31ம் தேதி நிலவரப்படி விவசாயக் கடன்கள் ₹4,182.91 கோடியாகும். கடந்த ஆண்டு நிகரக் கடனில் இது 19.91% உள்ளது. இது வரையறுக்கப்பட்ட குறைந்தபட்ச அளவான 18% விட அதிகமானது.

2017 வருட மார்ச் 31ம் தேதி நிலவரப்படி நலிவடைந்த பிரிவினருக்கு வழங்கப்பட்ட கடன்கள் ₹3095.53 கோடியாகும். இது நிகர கடனில் 10% என்ற குறைந்தபட்ச அளவை விட உயர்ந்து 13.38% உள்ளது.

உங்கள் வங்கியானது துணைத் துறைகளில் நிர்ணயிக்கப்பட்ட இலக்குகளை அடைந்திருக்கின்றது. அதுவும் சிறு மற்றும் குறு விவசாய கடன்கள் நுண் நிறுவனங்களுக்கான கடன்களில் பெரும்பான்மையுடன் இலக்குகளை அடைந்துள்ளது.

Marginal Farmers and Advances to Micro Enterprises with comfortable margin.

Under export credit your bank achieved a level of Rs. 482.68 crore as on March 31, 2017.

During the current year, your bank will strive to increase the flow of credit to Agriculture, Retail Sector, Weaker Sections and the MSME sector.

Your bank actively participated in all the initiatives and schemes of Government including Pradhan Mantri Mudra Yojna(PMMY) with a specific loan scheme in the name of TMB Micro Entrepreneurs Scheme. Crop loans / KCC are covered under Pradhan Mandri Fasal Bhima Yojana (PMFBY). Government Schemes with NABARD administered subsidy, like Dairy Entrepreneurship Development Scheme (DEDS), Agri-clinic and Agri-Business Centre Scheme (ACABC), Solar Water Pumping system Scheme, Entrepreneurship Development & Employment Generation Scheme (EDEGS) etc, are implemented by your Bank. Your bank has also implemented six new schemes for Agricultural and Allied Activities during the year 2016-17.

Under the Financial Inclusion (FI) programme the number of villages allotted to the Bank has increased to 127. Under FI, a total of 4,77,893 Basic Savings Bank accounts have been opened by our branches of which 59,200 have been opened under SBFIN and 92,424 accounts are opened under SBJDY. As part of its endeavor to improve credit linkage in FI villages, your bank has introduced overdraft facility to SBJDY accounts under Financial Inclusion Programme. AEPS On Us transactions through Hand Held Machines was made operational.

10. Investments and treasury operations

During the year ended March 31, 2017, the Bank made a total turnover of ₹1,36,669.12 crore in trading operations, resulting in a net profit of ₹97.70 crore, as against ₹24.59 crore in the previous year. Sale of securities from 'Held to Maturity' category to the tune of ₹1381.86 crore was made during the year resulting in a profit of ₹41.97 crore (previous year ₹13.88 crore).

The net investments of the Bank stood at ₹11,504.48 crore as on March 31, 2017, as against ₹8,864.71 crore as at the end of the previous year. The Investment-to-Deposit Ratio of the Bank was 35.74%, as against 29.19% at the end of the previous year.

2017 மார்ச் 31ம் தேதி நிலவரப்படி ஏற்றுமதி கடன்பிரிவில் உங்கள் வங்கி ₹482.68 கோடி அடைந்துள்ளது.

நடப்பு நிதி ஆண்டில் உங்களது வங்கி விவசாயம், சில்லறை வணிகம் மற்றும் சிறு குறுந்தொழில்களுக்கு வழங்கப்படவுள்ள கடன்களை அதிகப்படுத்தியுள்ளது.

உங்கள் வங்கி அரசாங்கத்தின் திட்டங்களில் கலந்து கொண்டு முனைப்புடன் தனது பங்களிப்பை வழங்குகிறது. பிரதான் மந்திரி முத்ர யோஜனா திட்டம் வங்கியின் நுண் தொழில் முனைவோர் திட்டத்தின் கீழ் தொடங்கப்பட்டது.

பிரதான் மந்திரி பாசல் பீமா யோஜனா திட்டத்தின் கீழ் பயிர்க்கடன் மற்றும் விவசாயி கடன் அட்டை தொடங்கப்பட்டது. NABARD நிர்வாக மானியத்துடன் அரசாங்கத் திட்டங்களான பால்பண்ணை தொழில் மேம்பாட்டுத் திட்டம், வேளாண் மற்றும் வேளாண் வணிக மைய திட்டம், கூரிய நீர்க்குழாய் முறை திட்டம், தொழில் முயற்சி அபிவிருத்தி மற்றும் வேலைவாய்ப்புத் திட்டம் போன்றவை உங்கள் வங்கி 2016-17 ஆண்டுகளில் விவசாய மற்றும் கூட்டு நடவடிக்கைகளுக்கு ஆறு புதிய திட்டங்களை அமல்படுத்தியுள்ளது.

அனைவருக்கும் வங்கிசேவை திட்டத்தின் கீழ் நமது வங்கிக்கு ஒதுக்கப்பட்ட கிராமங்கள் 127 ஆக உயர்ந்துள்ளது. அனைவருக்கும் வங்கி சேவை திட்டத்தின் கீழ் 59,200 SBFIN கணக்குகள் மற்றும் 92,424 SBJDY கணக்குகளும் மொத்தம் 4,77,893 அடிப்படை சேமிப்பு கணக்குகளும் எங்கள் வங்கி கிளைகளில் பராமரிக்கப்பட்டு வருகிறது. அனைவருக்கும்; வங்கிச் சேவை திட்டத்தின் கீழ் நமது வங்கியானது கிராமங்களில் சேமிப்பு கணக்கிற்கு கடன் வழங்கும் வசதியை அறிமுகப்படுத்தியுள்ளது. ஆதார் இணைப்புடன் பணம் செலுத்தும் முறை கையடக்க இயந்திரத்தின் மூலம் நடவடிக்கைகள் செயல்படுத்தப்பட்டது.

10.முதலீடுகள் மற்றும் கருவூல நடவடிக்கைகள்:

31-03-2017 அன்று முடிவடையும் ஆண்டில் வங்கியானது அரசாங்க கடன் பத்திரங்கள் வாங்கி விற்கும் வணிகத்தில் ₹1,36,669.12 கோடி வியாபாரம் செய்துள்ளது. இவ்வணிகத்தின் மூலம் ஈட்டிய வருவாய் ₹97.70 கோடியாகும். (முந்தைய வருடம் ₹24.59 கோடியாகும்) இவ்வருடம் முதிர்வு காலம் வரை வைத்திருக்கக் கூடிய முதலீடுகளிலிருந்து ₹1381.86 கோடி விற்று ₹41.97கோடி இலாபம் ஈட்டியுள்ளது. (முந்தைய ஆண்டு இலாபம் ₹13.88 கோடி).

வங்கியின் நிகர முதலீடுகள் 31.03.2017 ₹11,504.48 கோடியாக இருந்தது. (முந்தைய வருடம் இது ₹8,864.71 கோடியாகும்) வங்கியின் முதலீடுகளுக்கும்வைப்பு நிதிக்கும் உள்ள விகிதம் 35.74 சதவீதமாக உள்ளது.

The average realized yield on the investment portfolio during the year decreased to 7.77%, as against 8.04% in the previous year, due to redemption of high coupon securities and reinvestments at current yield. The income earned during the year from investments, comprising interest income and dividend income excluding income from RIDF was ₹798.74 crore as against ₹ 732.79 crore in the previous year.

11. Foreign Exchange Business:

The total merchant turnover of our bank grew from ₹ 23,388.68 crore during the previous year to ₹28,411.85 crore during the year ended 31.03.2017, registering a growth of 21.48%. The profit on foreign exchange business for the year 2015-16 was ₹20.23 crores against ₹ 26.24 Crores during the previous year-2015-16 with a negative growth of 22.90%.

Our Bank has arrangement with a global network of 665 overseas Banks by exchange of bilateral key under SWIFT (Society for Worldwide Interbank Financial Telecommunication). It facilitates smooth and fast flow of communication in the international business. The SWIFT arrangement has enabled the Bank to give timely and efficient service to its foreign exchange customers. Our Bank has tie-up arrangements with GCC Exchange Centre, Dubai, Universal Exchange Centre, Abu Dhabi and Times of Money.

The total number of 'B' category branches that dealt in foreign exchange business was 37. Our Bank has the necessary infrastructure to render speedy service relating to inward remittance and for crediting the beneficiary's accounts on receipt of the foreign currency funds in our Nostro accounts abroad. Our International Banking Division, Chennai provides information on Foreign Exchange market and market rates on the Bank's website to help the clients in knowing up to date information on forex. Our Bank is committed to increasing the Forex Business activities significantly in adding good revenues to the bank in the coming year.

12. Branch network

During the year 2016-17, 18 new branches, 48 new Automated Teller Machines (ATMs), 2 Regional Offices, 5 e-lobbies and 2 Centralized Retail Assets Processing Centres (CRAPC) were opened. With this expansion, the Bank's network has increased to 505 branches, 1063 ATMs, 12 Regional Offices, 17 e-lobbies and 4 CRAPCs.

(முந்தைய வருடம் 29.19 சதவீதம்) இவ்வருடம் அதிக வருவாய் தரக்கூடிய பத்திரங்கள் முதிர்வு பெற்றதால் முதலீடுகளின் மூலம் கிடைத்த சராசரி வருமானம் 7.77 சதவீதமாக (முந்தைய வருடம் 8.04%) குறைந்துள்ளது. முதலீடுகளிலிருந்து கிடைத்த வட்டி மற்றும் பங்கீட்டுத் தொகையின் வருமானம் நடப்பாண்டில் ₹798.74 கோடியாக உள்ளது. (முந்தைய வருடம் ₹732.79 கோடி)

11. அந்நியச் செலாவணி வணிகம்:

31-03-2017 அன்று முடிவடைந்த ஆண்டில் வாங்கியின் அந்நியச்செலாவணி வணிகம் நல்ல முன்னேற்றம் கண்டு ₹28,411.85 கோடியாக உயர்ந்து (முந்தைய வருடம் ₹23,388.68 கோடி) 21.48 சதவீதம் வளர்ச்சி கண்டுள்ளது. அந்நிய செலாவணி வணிகத்தில் ஈட்டிய இலாபம் இவ்வாண்டில் (2016-17) ₹20.23 கோடி முந்தைய ஆண்டில் (2015-16) ₹26.24 கோடியாக இருந்தது. 22.90 சதவீதம் வீழ்ச்சியடைந்துள்ளது. நமது வங்கி உலக அளவிலான வங்கிகளுக்கு இடையேயான பணமாற்று தொலைதொடர்பு அமைப்பில் இருப்பதினால் உலகத்தில் உள்ள 665 வங்கிகளுடன் தொடர்பு கொள்ள முடிகிறது.

இதன் மூலம் வெளிநாட்டு வணிகத்தில் தகவல் பரிமாற்றங்கள் மிக விரைவாகவும் இலகுவாகவும் நடப்பதற்கு ஏதுவாகிறது. வங்கியின் வாடிக்கையாளர்களுக்கு சிறந்த முறையில் சேவை புரியவும் உதவுகின்றது. நமது வங்கி GCC பரிமாற்ற மையம் துபாய் யுனிவர்சல் பரிமாற்ற மையம், அபுதாபி மற்றும் டைம்ஸ் ஆப் மணி போன்றவற்றுடன் புரிந்துணர்வு ஒப்பந்தங்கள் செய்துள்ளது.

இவ்வாண்டு அந்நியச் செலாவணி வணிகத்தில் ஈடுபடும் கிளைகளின் எண்ணிக்கை 37ஆக உள்ளது. நமது வங்கியானது வெளிநாட்டில் இருந்து இந்தியாவிற்கு அனுப்பப்படும் பணத்தை வங்கி வெளிநாட்டில் வைத்திருக்கும் கணக்கில் தொகையை பெற்றுக் கொண்ட உடனேயே பயனாளிகள் கணக்கிற்கு, துரிதமாக பரிமாற்றம் செய்வதற்கு வங்கியின் உட்கட்டமைப்பு போதுமானதாக உள்ளது.

நமது வங்கி அந்நியச் செலாவணி தகவல்கள் மற்றும் சந்தை நிலவரங்களை வங்கியின் இணையதளத்தில் வெளியிட்டு வருவது வாடிக்கையாளர்களுக்கு அந்நியச் செலாவணி நிலவரங்களை உடனுக்குடன் அறிந்து கொள்வதற்கு உதவியாக உள்ளது. நமது வங்கி அந்நியச்செலாவணி வணிகத்தை அதிகரிப்பதன் மூலம் வங்கியின் வருவாயை உயர்த்துவதற்கு உறுதி புண்டுள்ளது.

12. கிளைகள் விரிவாக்கம் :

2016-17 வருடத்தில் 18 புதிய கிளைகள், 48 புதிய தானியங்கி பணப்பட்டுவாடா இயந்திரங்கள், 2 மண்டல அலுவலகங்கள், 5 இ-லாபிகள் மற்றும் 2 மத்திய சில்லறை கடன்களை பரிசீலிக்கும் மையங்கள் திறக்கப்பட்டுள்ளது. இதன் விளைவாக வங்கியின் கட்டமைப்பு 505 கிளைகள், 1063 தானியங்கி பணப்பட்டுவாடா இயந்திரங்கள், 12 மண்டல அலுவலகங்கள், 17 இலாபிகள் மற்றும் 4 மத்திய சில்லறை கடன்களை பரிசீலிக்கும் மையங்களாக உயர்த்தப்பட்டுள்ளது.

13. PERSONNEL

The Bank's total staff strength was 4384 as on 31st March 2017, consisting of 1569 Officers, 2136 Clerks and 679 subordinate staff. During the period, 32 officers, 245 clerical and 65 subordinate staff members were recruited. Totally, the Bank recruited 342 employees during the year and 236 employees were promoted to the next cadre in the normal promotion process.

The per employee business decreased from Rs.12.53 crore to Rs.12.47 crore during the year under review.

The Bank's Staff Training College at Nagercoil and Staff Training Center at Chennai conducted 87 programmes, imparting training to 2415 employees during the year.

In addition to the in-house 87 programmes, 274 officers were deputed to other institutions like SIBSTC-Bangalore, NIBM-Pune, IDRBT- Hyderabad, FEDAI and other training institutions for attending training programmes. 11 directors and 17 executives of our Bank also attended the Corporate Governance Programme at IIM Campus, Kozhikode from 13.07.2016 to 15.07.2016.

Industrial relations in the Bank continued to be very cordial during the year with frequent interaction between the management and the Officers' and Employees' Associations and various staff welfare activities were undertaken during the year. The Bank continues to lay emphasis on developing the individual skills of its employees and providing a healthy and cordial working environment so as to get maximum contribution from the employees of the Bank.

There were no employees who were in receipt of remuneration above the limit prescribed under Section 197 of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 requiring the Bank to furnish a statement with particulars prescribed under the Act. Since the bank is an unlisted company disclosure of the details with regard to remuneration paid to its employees as referred to in sub-section 12 of Section 197 of the Companies Act, 2013 read with Rule 5 (1) of the Companies (Appointment and Remuneration of Managerial personnel) Rules 2014, is not applicable to it.

13. மனிதவள மேம்பாட்டுத்துறை

2017ம் வருடம் மார்ச் 31ல் வங்கியின் மொத்த ஊழியர்களின் எண்ணிக்கை 4384 ஆகும். இதில் 1569 அதிகாரிகள், 2136 எழுத்தர்கள் மற்றும் 679 பிற ஊழியர்களும் அடங்குவர். இந்த வருடத்தில் 32 அதிகாரிகள், 245 எழுத்தர்கள் மற்றும் 65 பிற ஊழியர்கள் நியமிக்கப்பட்டுள்ளனர். இந்த வருடம் மொத்தம் 342 ஊழியர்கள் நியமிக்கப்பட்டுள்ளனர், மேலும் 236 ஊழியர்களுக்கு பதவி உயர்வு வழங்கப்பட்டுள்ளது. இவ்வருடத்தில் தனி ஒரு ஊழியரால் கையாளப்படும் வணிகம் ₹12.55 கோடியிலிருந்து ₹12.47 கோடியாக குறைந்துள்ளது. நாகர்கோவில் மற்றும் சென்னையில் அமைந்துள்ள வங்கியின் பயிற்சி கல்லூரிகளில் 87 நிகழ்வுகள் மூலம் 2415 ஊழியர்களுக்கு பயிற்சி அளிக்கப்பட்டுள்ளது. மேலும் 274 அதிகாரிகள், பிற நிறுவனங்கள் SIBSTC பெங்களூர், IDRBT ஹைதராபாத், NIBM புனே, FEDAI நடத்தும் பயிற்சி வகுப்புகளில் கலந்து கொள்வதற்கு நியமிக்கப்பட்டனர். நமது வங்கியின் 11 இயக்குநர்கள் மற்றும் 17 நிர்வாகிகளும், இந்திய மேலாண்மை நிறுவனம், கோழிக்கோட்டில் 13-07-2016 முதல் 15-07-2016 வரை நடைபெற்ற நிறுவனங்களுக்குரிய ஒழுங்குமுறை விதிகளை கடைபிடித்தல் பயிற்சிமுறை வகுப்பில் கலந்து கொண்டனர்.

இவ்வாண்டில் வங்கி நிர்வாகத்திற்கும் அதிகாரிகள் சங்கத்திற்கும் மற்றும் ஊழியர் சங்கத்திற்கும் இடையே அடிக்கடி கருத்துப் பரிமாற்றங்கள் நடைபெற்றன. சமூக உறவு தொடர்ந்து காணப்பட்டது. ஊழியர் நலனுக்கான பல்வேறு நடவடிக்கைகள் மேற்கொள்ளப்பட்டன.

நிறுவனங்கள் சட்டம் 2013பிரிவு 197 மற்றும் நிறுவன (நியமன மற்றும் நிறுவன பணியாளர்கள் ஊதியம்) விதிகள் 2014ன்படி வரையறைக்கு மேல் வங்கியில் சம்பளம் எந்த ஊழியருக்கும் வழங்கப்படவில்லை

வங்கி ஒரு பட்டியிலிடப்படாத நிறுவனமாதலால் ஊழியர்கள் சம்பளம் பற்றிய விபரங்கள் நிறுவன சட்டம் 2013 பிரிவு 197 உட்பிரிவு 12 மற்றும் நிறுவன (நியமன மற்றும் நிறுவன பணியாளர்கள் ஊதியம்) விதி 2014ன்படி வெளியிட தேவையில்லை

14. Inter branch adjustments

The Bank has continued to maintain a very good record in the matter of internal housekeeping. Since the Bank has installed a core banking solution with hundred percent networking, it was possible for the branches to balance all their accounts and the balances were tallied up to March 31, 2017. There was also timely submission and scrutiny of the control returns, which was given adequate importance at all levels with necessary follow up.

15. Internal control and inspection/audit

Risk Based Internal Audit system

The bank has put in place an effective and strong Risk Based Internal Audit (RBIA) System. During the financial year 2016-17, RBIA audits were conducted in 470 branches of the bank. Submission of compliance reports and closure of audits are followed up through the respective Regional Offices.

Half-yearly review of the Treasury Department is conducted by Inspection Department.

Post-Credit Supervision process

In addition, all accounts having credit limits of Rs.3.00 crore and above are subjected to post-credit supervision. Totally 1045 such accounts in 183 branches were covered during this year. Receipt of compliance reports is monitored by the Credit Audit & Monitoring Department.

Concurrent Audit system

The bank continued to have the system of Concurrent Audit, which covered 182 branches. Concurrent Audit has been recognized as an important tool of internal control and is in force at major branches including all the 'B' category branches designated for forex business.

Further, International Banking Division, Treasury Department, DPS Cell, ATM Cell, Chennai Service branch, Accounts, Establishment and Business Development, Departments, CRAPC at Thoothukudi and Central Processing Centers at Chennai, Coimbatore, Tirunelveli and Madurai are also subjected to Concurrent Audit. Submission of compliance reports and closure of audit findings are followed up through the respective regional offices / departments.

14. கிளைகளுக்கிடையேயான கணக்குகளை சரிபார்த்தல் :

வங்கியானது கிளைகளுக்கிடையே உள்ள நடவடிக்கைகளை ஒழுங்குபடுத்துவதில் கடைபிடிக்கும் சிறப்பு தன்மையை தொடர்ந்து கடைபிடித்து வருகிறது. கிளைகள் அனைத்தும் 100% பிரத்யோக மென்பொருள் மூலம் இணைக்கப்பட்டதன் பயனாக 2017ஆம் ஆண்டு மார்ச் 31ஆம் தேதியன்று அனைத்து கிளைகளுக்கிடையேயான கணக்குகள் நேர் செய்யப்பட்டுள்ளன. மேற்பார்வைக்காக வாங்கப்படும் தகவல் பட்டியல்கள் காலதாமதம் இல்லாமல் வாங்கி சரிபார்ப்பதற்கு போதிய முக்கியத்துவம் கொடுக்கப்படுகிறது. உள்நடப்பை ஒழுங்குபடுத்துவதில் உள்ள சிறந்த தன்மை தொடரும் பொருட்டு வங்கி நடவடிக்கை எடுத்து வருகிறது. உரிய நேரத்தில் கிளைகளுக்கு இடையிலான பற்று வரவு கணக்குகளில் தற்காலிக வித்தியாசங்களை கண்டுபிடித்தல் மற்றும் நிலுவைகளை நேர் செய்தல் போன்றவை உங்கள் வங்கியில் கடைபிடிக்கப்படுகின்றன.

15. உட்கட்டுப்பாடு, ஆய்வு மற்றும் தணிக்கை

வங்கி ஒரு உறுதியான மற்றும் திறமையான இடர்சார்ந்த உள் தணிக்கை அமைப்பைக் கொண்டுள்ளது. 2016-17ம் வருடத்தில் 470 கிளைகளில் ஆய்வுகள் மேற்கொள்ளப்பட்டன. ஆய்வு அறிக்கையில் கண்ட குறைகளை சரிசெய்தல் மற்றும் தணிக்கை முடிவுகள் அந்தந்த பிராந்திய அலுவலகங்கள் மூலம் கண்காணிக்கப்படுகிறது.

கடன் வழங்கியபின் மேற்பார்வை செய்தல்:

கூடுதலாக ₹3 கோடி மற்றும் அதற்கு மேற்பட்ட கடன் வரம்புகள் கொண்ட அனைத்து கணக்குகளும் பிந்தைய கடன் மேற்பார்வை செயல்முறைக்கு உள்ளாக்கப்படுகின்றன. இந்த ஆண்டில் 183 கிளைகளில் மொத்தமாக இது போன்ற 1045 கணக்குகள் சேர்க்கப்பட்டது. ஆய்வு அறிக்கையில் கண்ட குறைகள் கடன் தணிக்கை மற்றும் கண்காணிப்பு துறையால் கண்காணிக்கப்படுகிறது.

உடனுக்குடன் தணிக்கை அமைப்பு:

உடனுக்குடன் தணிக்கை மேற்கொள்ளும் முறை 182 கிளைகளில் செயல்படுத்தப்பட்டது. வங்கியானது உட்கட்டுப்பாட்டு திட்டங்களின் ஒன்றான உடனுக்குடன் தணிக்கை மேற்கொள்ளும் முறையை ஏற்றுக் கொண்டு அந்நிய செலாவணி வணிகத்தை மேற்கொள்ளும் அனைத்து கிளைகளிலும் தணிக்கை மேற்கொள்ளப்பட்டது. மேலும் அந்நிய செலாவணி வணிகப்பிரிவு, கருவூலப்பிரிவு, சென்னையிலுள்ள சேவைக்கிளைகள், DPS பிரிவு, ATM பிரிவு, சென்னை CPC கணக்குத்துறை, நிர்வாகத்துறை, தூத்துக்குடி CPC, சென்னை, கோயம்புத்தூர், திருநெல்வேலி மற்றும் மதுரை ஆகிய இடங்களில் உடனுக்குடன் தணிக்கை செய்யும் முறை மேற்கொள்ளப்பட்டது.

Information System Audit

An Information System audit cell has been established under Inspection Department as per RBI guidelines. Information System audits are conducted at 470 branches and controlling offices along with Risk Based Internal Audit.

A process for continuous offsite monitoring of Core Banking operations is deployed by IS audit cell. Under a software tool based supervision process, certain key and vital areas are subjected to offsite monitoring.

Every year, critical Information systems deployed in our Bank like core banking system, E-Banking, Mobile banking, ATM, RTGS, Treasury, CTS clearing process, Server and network infrastructure etc., are subjected to external Information Systems audit.

Management Audit system

To assess the robustness of the systems and procedures established in various operational units in the Bank and to have an oversight of the effectiveness of management, various departments at Head Office and all Regional Offices are subjected to Management Audits once in two years.

During the year under review, Management Audits were conducted at Hyderabad, Thiruvananthapuram, Mumbai, Madurai, Trichy, Coimbatore Regions, Treasury Department, International Banking Division, RTGS / WUMT Cell, DPS Cell, Risk Management, Legal, Business Development, Establishment, Credit Recovery & Follow up Departments and Information Technology, Chennai by the Inspection Department of the bank.

Revenue Audit

For the calendar year 2016, Offsite Revenue Audit was conducted for 500 branches during the month of January, 2017. Further, revenue leakages which are monitored and reported by concurrent auditors at branches were followed up for recovery through concerned regional offices then and there.

தகவல் ஒழுங்குமுறை தணிக்கை :

ரிசர்வ் வங்கியின் வழிகாட்டுதலின்படி ஒரு தகவல் அமைப்பு தணிக்கை, ஆய்வுதிறை தலைமையில் நிறுவப்பட்டுள்ளது. தகவல் ஒழுங்குமுறை அமைப்புடன் கூடிய இடர்சார்ந்த 470 கிளைகளிலும் கட்டுபடுத்தும் அலுவலகங்களிலும் நடத்தப்பட்டுள்ளது.

வங்கியின் இணக்க செயல்முறைகள் தொடர்ச்சியான செயல்முறைகள் கண்காணிக்கப்பட்டு தகவல் பாதுகாப்பு தணிக்கை குழுவால் செயல்படுத்தப்படுகிறது. மென்பொருள் அடிப்படையிலான மேற்பார்வையின் கீழும் சில மிக முக்கியமான துறைகளும் வெளிக் கண்காணித்தலுக்கு உட்படுத்தப்படுகிறது.

ஒவ்வொரு வருடமும் வங்கியின் முக்கியமான தகவல் அமைப்புகளான இணைப்பு வங்கி அமைப்பு, மின்னனு வங்கி, மொபைல் வங்கி, ATM, RTGS, கருவூலம் CTS தீர்வு செயல்முறை, சர்வர் மற்றும் இணைய உட்கட்டமைப்பு இவை அனைத்தும் வெளிப்புற தகவல் அமைப்பு தணிக்கைக்கு உட்படுத்தப்படுகிறது.

மேலாண்மை தணிக்கை :

வங்கியின் பல்வேறு இயக்கங்களின் அலகுகளில் உள்ள அமைப்புகள் மற்றும் நடைமுறைகளின் வலுவான ஆரோக்கியமான நிலையை மதிப்பீடு செய்வதற்கும் மற்றும் மேலாண்மையின் திறனை மேற்பார்வை செய்வதற்கும் தலைமை அலுவலகத்தில் உள்ள பல்வேறு துறைகளிலும் மற்றும் அனைத்து பிராந்திய அலுவலகங்களும் இரண்டு ஆண்டுகளுக்கு ஒரு முறை மேலாண்மை தணிக்கைக்கு உட்படுத்தப்படுகிறது.

இவ்வாண்டில் ஹைதராபாத், திருவனந்தபுரம், மும்பை, மதுரை, திருச்சி, கோயம்புத்தூர் ஆகிய மண்டல அலுவலகங்களிலும் கருவூல துறை, பன்னாட்டு வங்கி பிரிவு, RTGS/WUMT பிரிவு, DPS பிரிவு, இடர் மேலாண்மை துறை, சட்டம், வணிகமேம்பாடு, நிர்வாகம், கடன்தீர்ப்பாயத்துறை, தகவல் தொழில்நுட்பத்துறை, புலனாய்வுத்துறை ஆகிய துறைகளுக்கும் மேலாண்மை தணிக்கை நடத்தப்பட்டது.

வருவாய் தணிக்கை :

நாள்காட்டி ஆண்டு 2016ற்கான வருவாய் தணிக்கையானது 500 கிளைகளில் 2017 ஜனவரி மாதத்தில் நடத்தப்பட்டது. முறைகேடுகள் ஒரே நேரத்தில் தணிக்கையாளர்கள் மூலம் கணக்கீட்டு அறிக்கை செய்யப்படுகிறது. இதன்மூலம் வருவாய் சம்பந்தப்பட்ட முறைகேடுகள் மண்டல அலுவலகம் மூலம் மீட்கப்படுகிறது.

16. Vigilance

The functions of the vigilance machinery of the Bank are broadly divided into 3 types, viz. preventive, predictive and punitive. The Vigilance Department undertakes a study of existing procedures and practices prevailing in the organization with a view to modifying those procedures or practices that provide scope for fraud and also finding out the causes of delay and the points at which the delays occur and devising suitable steps to minimize delays at different stages. As such, the Chief of Internal Vigilance has conducted and completed the study of Systems and Procedures in fraud prone areas during the month of February 2015 and necessary directions were given to the respective departments for taking corrective measures. To educate the employees of the Bank, the Vigilance Department brings out various fraud awareness circulars and conducts training programmes periodically. As a part of creating awareness, 'Vigilance Day' is observed on the 31st of October every year. The Vigilance Department plays a vital role in the implementation and follow-up of the directives and guidelines issued from time to time by Reserve Bank of India. Upon the directions of RBI, Vigilance Department has also formulated/implemented a Vigilance Policy from 1st April 2013 and the Policy was lastly reviewed on March 8, 2016. The 'Whistle Blowing' mechanism is being actively encouraged as a tool for better governance.

Further, a scheme of 'Protected Disclosure' framed in accordance with the guidelines issued by Reserve Bank of India on April 18, 2007 is in operation in the Bank.

As per the provisions of Section 177 of the Companies Act, 2013, the Bank being a company accepting deposits from the public is required to set up a 'vigil mechanism' for the directors and employees to report their genuine concerns or grievances. Further, the vigil mechanism should provide for adequate safeguards against victimisation of employees and directors who avail of the vigil mechanism. While the purpose of both the protected 'disclosure scheme' and 'the vigil mechanism' is the same, under the 'Protected Disclosure Scheme' prepared on the lines prescribed by RBI, Reserve Bank of India is the Nodal Agency designated to receive complaints under the Scheme, whereas under the 'vigil mechanism' set up in accordance with the provisions of the new Companies Act, the Chief of Internal Vigilance in the Bank will be the

16. கண்காணிப்பு :

கண்காணிப்பு பிரிவின் வேலை மூன்று வகையாக பிரிக்கப்படுகிறது. அவை தடுத்தல், முன்கூட்டியறிதல், தண்டித்தல். நடப்பில் உள்ள கண்காணிப்பு முறை தவறுகளை தடுப்பதற்கு ஏதுவாக குறிப்பிட்ட கால இடைவெளியில் விதிமுறைகள் மாற்றியமைக்கப்படுகிறது. ஊழியர்கள் மத்தியில் தவறுகள் வரும் முன்னரே தடுப்பது தொடர்பாக விழிப்புணர்வு ஏற்படுத்துவதின் ஒரு அங்கமாக பிப்ரவரி மாதம் 2015 ஆம் ஆண்டு முதல் முக்கியமான நடவடிக்கைகளுக்கு சரியான முடிவு எடுக்கப்படுகிறது. மேலும் ஊழியர்களுக்கு கல்வி புகட்டும் வகையில் முறைகேடு தொடர்பான சுற்றறிக்கைகள் சரியான கால இடைவெளியில் பயிற்சி அளிக்கப்பட்டு வருகிறது. மேலும் ரிசர்வ் பேங்க் ஆப் இந்தியாவின் வழிகாட்டுதலின் படி கண்காணிப்பு கொள்கைகளை ஏப்ரல் 2013 முதல் தினத்திலிருந்து வழங்கி வருகிறது. இதன் மறுபரிசீலனை மார்ச் 2016, 8ல் செய்யப்பட்டது. "Whistle Blowing" என்ற கொள்கை நடைமுறைப்படுத்தப்பட்டுள்ளது.

மேலும் பாரத ரிசர்வ் வங்கியின் ஏப்ரல் 18 2017 வழிகாட்டுதல்கள்படி பாதுகாப்பான வெளிப்படுத்துதல் திட்டமானது வங்கியில் செயல்படுத்தப்படுகிறது.

நிறுவனங்கள் சட்டம் 2013 பிரிவு 177 விதிகளின் கீழ் வங்கியானது வைப்புநீதிகளை ஏற்பதால் விழிப்புணர்வு இயக்கமுறை ஏற்படுத்தி இயக்குநர்கள் மற்றும் ஊழியர்கள் அவர்கள் குறைகள் அல்லது உண்மையான கவலைகளை தெரிவிக்க வகை செய்தது. மேலும் விழிப்புணர்வு இயக்கமுறை வங்கி இயக்குனர் மற்றும் ஊழியர்களை பழிவாங்கப்படாமல் பாதுகாப்பதற்கு வழிவகையாக இருக்கும். வெளிப்படுத்துதல் திட்டம் மற்றும் விழிப்புணர்வு இயக்கமுறை ஆகிய இரண்டின் நோக்கங்களும் ஒரே மாதிரியானது. பாரத ரிசர்வ் வங்கி புகார்கள் பெற நியமிக்கப்பட்ட முகமையாக உள்ளது. புதிய நிறுவனங்கள் சட்டம் விதிமுறைகளின்படி லஞ்ச ஒழிப்பு தலைமை அதிகாரி ஊழியர்களின் புகார்களை பெற நியமிக்கப்பட்டுள்ளார். வங்கியின் இயக்கநர்களின் புகார்களை பெற தணிக்கை குழு தலைவர் நியமிக்கப்பட்டு உள்ளார்

designated authority to receive the complaints from employees and the Chairman of the Audit Committee of the Board will be the designated authority to receive the complaints from directors.

With a view to ensuring compliance with both the RBI circular and the provisions of the Companies Act, 2013, the Bank had re-drafted its 'Protected Disclosure Scheme' in tune with the requirements of Section 177 of the Companies Act, 2013. It was felt that as the two different schemes on the same subject being in operation simultaneously may lead to conflicts and it would be advisable to converge the two schemes into one.

We had sought clarifications from RBI whether it would be in order to revise the scheme, inter alia, by providing for a common nodal agency, say for example the Chief of Internal Vigilance in the Bank, to receive the complaints under the revised protected disclosure scheme.

We, later received clarification from RBI that they have no objection in making the Chief of Internal Vigilance or the Chairman of Audit Committee of Board, as the case may be the Nodal Officer for receiving complaints. Accordingly, the "Protected Disclosure Scheme" suitably reviewed in line with whistle blowing/vigil mechanism under section 177 of the Companies Act, 2013 was approved by the Board of Directors in the meeting held on February 28, 2017 and was adopted.

17. Customer Service

The Bank is well known for its good and courteous service to customer. The Bank has constantly been endeavoring to meet the expectations of the modern day tech-savvy customers by introducing new and innovative products and features.

In order to provide a platform to the customers for addressing their queries, a dedicated Customer Service Cell has been formed at Head Office. The Bank has also provided an all-India toll-free helpline (1800-425-0426) wherein the customers can clarify their doubts about the products / schemes and also register their grievances. We have a dedicated Phone Number (9842461461) for Customer care / Help. It also includes "SMS" based Customer Help Line. Customers can invoke help by sending a SMS with the text, "HELP". We are also having two dedicated E-Mails for the use of customers to register their grievances and complaints

நிறுவனங்கள் சட்டம் 2013 பிரிவு 177இன் விதிகளின்படியும் பாரதி ரிசர்வ் வங்கியின் சுற்றறிக்கைக்கு உடன்பாடாகவும் வெளப்படுத்துதல் திட்டம் மறு வரைவு செய்யப்பட்டது. இந்த இரண்டு திட்டங்களும் ஒரே நோக்கத்தில் ஒரே நேரத்தில் செயல்படுத்தப்படுவதால் சச்சரவுகள் ஏற்படும் என்பதால் இரண்டு திட்டங்களையும் ஒன்றாக இணைப்பது என்று உணரப்படுகிறது.

இது சம்பந்தமாக பாரதி ரிசர்வ் வங்கியிடம் இருந்து விளக்கம் பெறப்பட்டுள்ளது. உள் லஞ்ச ஒழிப்பு தலைமை அதிகாரியோ அல்லது தணிக்கை குழு தலைவரோ முழுமையாக புகார்களை பெறுவதில் எந்த ஆட்சேபணையும் இல்லை என்று தெரிவித்துள்ளனர். அதன்படி பாதுகாப்பான வெளிப்படுத்துதல் திட்டமானது விழிப்புணர்வு இயக்க முறையின் கீழ் பொறுத்தமான முறையில் பரிசீலிக்கப்பட்டு நிறுவனங்கள் சட்டம் 2013. பிரிவு 177ன் கீழ் 28 பிப்ரவரி 2017இல் நடைபெற்ற எங்களது நிர்வாக குழு கூட்டத்தில் ஒப்புதல் பெறப்பட்டது.

17 வாடிக்கையாளர் சேவை

வங்கியானது அதன் சிறந்த மற்றும் கனிவான சேவைக்கு பெயர் பெற்றது. வங்கியானது நவீன தொழில்நுட்ப வாடிக்கையாளர்களின் எதிர்பார்ப்புகளை பூர்த்தி செய்யும்பொருட்டு புதுமையான மற்றும் பல மதிப்பு கூட்டு சேவைகளையும் தந்து கொண்டிருக்கிறது.

வாடிக்கையாளர்களுக்கு ஒரே இடத்தில் மிகச்சிறந்த சேவையை அளிப்பதற்காக வாடிக்கையாளர் மையம் வங்கியின் தலைமை அலுவலகத்தில் நிறுவப்பட்டுள்ளது. வாடிக்கையாளர்களுக்கு தகவல் அளிக்கவும், உதவவும் இலவச தொலைபேசி எண் 180-0425-0426 மூலம் சேவை அளிக்கப்படுகிறது.

வாடிக்கையாளர்கள் குறுஞ்செய்தி மூலம் உதவி பெற Help எனடைப் செய்து 9842461461 என்ற எண்ணிற்கு அனுப்பி உதவி பெற முடியும். மேலும் Customer service @tmbank.in மற்றும் complaints@tmbank.in இந்த இரு மின்னஞ்சல் முகவரி வழியாக வாடிக்கையாளர்கள் தங்களுடைய குறைகளையும் புது ஆலோசனைகளையும் கருத்துக்களையும் பதிவு செய்ய இயலும். மேலும் வங்கியின் எந்த ஒரு தகவலையும் www.tmb.in

- customerservice@tmbank.in and complaints@tmbank.in. Customers can also register their suggestions / feedback / complaints / grievances through our website www.tmb.in. The customer will receive instant acknowledgements to their E-Mail ID for the suggestions / feedback / complaints / grievances registered by them. Our Bank has also implemented a centralized registry / database for recording and follow-up of complaints. Branches and Regional Offices can also register the complaints received at their level in the CCTS (Customer Complaint Tracking System) module.

18. TECHNOLOGY ADVANCEMENT:

Our Bank is taking various efforts to provide technology-enabled products and services to customers by adopting latest technologies. Expansion of Branches and ATMs by using multiple network technologies, such as MPLS, Leased Line, VSAT, GPRS, CDMA and VPNoBB with redundant mode to provide continuous customer service without any disruption through various delivery channels viz. Internet Banking, ATM, Mobile Banking, Point of Sale terminals, Cash Deposit Kiosk, Passbook Printing Kiosk, Cheque Deposit Kiosk, Product Information Kiosk etc.

19. Product Innovation, new Products and Services

During the financial year 2016-17, the Bank has made / done the following for the beneficial use of the customers.

- ✓ Tie up arrangement with M/s.E-Billing solutions private limited - 18.05.2016,
- ✓ Auto generation of SMS alert message for frequent cheque return customers - May 2016,
- ✓ Corporate Internet Banking facility Introduced for corporate entities - June 2016,
- ✓ Salem Regional Office opened - 06.06.2016
- ✓ Ahmedabad Regional Office opened - 17.06.2016,
- ✓ Digital Account opening system introduced during October 2016,
- ✓ Revamp of 'TMB VISA and TMB Santhosh Saving Bank Schemes - October 2016,
- ✓ Revamp of TMB Royal Savings Account Scheme - November 2016,
- ✓ Introduced the following new IT products on 27/02/2017;
 - 1) Mobile Wallet,
 - 2) IMPS facility through ATMs,
 - 3) Card less Cash Withdrawal through ATMs,
 - 4) VISA Contactless Debit Card,

இணையதளம் வாயிலாக பெற இயலும். மேலும் CCTS Customer Complaint tracking system - வாடிக்கையாளர் குறைகளின் நிலவரம் பற்றி தெரிந்து கொள்ள CCTS என்ற அமைப்பு ஏற்படுத்தப்பட்டுள்ளது.

18) தொழில்நுட்ப வளர்ச்சி

வாடிக்கையாளர்களுக்கு சிறந்த சேவை அளிப்பதற்காக வங்கி முன்பு இருந்தது போலவே பல்வேறு உயர்ந்த தொழில்நுட்பங்களை அளித்து வருகிறது. MPLS குத்தகை இணைப்பு VSAT, GPRS, CDMA போன்ற பலதரப்பட்ட தொழில்நுட்பங்கள் மூலம் கிளை மற்றும் ATM விரிவாக்கம் செய்து வருகிறது. வாடிக்கையாளர் வசதிக்காக ATM இணையதள வங்கி சேவை, மொபைல் வங்கி சேவை, பாயின்ட் ஆஃப் சேல், பற்று அட்டை, பணம் செலுத்தும் இயந்திரம், காசோலை செலுத்தும் இயந்திரம், வங்கி சேவைகள் பற்றி அறிய உதவும் தகவல் இயந்திரம் ஆகியவற்றின் மூலம் தடையில்லா சேவை வழங்கி வருகிறது.

19. புதிய சேவைகள் :

2016-2017 ஆம் வருடத்தில் கீழ்க்கண்ட சேவைகள் அறிமுகப்படுத்தப்பட்டது.

- ✓ வங்கியானது M/s. E-Billing Solutions Private Limited உடன் இணைந்து சேவை வழங்குகிறது.
- ✓ 2016 மே மாதம் முதல் வாடிக்கையாளர்களுக்கு காசோலை திருப்பம் செய்யப்பட்டால் SMS குறுசெய்தி வழியாக தானே தகவல் அனுப்பும் வசதி.
- ✓ 2016 ஜூன் கார்பரேட் இணையதள வங்கி வசதி அறிமுகப்படுத்தப்பட்டுள்ளது.
- ✓ ஜூன் 6 2016 முதல் சேலம் மண்டலம் அலுவலகம் தொடங்கப்பட்டுள்ளது.
- ✓ ஜூன் 17 2016 முதல் அகமதாபாத் மண்டல அலுவலகம் தொடங்கப்பட்டுள்ளது.
- ✓ அக்டோபர் 2016 முதல் டிஜிட்டல் முறையில் கணக்கு தொடங்கும் வசதி
- ✓ அக்டோபர் 2016 TMB சந்தோஷ் சேமிப்பு திட்டம் மற்றும் TMB VISA சேமிப்புத் திட்டம் சீரமைக்கப்பட்டுள்ளது.
- ✓ நவம்பர் 2016 TMB ராயல் சேமிப்புத் திட்டம் சீரமைக்கப்பட்டுள்ளது.

பிப்ரவரி 27 2017 அன்று கீழ்க்கண்ட இணையதள சேவைகள் அறிமுகப்படுத்தப்பட்டுள்ளது.

1. மொபைல் வாலட்

- 5) Chennai Corporation Property Tax (CCPT) Payment through ATMs,
- 6) Institutional Fee Payment through ATMs,
- 7) Green Pin for ATM / Debit cards,
- 8) Online E-Term Deposit / RD opening through Bank's Web Portal,
- 9) TMB Store,
- 10) AEPS Payment,
- 11) TMB Speaks (offline App for Bank Services) and
- 12) Kissan Card.

✓ Launched the following Credit Cards & Debit Cards on 22/03/2017;

1. TMB Titanium Credit Card,
2. TMB Platinum Credit Card,
3. TMB Titanium Debit Card,
4. TMB Business Debit Card,
5. TMB Titanium Contact less Debit Card &
6. TMB Platinum FX Multi Currency Travel Card (Prepaid)

20. Awards / Ratings obtained by the Bank:

- ✓ Our Bank has secured 2nd place in terms of number of Branches activated & the number of NPS applications mobilized.
- ✓ Our Bank has secured 3rd best Bank at National Level under Private Sector Category for the year 2015-16 instituted by State Forum of Bankers' Club, Kerala on 11.12.2016.
- ✓ Our Bank has been awarded as Best Private Sector Bank by ABP News BFSI awards on 14.02.2017.
- ✓ Our Bank has won ASSOCHAM awards under the following categories on 03.03.2017 for the year 2015-16:
 - **'Winner'** under Small Bank class - Agricultural Banking category.
 - **'Winner'** under Small Bank class - Best Social Bank category.
 - **'Runner up'** under Small Bank class - Government Schemes category.
 - **'Runner up'** under Small Bank class - Priority Sector Lending category

Rating:

During the financial year 2016-17, CRISIL renewed the rating for the Certificate of Deposit programme of the Bank for ₹1,000 crore as A1+ (indicating "Very Strong" rating).

- ✓ 2. TMB விரைவான பணம் செலுத்தும் வசதி (IMPS)
- ✓ 3. தானியங்கி இயந்திரம் (ATM) மூலம் அட்டை இல்லாமல் பணம் பெறும் வசதி
- ✓ 4. VISA அட்டை மூலம் Contact Less Debit வசதி
- ✓ 5. தானியங்கி இயந்திரம் மூலம் (ATM) சென்னை மாநகர சொத்துவரி செலுத்தும் வசதி
- ✓ 6. தானியங்கி இயந்திரம் மூலம் சில கல் விநிறுவனங்களின் கல்வி கட்டணம் செலுத்தும் வசதி
- ✓ 7. காசிதம் பயன்படுத்தாமல் இரகசிய எண் பெறுதல் மற்றும் மாற்றம் செய்யும் வசதி
- ✓ 8. இணையதளம் வழியாக நிலைவைப்பு மற்றும் தொடர் வைப்பு திட்டம் தொடங்கும் வசதி
- ✓ 9. TMB Store
- ✓ 10. AEPS வசதி
- ✓ 11. TMB இணைய தொடர்பு தேவை இல்லா வங்கிச்சேவை பெறும் வசதி

12. விவசாயிகளுக்கான கடன் அட்டை

கீழ்க்காணும் கடன் அட்டை மற்றும் புற்று அட்டை 22.03.2017 அன்று அறிமுகப்படுத்தப்பட்டுள்ளது.

1. TMB வெண்வெள்ளி கடன் அட்டை (Titanium credit Card)
2. TMB பவள கடன் அட்டை (Platinum credit Card)
3. TMB வெண்வெள்ளி புற்று அட்டை (Titanium Dedit Card)
4. TMB வணிக புற்று அட்டை (Business Debit Card)
5. TMB வெண்வெள்ளி Contactless புற்று அட்டை
6. TMB பவள அட்டை (Platinum) அந்நிய செலவாணிக்கு சமமான பயண அட்டை [(Travel Card) FX Muticurrency Travel Card]]

20 வங்கி பெற்ற விருதுகள் மற்றும் மதிப்பீடுகள்

நமது வங்கி தேசிய ஓய்வூதிய திட்டம் (NPS) விண்ணப்பங்கள் திரட்டியதில், வங்கி கிளைகள் அதிகமாக திரட்டியதில் தேசிய அளவில் இரண்டாவது இடத்தைப் பிடித்துள்ளது.

நமது வங்கி 11.12.2016 அன்று 2015-16ம் வருடத்தில் வங்கியாளர்கள் கிளப் மாநில மன்றம், கேரளா மூலம் தனியார் துறை வங்கியில் மூன்றாம் சிறந்த வங்கியாக விருது அளிக்கப்பட்டது.

நமது வங்கி சிறந்த தனியார் வங்கிக்கான விருதை ABP செய்தி BFSI இந்த விருதை வழங்கியது.

21. Risk Management

The Bank has a proactive approach towards Risk Management. Its risk philosophy involves developing and maintaining a healthy portfolio within its risk appetite and regulatory framework.

The Risk Management Architecture of the Bank comprises an Independent Risk Management Organizational structure at the Corporate level, Risk Management Policies, Risk Measurement Tools and Risk Monitoring and Management Systems. The Bank has a well defined risk appetite statement and the independent risk function ensures that the Bank operates with its risk appetite framework.

The Board of Directors of the Bank is primarily responsible for laying down risk parameters and establishing an integrated risk management and control system. The Board of Directors is supported by a Sub-Committee of the Board known as the Risk Management Committee of the Board (RMCB), which in turn is supported by the Asset Liability Committee (ALCO) and the Risk Management Committee of the Executives (RMCE). The executive level Committees are headed by the MD & CEO of the Bank. The Bank's RMCB reviews its Risk Management policies and recommends to the Board for approval. The Board also sets out limits taking into account the risk appetite of the Bank and the goals set.

Credit Risk:

The credit risk mechanism consists of policies and practices that include mechanisms for risk identification, risk measurement, risk grading/aggregation techniques, reporting and risk control/mitigation techniques, documentation, legal issues and management of problem loans to protect asset quality and ensure orderly growth and targeted risk adjusted return on assets.

The Credit Risk Management policy along with Credit Risk Mitigation Techniques & Collateral Management Policy address the Credit Risk related to lending. Credit Approving Authority, Prudential Exposure Limits, Risk Rating System, etc., are used in managing credit risk.

In an effort to migrate to advanced approaches for credit risk, bank has migrated to system driven internal rating using web based rating models solution acquired from M/s.Crisil Risk & Infrastructure Solutions Ltd.

நமது வங்கி Association ஆல் அறிவிக்கப்பட்ட சிறு வங்கிகள் வகைக்கான மதிப்பு மிக்க சமூக வங்கி சிறப்பு விருதை வென்றது. மேலும் நம்முடைய வங்கி கீழ்க்கண்ட நான்கு விருதுகளைப் பெற்றுள்ளது.

விவசாய வங்கியின் சிறிய வங்கிகள் பிரிவின் கீழ் வெற்றி பெற்றுள்ளது.

சிறிய வங்கிகள் பிரிவின் கீழ் சிறந்த சமூக வங்கிக்கான வெற்றியைப் பெற்றுள்ளது.

அரசு திட்டங்களுக்கான மற்றும் முன்னுரிமை துறைகளுக்கு கடன் வழங்குவதில் சிறிய வங்கிகள் பிரிவின் கீழ் இரண்டாம் இடம் பெற்றுள்ளது.

தரமதிப்பீடு

இந்த விதி ஆண்டில் CRISIL தர மதிப்பீட்டில் நமதுவங்கிக்கான வைப்புச் சான்றிதழ் திட்டம் ₹1000 கோடியாக புதுப்பிக்கப்பட்டுள்ளது. மேலும் A1+ (மிகுந்த வலிமையானது) என்ற தர மதிப்பீடும் வழங்கப்பட்டுள்ளது.

21. இடர் மேலாண்மை

வங்கியானது இடர் மேலாண்மையின் முன் நடவடிக்கை அணுகுமுறையை கையாண்டு வருகிறது. வங்கி ஒழுங்கு முறை விதிகளுக்கு உட்பட்டு தனக்கு ஒத்த ஒரு ஆரோக்கியமான இலாக்காவை உருவாக்கி பராமரித்து வருவதே வங்கியின் கொள்கையாகும்.

மேலாண்மை கட்டமைப்பு ஒரு சுதந்திரமான இடர் மேலாண்மை அமைப்பை கொண்டுள்ளது. இடர் மேலாண்மை கொள்கை, இடர் அளவீட்டு கருவிகள், இடர் கண்காணிப்பு மற்றும் நிர்வாக அமைப்பு, இடர் கோட்பாடுகளுக்கு உட்பட்ட வங்கி செயல்பாட்டினை உறுதி செய்ய வங்கியானது நன்கு வரையறுக்கப்பட்ட இடர் அறிக்கை மற்றும் சுயாதீனமான இடர் செயல்பாட்டினை கொண்டுள்ளது.

ஒருங்கிணைந்த இடர் மேலாண்மையை நிறுவுதல் கட்டுப்படுத்துதல், மற்றும் இடர் அளவுகளை குறைத்தல் ஆகியவை வங்கி இயக்குனர் குழுவின் முதன்மை பொறுப்பாகும். நிர்வாக குழுவின் துணை குழுவான இடர் மேலாண்மைகுழு மற்றும் சொத்து பொறுப்பு குழு ஆகியவை நிர்வாக இயக்குனர்களுக்கு துணைபுரிகின்றன. நிர்வாகிகள் நிலையில் நடைபெறும் கூட்டங்கள் வங்கியின் நிர்வாக இயக்குனர் தலைமையில் நடைபெறும் வங்கியின் இடர் மேலாண்மை குழு இடர் மேலாண்மை கொள்கையை ஒப்புதல் அளிப்பதுடன் இடர்மேலாண்மைக்கு காலவரையறை அமைத்தல் மற்றும் அதற்கான திறன் அறிதல் ஆகியவற்றையும் நிர்வகிக்கின்றன.

கடன் இடர்

கடன் இடர் செய்முறையானது கொள்கை மற்றும் சில நடைமுறைகளை கொண்டு அமைக்கப்பட்டது. இவற்றில் இடர் அடையாளம் காண்பது, இடர் அளவு, இடர் தரப்படுத்துதல் முறைகள், இடர் கட்டுப்படுத்துதல் முறைகள், இடர் அறிக்கை ஆவணப்படுத்துதல். சட்டப்பிரச்சினைகள் ஆகியவை உள்ளடக்கியதாகும்

Market Risk:

Asset Liability Management Policy and Investment Policy aid the management in mitigating the Market Risk in the Banking and Trading books. The overall responsibility of managing the market risk lies with the Asset Liability Management Committee (ALCO) of the Bank. The Committee meets regularly and decides on the size, mix, tenor, pricing and composition of various assets and liabilities. It primarily does identification, measurement, monitoring and management of liquidity and interest rate risk. It uses tools such as Ratio analysis, Gap analysis reports - Structural liquidity, Dynamic Liquidity, Interest Rate Sensitivity etc. Value at Risk (VaR), Duration Gap Analysis etc. for management of liquidity and interest rate risks. The fundamental focus is to add value both from the earnings perspective and from the economic value perspective.

Operational Risk:

Comprehensive systems and procedures, internal control system and audit are used as primary means for managing Operational Risk. The Bank has put in place a Board approved Operational Risk Management Policy based on Reserve Bank /BASEL guidelines. All new products introduced by the Bank pass through a 'New Product Approval Process' in order to identify and address operational risk issues, apart from evaluation of other risks.

Implementation of New Capital Adequacy Framework:

The Bank has implemented the New Capital Adequacy Framework under Basel-II as per the timelines prescribed by RBI. While the Bank, to start with, has adopted Standardized Approach for Credit Risk, Standardized Duration method for market risk and Basic Indicator approach for Operational Risk, the initiatives so far undertaken / envisaged are geared towards enabling the Bank to comply with the standards set out for more advanced capital measurement approaches in the Basel-II Accord.

The Bank has also developed a framework for quantifying the Pillar-2 risks and has put in place a comprehensive Internal Capital Adequacy Assessment Process (ICAAP) framework in line with RBI guidelines, which has been validated by external agencies

கடனளிப்புடன் தொடர்புடைய கடன் இடரை குறைப்பதற்கு கடன் ஆபத்து குறைப்பு நுட்பங்களுடனான கடன் இடர் மேலாண்மை கொள்கை மற்றும் பிணைய மேலாண்மை கொள்கை பின்பற்றப்படுகிறது. கடன் இடர் நிர்வகித்தலில் கடன் ஒப்புதல் அதிகார அமைப்பு, விவேக வெளிப்பாடு வரம்பு, இடர் மதிப்பீடு அமைப்பு ஆகியவை உபயோகப்படுத்தப்படுகின்றன. வங்கியானது இணையம் அடிப்படையிலான மதிப்பீடு தொகுதிகளை கொண்டு கணினி மூலம் மதிப்பீடும் முறைக்கு மாறிவிட்டது. இதற்கான தொழில்நுட்பம் M/s.Crisil Risk & Infrastructure Solutions Ltd., நிறுவனத்திடம் இருந்து வாங்கப்பட்டது.

சந்தை இடர்

வியாபார கணக்கு புத்தகங்களில் வங்கியின் சந்தை இடரை குறைப்பதற்கு, சொத்து பொறுப்பு நிர்வாகக் கொள்கை மற்றும் முதலீட்டுக் கொள்கை ஆகியவை துணைபுரிகின்றன. ஒட்டுமொத்த சந்தை இடரை நிர்வகிக்கும் பொறுப்பு வங்கியின் சொத்து பொறுப்பு நிர்வாகக் குழுவை சார்ந்தது. அந்த குழுவானது வழக்கமாக கூட்டங்கள் கூட்டி அளவு, கால், கலப்பு, விலை மற்றும் பல்வேறு சொத்து பொறுப்பு தொகுப்புகளை முடிவு செய்கின்றன. அக்குழுவானது அடையாளம் காணுதல், அளவீடுதல், கண்காணித்தல் மற்றும் நிர்மை நிர்வகித்தல், வட்டி விகித இடர் ஆகியவற்றை முதன்மையாக பணியாற்றுகின்றன. இதற்கான கருவிகளாக விகிதம் பகுப்பாய்வு, இடைவெளி பகுப்பாய்வு அறிக்கை கட்டமைப்பான நிர்மை, மாறும் நிர்மை, வட்டி விகித உணர்திறன் ஆகியவற்றை உபயோகிக்கின்றன. இவை அனைத்தின் அடிப்படை கவனம், முன்னோர்க்கான வருமானம் ஈட்டுதலின் மதிப்பு மற்றும் முன்னோர்க்கான சமுதாயம் மதிப்பையும் உயர்த்துவது ஆகும்.

செயல்பாட்டு இடர்

செயல்பாட்டு இடர் நிர்வாகத்தில், விரிவான அமைப்புகள் மற்றும் நடைமுறைகள், அக கட்டுப்பாட்டின் அமைப்பு மற்றும் தணிக்கை ஆகியவை முதன்மையாக உள்ளது. பாரத ரிசர்வ் வங்கி மற்றும் BASEL ஆகியவற்றின் வழிகாட்டுதல்களை அடிப்படையாகக் கொண்ட செயல்பாட்டு இடர் மேலாண்மைக் கொள்கையானது வங்கியின் மேலாண்மைக் குழுவில வைக்கப்பட்டு ஒப்புதல் அளிக்கப்பட்டுள்ளது. வங்கி மூலம் அறிமுகப்படுத்தப்படும் புதிய பொருட்களுக்கான மற்ற இடர்களை மதிப்பீடு செய்வதோடு செயல்பாட்டு இடர் பிரச்சினைகளையும் அடையாளம் காணவும் மற்றும் தெரியப்படுத்தவும் புதிய தயாரிப்பு ஒப்புதல் செயல்முறை மூலம் ஒப்புதல் அளிக்கப்பட்டு களையப்படுகிறது.

பாஸல் 2 விதிகள் அமல்படுத்துதல்

வங்கியானது பாஸல் 2ன் படி புதிய மூலதன தன்னிறைவு வரைமுறைகளை அமல்படுத்தியுள்ளது. கடனுக்கான இடர்களுக்கு நிலைப்படுத்திய அணுகுமுறையையும், சந்தைக்கான இடர்களுக்கு நிலைப்படுத்திய காலத் தொடர்ச்சி முறையையும் மற்றும் செயல்முறைகளுக்கான இடர்களுக்கு அடிப்படைகளை சுட்டிக்காட்டும் அணுகுமுறையையும், வங்கி அமல்படுத்த ஆரம்பித்து அதற்கான வங்கியின் முயற்சிகள். வங்கியானது பாஸல் 2 ஒப்பந்தப்படி ஏற்படுத்தப்பட்ட, மேம்படுத்தப்பட்ட மூலதன அளவீடு அணுகுமுறைகளுக்கான வரையறைகளை கடைபிடிப்பதற்கு உதவுகிறது.

வங்கியானது பாஸல் 2 ஒப்பந்தப்படி ஏற்படுத்தப்பட்ட, மேம்படுத்தப்பட்ட மூலதன அளவீடு அணுகுமுறைகளுக்கான வரையறைகளை கடைபிடிப்பதற்கு உதவுகிறது.

In order to shift the matrices of measurement from traditional volume based measures to risk based measures, bank has implemented a robust and scientific fund transfer pricing system.

The Bank strives to provide maximum returns to its stakeholders while maintaining a solid capital base to support the risks associated with its diversified business. It has a strong Common Equity Tier 1 capital adequacy ratio in order to support the execution of its growth plans and business strategies, while meeting the regulatory capital requirements at all times.

Strengthening the Resilience: Basel-III Initiatives

Basel-III guidelines which are a comprehensive set of reforms, to strengthen the regulation, supervision and risk management of the banking sector were issued by Reserve Bank of India in May 2012. Liquidity Risk Management and Basel-III framework on Liquidity Standards were also issued in July 2012.

The capital standards and new capital buffers will require banks to hold more capital and higher quality of capital than under the current Basel II rules. The new leverage ratio introduces a non-risk based measure to supplement the risk-based minimum capital requirements. Banks in India are well capitalized and are already above the minimum prescribed ratios. As Basel-III transition is phased in over a longer timeframe upto 2019, the pressure for immediate capital infusion may not be there.

The new liquidity ratios under Basel-III framework on Liquidity Standards ensure that adequate funding is maintained. The Bank is complying with RBI guidelines in computing and reporting the Liquidity Coverage Ratio (LCR) and is awaiting final guidelines for Net Stable Funding Ratio (NSFR) norms in the Indian context.

Our Bank has been proactively conducting internal assessment of adequacy of capital, liquidity ratios and leverage ratios in accordance with Basel-III standards. The Bank's capital position is in compliance with Basel-III expectations, well above the minimum requirements. The bank expects to make a smooth transition to Basel-III standards, as per RBI's timelines.

வங்கியானது பில்லர் 2 இடர்களை அளவிடுவதற்காக ஒரு வரைமுறையை உருவாக்கியுள்ளது. மேலும் பாரத ரிசர்வ் வங்கியின் விதிமுறைகளின்படி ஒரு முழுமையான மூலதன தன்னிறைவு மதிப்பீடுமுறை வரைமுறைகளை உருவாக்கியுள்ளது. இது வெளி நிறுவனங்களால் சோதனை செய்யப்பட்டு உறுதி செய்யப்பட்டுள்ளது.

வங்கியானது பாரம்பரியமான அளவின் அடிப்படையிலமைந்த நடைமுறைகளிலிருந்து இடர்பாடுகளின் அடிப்படையிலமைந்த நடைமுறைகளுக்கு மாறுவதற்காக ஒரு உறுதியான மற்றும் விஞ்ஞானப்பூர்வமான நிதிமாற்ற விலை நிர்ணய முறையை அமல்படுத்தியுள்ளது.

வங்கியானது தனது வேறுபட்ட வியாபார இடர்களுக்கு ஆதரவாக, வலிமையான மூலதன அடித்தளத்தை பராமரிப்பதோடு, வங்கியின் முதலீட்டாளர்களுக்கும் அதிகப்படியான லாபத்தை கொடுப்பதற்கு பாடுபடுகிறது. வங்கியானது திடமான பொதுப்பங்கு Tier-1 மூலதன தகுதி வீதத்தை பராமரித்துக் கொண்டு வங்கியின் வளர்ச்சி திட்டங்களுக்கும், வியாபார உத்திகளுக்கும் ஆதரவாக உள்ளது.

பாஸல் 3 முயற்சிகள்

பாஸல் 3 விதிமுறைகள், வங்கித் துறையை வலிமைப்படுத்துவதற்கும், கண்காணிப்பதற்கும் மற்றும் இடர் மேலாண்மைக்காகவும், பாரத ரிசர்வ் வங்கியால் 2012 மே மாதம் வெளியிடப்பட்ட ஒரு முழுமையான சீர்திருத்தமாகும். பணப்புழக்க கோட்பாடுகள் இடர் மேலாண்மை மற்றும் பாஸல் 3 விதிமுறைகளின்படி, பணப்புழக்க கோட்பாடுகள் வெளியிடப்பட்டது.

புதிய மூலதன நெறிமுறைகளின்படி தற்போதுள்ள பாஸல் 2 விதிமுறைகளின்படி கணக்கிடப்படும் மூலதனத்தைக் காட்டிலும், அதிகமான மூலதனம் வங்கிகளுக்கு தேவைப்படுகிறது. இந்திய வங்கிகள் புதிய விதிமுறைகளின்படி, இடர் அடிப்படையில் தேவைப்படும் குறைந்தபட்ச விகிதங்களை விட அதிகமாக ஏற்கனவே வைத்துள்ளது. பாஸல் 3 விதிமுறைகளுக்கு மாறுவதற்கான கால அளவு 2019ம் ஆண்டு வரை இருப்பதால் உடனடியாக மூலதனம் தீரட்டுவதற்கான அமுத்தம் குறைந்திருக்கின்றது.

பாஸல் 3 நெறிமுறையின்படி புதிய நீர்மை விகிதங்கள் போதுமான நிதி வைத்திருப்பதை உறுதி செய்கிறது. வங்கியானது நம் நாட்டிற்கான பணப்புழக்க விகிதம் மற்றும் நிகர நிலையான நிதி விகிதத்தை கடைப்பிடிப்பதற்கான பாரத ரிசர்வ் வங்கியின் விதிமுறைகளை எதிர்நோக்கியுள்ளது.

நமது வங்கியானது முன் நடவடிக்கையாக பாஸல் 3 நெறிமுறைகளின்படி மூலதன தேவை, பணப்புழக்க விகிதங்கள் மற்றும் பங்கு மூலதனத்திற்கும் கடனுக்குமான வங்கியின் மூலதன விகிதம் பாஸல் 3 விதிமுறைகளின்படி தேவைப்படும் குறைந்தபட்ச அளவை விட மிக அதிகமாகவே உள்ளது. பாரத ரிசர்வ் வங்கி நிர்ணயித்துள்ள கால அளவுக்குள், வங்கியானது, பாஸல் 3 விதிமுறைகளின்படி மாறுவதற்கு உறுதி கொண்டுள்ளது.

22. Compliance Function

The Bank has a robust policy on compliance and the related reports are reviewed by the Board and the Audit Committee of the Board periodically. An executive of the Bank in the rank of Deputy General Manager has been designated as the Chief Compliance Officer and in the rank of Chief Manager, a Company Secretary has been appointed. As per the policy, all the regulatory, statutory and internal compliances are being monitored and periodical reports are placed before the competent authority.

Bank gives utmost importance to compliance with all the applicable statutory provisions and regulatory guidelines issued by the RBI and we assure you that the board of directors will leave no stones unturned to ensure its effective compliance.

23. Compliance with the provisions of Companies Act, 2013

The Bank has already complied with the various provisions of the Act to the extent they are applicable to the Bank.

DIRECTORS AND OTHER KEY MANAGERIAL PERSONNEL

The Board of the Bank as on March 31, 2017 consisted of 13 Directors. During the year under review (2016-17) and as on date the composition of Board was as under:

S.No.	Name	Designation	Particulars
1	Thiru H.S.Upendra Kamath	MD & CEO	Majority sector (Banking)
2	Thiru S. Annamalai	Non Executive Part-time Chairman	Minority Sector
3	Thiru S. R. Aravind Kumar	Director	Minority Sector
4	Thiru V. V. D. N. Vikraman	Director	Minority Sector
5	Thiru B. S. Keshava Murthy	Independent Director	Majority sector (Banking)
6	Thiru A. Shidambaranathan	Independent Director	Majority sector (Accountancy)
7	Thiru P. C. G. Asok Kumar	Director	Majority Sector (SSI)
8	Thiru K. Nagarajan	Director	Majority sector (Law, Agriculture & Rural Economy)
9	Thiru B. Vijayadurai	Director	Majority sector (Accountancy)
10	Thiru P. Yesuthasen	Independent Director	Majority sector (Banking)
11	Thiru K.N.Rajan	Director	RBI Nominee
12	Dr K.V.Rajan	Director	RBI Nominee
13	Tmt S.Ezhil Jothi	Additional Director	Majority sector (Corporate Law)

22. வங்கி பின்பற்றி நிறைவேற்ற வேண்டியவைகள் :

வங்கி பின்பற்றி நிறைவேற்ற வேண்டியவைகள் பற்றிய கொள்கை ஒன்றை வைத்திருக்கிறது. இயக்குநர் குழுவால் சரியான நேரத்தில் அறிக்கைகள் பெறப்பட்டு மறு ஆய்வு செய்யப்படுகிறது. வங்கியின் துணை பொது மேலாளர் பதவியில் உள்ள உயர் அதிகாரி இதற்கான முதன்மை அதிகாரியாகவும், தலைமை மேலாளர் தர வரிசையிலும் நியமிக்கப்பட்டுள்ளார். மேலும் நிறுவனத்தின் செயலாளரும் நியமிக்கப்பட்டுள்ளனர். வங்கியின் கொள்கையின்படி ஒழுங்குமுறை விதிகள் சட்டப்படியான விதிமுறைகள் மற்றும் வங்கியின் உள்ளார்ந்த கொள்கையின்படி வங்கி பின்பற்ற வேண்டியவைகள் கண்காணிக்கப்பட்டு அதற்கான அறிக்கைகள் தகுந்த ஆணையத்தின் முன்னால் வைக்கப்படுகிறது. இந்திய ரிசர்வ் வங்கி வெளியிட்டுள்ள பொருந்தும் சட்ட விதிமுறைகள் மற்றும் ஒழுங்குமுறை வழிகாட்டுதல்கள் இணக்கத்திற்கு வங்கி மிகவும் முக்கியத்துவம் கொடுக்கிறது. இயக்குநர்கள் குழு அதன் பயனுள்ள இணக்கத்தை உறுதிப்படுத்த எந்த கற்களும் விட்டு விடாது என்று நாங்கள் உங்களுக்கு உறுதியளிக்கிறோம்.

23.கம்பெனி சட்டம் 2013ன் படி பின்பற்ற வேண்டியவை :

வங்கியானது தனக்குப் பொருந்தும் பல்வேறு சட்ட விதிகளின் படி ஏற்கனவே செயல்களை நிறைவேற்றியுள்ளது.

இயக்குநர்கள் மற்றும் பிற முக்கிய நிர்வாக அதிகாரி

மார்ச் 31, 2017 அன்று வங்கியின் வாரியம் 13 இயக்குநர்களை கொண்டுள்ளது. ஆய்வு காலத்தில் (2016-2017) மேலும் இன்றுவரை குழுவின் கட்டமைப்பின் கீழ் உள்ளவர்கள்.

All Directors, other than Managing Director and CEO are non-executive Directors on Board.

Changes in the composition of the Board of Directors and other Key Managerial Personnel

The Board of Directors at their Meeting held on March, 27, 2017 co-opted the Smt.S.EzhilJothi as a director. Also, Board approved the appointment of Mr. Prakash Chandra Panda as Company secretary in the place of Mr. Deepak Sankunni, who resigned on 8th September, 2016.

Appointment of independent directors

As per the requirements of Section 149 (4) of the Companies Act, 2013, the Bank is required to have at least two independent directors on its Board.

The Bank has three independent directors, viz. Shri B. S. Keshava Murthy, Shri A. Shidambaranathan and Shri P. Yesuthasen. All these independent directors were appointed by the members at the 93rd Annual General Meeting held on January 29, 2016.

1. Shri B. S. Keshava Murthy to hold office upto January 28, 2019. Shri Keshava Murthy is a retired bank executive; his qualifications are M.Sc. and CAIIB Part I.

2. Shri A. Shidambaranathan to hold office upto January 28, 2019. Shri Shidambaranathan is a Chartered Accountant. He is also the Chairman of the Audit Committee of the Board.

3. Shri P. Yesuthasen to hold office upto November 25, 2017. Shri P. Yesuthasen is a former executive of Reserve Bank of India, specializing in foreign exchange.

Audit Committee

The Audit Committee of the Board comprises all the three independent directors and the two RBI nominees. It's constitution is in compliance with the requirements of Section 178 of the Companies Act 2013.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee comprises four members including two independent directors and two other directors and is in compliance with the requirements of Section 178 of the Companies Act 2013.

நிர்வாக இயக்குநர் மற்றும் தலைமை நிர்வாக அதிகாரி தவிர அனைத்து இயக்குநர்களும் செயல்சாரா இயக்குநர்கள் ஆவார்கள்.

இயக்குநர்கள் மற்றும் பிற முக்கிய நிர்வாக அதிகாரிகளின் குழுவில் மாற்றம்

இயக்குநர்கள் குழுவானது மார்ச் 27, 2017 அன்று நடைபெற்ற கூட்டத்தில், ஒரு இணை இயக்குநராக Smt. S. எழில்ஜோதியை தேர்ந்தெடுத்துள்ளது. திரு. பிரகாஷ் சந்திரா பாண்டாவை, செப்டம்பர் 8 ஆம் தேதி 2016ல் ராஜினாமா செய்த திரு. தீபக் சன்குன்னிக்கு பதிலாக நிறுவனத்தின் செயலாளராக நிர்ணயித்து குழு அங்கீகாரம் வழங்கியது.

தன்னிச்சையான இயக்குநர்கள் நியமனம் :

இயக்குநர் நிறுவன சட்டம் 2013 பிரிவு 149(4) ன் தேவைகளின்படி வங்கி அதன் குழுவில் குறைந்தது இரண்டு தன்னிச்சையான இயக்குநர்கள் இருக்கவேண்டும்.

வங்கியில் மூன்று தன்னிச்சையான இயக்குநர்கள் உள்ளனர். திரு. B.S. கேசவமூர்த்தி, திரு. A. சிதம்பரநாதன், திரு. P. ஏசுதாசன் ஆகிய தன்னிச்சையான இயக்குநர்கள் (ஜனவரி 29, 2016ல் நடந்த) 93-ஆம் வருடாந்திர பொது கூட்டத்தில் நியமிக்கப்பட்டார்கள்.

1) திரு. B.S. கேசவமூர்த்தி-28 ஜனவரி 2019 வரை இப்பதவியில் நீடிப்பார். திரு. B.S. கேசவமூர்த்தி அவர்கள் ஓய்வு பெற்ற வங்கி நிர்வாகி, அவரது தகுதி .M.Sc., மற்றும் CAIIB (பகுதி-I)

2) திரு. A. சிதம்பரநாதன்-28 ஜனவரி 2019 வரை இப்பதவியில் நீடிப்பார். திரு. A. சிதம்பரநாதன் அவர்கள் ஒரு பட்டய கணக்காளர். அவர் தணிக்கை குழுவின் தலைவரும் ஆவார்.

3) திரு. P. ஏசுதாசன்-25 நவம்பர் 2017 வரை இப்பதவியில் நீடிப்பார். திரு. P. ஏசுதாசன் அவர்கள் பாரதிய ரிசர்வ் வங்கியின் முன்னாள் நிர்வாக அதிகாரி ஆவார். (அந்நிய செலாவணியில் சிறப்பு பெற்றவர்).

தணிக்கை குழு

தணிக்கை குழு வாரியத்தில் மூன்று தன்னிச்சையான இயக்குநர்கள் மற்றும் இரண்டு ரிசர்வ் வங்கி நியமனதாரர்களும் உள்ளனர். இந்த அமைப்பு நிறுவன சட்டம் 2013 பிரிவு 178ன் தேவைகளுக்கு இணக்கமாக உள்ளது.

பரிந்துரை மற்றும் ஊதியக்குழு

பரிந்துரை மற்றும் ஊதியக்குழுவில் இரண்டு தன்னிச்சையான இயக்குநர்கள் மற்றும் இரண்டு இயக்குநர்கள் உட்பட நான்கு உறுப்பினர்களைக் கொண்டுள்ளது. இது கம்பெனி சட்டம் 2013 பிரிவு 178 இன் தேவைகளுக்கு இணக்கமாக உள்ளது.

Internal Auditors

The Bank is required to appoint an internal auditor as per the requirements of Section 138, who should either be a chartered accountant or a cost accountant, or such other professional as may be decided by the Board to conduct internal audit of the functions and activities of the Bank.

As the Bank already had concurrent auditors, internal inspecting officers, compliance department etc. pursuant to the various requirements applicable to a banking company, the requirement of internal audit was already being complied with.

Corporate Social Responsibility (CSR) Committee and Stakeholders' Relationship (SR) Committee

The Bank has constituted a Corporate Social Responsibility Committee of the Board in pursuance of the requirements of Section 135 and a Stakeholders' Relationship Committee of the Board in pursuance of the requirements of Section 178. The CSR Committee met 2 times during the year under review and the SR Committee met once.

The Bank's CSR initiatives usually involve setting the foundation of various programs at a small scale to learn from on-ground realities, getting feedback from society and then putting an enhanced sustainable model to ensure maximum benefit to the society. For this reason, during the year, the Company's spend on the CSR activities has been less than the limits prescribed under Companies Act, 2013. The CSR activities are scalable which coupled with new initiatives that may be considered in future, moving forward the Company will endeavor to spend on CSR activities in accordance with the prescribed limits.

Woman Director

The Bank is required to appoint a woman director pursuant to the provisions of Section 149 (1). Smt.S.Ezhil Jothi was co-opted as a director by the Board in its meeting dt.27.03.2017.

24. Board/Committee meetings

The Bank's Board met 24 times, and its sub-committees including the Audit Committee held a total of 65 meetings during the year 2016-2017.

உள்ள்தணிக்கையாளர்கள்

பிரிவு 138 தேவைகளின்படி வங்கி ஒரு பட்டயக்கணக்கர் அல்லது ஒரு அடக்க மதிப்பு கணக்காளர் அல்லது மற்ற தொழில்முறை சார்ந்த நபரை உள்ள்தணிக்கையாளராக நியமிக்க வேண்டும் என்றும் வங்கியின் செயல்பாடுகள் மற்றும் நடவடிக்கைகள் உள்ள்தணிக்கை செய்யப்படும் என்றும் குழுவில் முடிவு செய்யப்பட்டது.

உள் தணிக்கையாளர்களின் தேவைக்கேற்ப வங்கியில் ஏற்கனவே தணிக்கையாளர்கள், உள்ளூர் ஆதிக்காரிகள், இணக்கதுறை ஆகியோர் உள்ளதால் வேறுபட்ட தேவைகளும் ஏற்கனவே இணக்கம் செய்யப்பட்டுள்ளது.

நிறுவன சமூகப்பொறுப்பு குழு மற்றும் பங்குதாரர்களின் உறவுமுறை குழு

பிரிவு 135 விதிகளை பின்பற்றும் வகையில் வங்கியானது நிறுவன சமூக பொறுப்பு குழு ஒன்றையும் பிரிவு 178ன் விதிகளை பின்பற்றும் வகையில் பங்குதாரர்களின் உறவுமுறை குழு ஒன்றையும் ஏற்படுத்தியது. இவ்வருடத்தில் நிறுவன சமூக பொறுப்பு குழுவானது இரண்டு முறையும் பங்குதாரர்களின் உறவுமுறைகுழு ஒரு முறையும் சந்தித்துள்ளது.

நிறுவன சமூகப்பொறுப்பு குழு எப்பொழுதும் வேறுபட்ட திட்டங்களை கொண்டுவருவதில் முதன்மையாக திகழ்கிறது. சிறு தொழிலில் சார்ந்த திட்டங்களுக்கு நேரடியாகவே சென்று தனது கருத்துக்களை கேட்டு அதற்கு தகுந்தார் போல் அதிகப்படியான நன்மைகளை சமூகத்திற்கு வழங்குகிறது. இந்த ஆண்டு நிறுவனச்சட்டம் 2013ல் குறிப்பிட்டதைவிட குறைவாகவே சமூக நடவடிக்கைகளில் செலவு செய்யப்பட்டது. புது துவக்கத்தின் மூலம் பின்வரும் காலங்களில் நிறுவன பொறுப்பு குழு அதன் தேவைகளை முழுமையாக செய்யும்.

பெண் இயக்குநர்

பிரிவு 149(1)ன் படி வங்கி ஒரு பெண் இயக்குநரை நியமனம் செய்ய வேண்டும். திருமதி.எழில்ஜோதி இயக்குநராக 27.03.2017 அன்று நடைபெற்ற கூட்டத்தில் தேர்ந்தெடுக்கப்பட்டார்.

இயக்குநர்குழு மற்றும் துணைக்குழு கூட்டங்கள்

2016-2017 ஆண்டில் வங்கியின் இயக்குநர்குழு 24 முறையும் துணை குழுக்கள் 65 முறையும் கூடியுள்ளது.

Directors Name	No of Board meetings held	No of Board meetings attended	No of Committee Meetings held	No of committee meetings attended
Shri S. Annamalai	24	22	13	8
Shri S. R. Aravind Kumar	24	23	38	38
Shri P. C. G. Asok Kumar	24	22	27	21
Shri B. S. Keshava Murthy	24	22	32	26
Shri K. Nagarajan	24	24	24	24
Shri K.N.Rajan	24	24	18	18
Shri K.V.Rajan	24	24	19	19
Shri A. Shidambaranathan	24	24	49	49
Shri B. Vijayadurai	24	24	35	34
Shri V. V. D. N. Vikraman	24	23	26	23
Shri P. Yesuthasen	24	23	28	27
Smt S.Ezhil Jothi	1	1	1	1

25. Annual General Meetings

The bank has not been able to hold its 94th AGM (which should have been held on or before September 30, 2016 and the time was extended by the Registrar of Companies, Chennai up to December 31, 2016) as the bank's clarificatory petition moved before the Madras High Court is yet to be heard by it. Bank has advised the legal counsel to get an order from the High Court expeditiously, to hold AGM of the bank.

26. Corporate Governance

The Bank's Corporate Governance philosophy is woven around its total commitment to ethical practices in the conduct of its business, while striving hard to enhance the stakeholders' value. Your Bank has endeavored to adopt the best corporate governance practices, wherever possible. It also adheres to the principles of transparency in transactions, disclosure of information, integrity, social accountability and statutory compliance. The Bank has followed the directions and guidelines issued by RBI from time to time regarding Corporate Governance.

It has also complied with the various requirements of the Companies Act, 1956 and the Companies Act, 2013 with regard to corporate governance, wherever possible.

The Bank has set up the following committees of the Board for focused governance in the important functional areas and for proper control of the affairs of the Bank.

25. வருடாந்திர பொதுக்குழு கூட்டங்கள்

94வது வருடாந்திர பொதுக்குழு கூட்டத்தை வாங்கியால் நடத்த இயலவில்லை (பொது குழுவானது 30.09.2016க்கு முன் நடத்தி முடிக்கப்பட்டிருக்க வேண்டும். நிறுவனத்தின் பதிவாணையம் இதற்கான தேதியை 31.12.2016 வரை நீட்டித்துள்ளது). இது சம்பந்தமான வாங்கியின் விளக்க மனு சென்னை உயர்நீதி மன்றத்தில் தாக்கல் செய்யப்பட்டு இன்னும் விசாரணைக்கு வராமல் உள்ளது. வாங்கியானது பொதுக்குழு நடத்துவதற்கு நீதிமன்றத்திலிருந்து அனுமதி உத்தரவு பெறுவதற்கு வாங்கியின் சட்ட வல்லுனரிடம் அறிவுறுத்தியுள்ளது.

26. குழு மேலாண்மை

வங்கி மேலாண்மை தத்துவம் பாங்குதாரரின் மதிப்பை அதிகரிக்க கடினமாக முயற்சி செய்துள்ளது. மேலும் அதன் வணிக நடத்தையில் உள்ள ஒழுக்க நடைமுறைகள் அதன் முழுமையான அர்ப்பணிப்பு சுற்றிப் பின்னப்பட்டுள்ளது. உங்கள் வங்கி எங்கெல்லாம் முடியுமோ அங்கெல்லாம் சிறந்த நிறுவன ஆளுகையின் நடைமுறைகளை பின்பற்ற பெரு முயற்சியில் ஈடுபட்டிருந்தது. இது வணிக நடவடிக்கைகள், தகவல்களை வெளியிடுதல், ஒருமைப்பாடு சமூக பொறுப்பு சட்டவிதிகளை கடைபிடித்தல் ஆகியவற்றில் வெளிப்படையான கொள்கைகளை பின்பற்றுகிறது. வாங்கி நிறுவன ஆளுகையில் அவ்வப்போது வழங்கப்படும் ரிசர்வ் வாங்கியின் நெறிமுறைகள் மற்றும் வழிகாட்டுதல்களின்படி செயல்படுகிறது.

மேலும் நிறுவன ஆளுகையில் நிறுவன சட்டம் 1956 மற்றும் நிறுவனச்சட்டம் 2013க்கு இணக்கமாய் பல்வேறு சீர்திருத்தங்களை செய்துள்ளது. வாங்கி முக்கிய செயல்பாட்டு பகுதிகளில் வாங்கி நடவடிக்கைகளில் சரியான கவனம் செலுத்துவதற்கும் மற்றும் கட்டுப்பாட்டை கடைபிடிப்பதற்கும் பின்வரும் குழுக்களை அமைத்துள்ளது.

The Bank has taken various steps as may be necessary to attain higher levels of corporate governance standards by implementing the various mandatory and non-mandatory requirements of the Companies Act, 2013 in this regard, including constitution and reconstitution of various Committees, formulation of various policies and codes. The Bank, even though an unlisted entity, shall also strive to meet the requirements of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, wherever possible. The Bank shall make all efforts to protect and facilitate exercise of shareholders' rights and also to facilitate increased shareholders' participation.

S.No.	Name of the Committee
1	Management Committee
2	Information Technology Strategy Committee
3	Audit Committee
4	NPA Monitoring Committee
5	Fraud Monitoring Committee
6	Customer Service Committee
7	HRM Committee
8	Disciplinary Committee (Appellate Authority for Officers)
9	Risk Management Committee
10	Nomination and Remuneration Committee
11	Corporate Social Responsibility Committee
12	Stakeholders' Relationship Committee
13	Share Transfer Committee (w.e.f 29.04.2016)
14	Independent Directors Committee
15	Capital Planning Committee
16	Review of Willful Defaulters Committee

27. Issue of Equity shares

The Board of directors in their meeting held on 26.05.2016 allotted the Bonus share at the ratio of 500:1 to the equity shareholders, whose name appear in the list of member as on 25.05.2016 except to those shareholders which are (i) Disputed (ii) Deceased (iii) Classified under Section 126 of the Companies Act.

வங்கியானது குழும நடத்தை விதிமுறைகளை அமல்படுத்துவதற்காக நிறுவனச்சட்டம் 2013இன்படி பின்பற்ற வேண்டிய பல்வேறு நடவடிக்கைகளை செயல்படுத்தி வருகிறது. இதற்காக பல்வேறு குழுக்களை அமைத்து கொள்கைகளையும் விதிகளையும் ஏற்படுத்தியுள்ளது. வங்கியானது பங்கு சந்தை பட்டியலில் இடம்பெறவில்லை என்றாலும் SEBI ஒழுங்குமுறை சட்டம் (கூடமை பட்டியல் மற்றும் தேவைகளை வெளிப்படுத்தல்) 2015இல் கண்டுள்ள விதிமுறைகளை பின்பற்றுவதற்கு முயற்சி செய்து வருகிறது. வங்கியானது பங்குதாரர்களின் உரிமைகளை பாதுகாப்பதற்கும் மற்றும் பங்குதாரர்களின் பங்கேற்பை அதிகரிப்பதற்கும் எல்லாவிதமான முயற்சிகளையும் எடுத்து வருகிறது.

S.No.	குழுவின் பெயர்
1	நிர்வாகக் கிளைக் குழு
2	தகவல் தொழில்நுட்ப செயல் திட்டக்குழு
3	தணிக்கைக் குழு
4	செயல்பாடற்ற கடன்களை கண்காணிக்கும் குழு
5	மோசடி வேலைகள் நடைபெறா வண்ணம் கண்காணிக்கும் குழு
6	வாடிக்கையாளர்கள் சேவைக் குழு
7	மனிதவள மேலாண்மைக் குழு
8	ஒழுங்கு நடவடிக்கை குழு (அதிகாரிகளுக்கான மேல்முறையீடு)
9	இடர் மேலாண்மை குழு
10	நியமனம் மற்றும் ஊதியக்குழு
11	சமூக பொறுப்புணர்வு குழு
12	பங்குதாரர்கள் உறவுமுறை குழு
13	பங்கு மாற்றம் குழு (29.04.2016 முதல்)
14	தன்னிச்சையான இயக்குநர்கள் குழு
15	மூலதன திட்டக்குழு
16	தீராணி இருந்தும் தீரும்பச் செலுத்தாத கடனாளிகளின் மீளாய்வு திட்டக்குழு

27. நிர்மை (சம்பங்கு) பங்கு வழங்குதல்

மே 26 2016 அன்று நடைபெற்ற இயக்குநர்கள் கூட்டத்தில் 500 : 1 என்ற விகிதத்தில் ஊக்கப்பங்குகள் பங்குதாரர்களுக்கு ஒதுக்கப்பட்டது மற்றும் மே 26 2016 அன்று உறுப்பினர் பட்டியலில் உள்ள பெயர்கள் கம்பெனிகள் சட்டம் 2013இல் குறிப்பிட்டுள்ள சர்ச்சைக்குரிய, இறந்து போன மற்றும் வகைப்படுத்தப்பட்டுள்ள பங்குதாரர்கள் தவிர அனைத்து பங்குதாரர்களுக்கும் வழங்கப்பட்டது.

28. Statutory Auditors

The Board of Directors has decided to recommend the appointment of M/s. Maharaj N R Suresh and Co., Chartered Accountants, Chennai as the Statutory Central Auditors of the Bank for the year 2017-18, to Reserve Bank of India. Their appointment is subject to the approval of members at the Annual General Meeting.

They have confirmed their eligibility to be so appointed in terms of Section 141 of Companies Act, 2013.

29. Comments on Auditors' Report

The Notes on Accounts and the Significant Accounting Policies referred to in the Auditor's Report and forming part of the annual accounts and the references made by the Auditors in their Report are self-explanatory. The Auditors have not made any observations or adverse comments warranting any explanation on the part of the Board as referred to in Section 134 (3) (f) of the Companies Act, 2013.

30. Directors' Responsibility Statement

Pursuant to the requirement under section 134(5) of the Companies Act 2013, it is hereby confirmed that

- in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- your directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Bank at the end of the financial year and of the profit and loss of the Bank for that period;
- your directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provision of this Act for safeguarding the assets of the Bank and for preventing and detecting fraud and other irregularities;
- your directors have prepared the annual accounts on a 'going concern' basis;
- your directors have devised proper systems to ensure compliance in the provisions of all applicable laws and that such systems are adequate and operating effectively.

28. சட்டப்பூர்வமான தணிக்கையாளர்கள்

இயக்குநர்கள் குழு 2017-2018 ன் வங்கியின் சட்டப்பூர்வமான மத்திய தணிக்கையாளராக **M/s.மகராஜ் N.R.சுரேஷ்** அண்ட் கோ பட்டய கணக்காளர்கள் சென்னை அவர்களை நியமிக்க இந்திய ரிசர்வ் வங்கியிடம் பரிந்துரை செய்ய முடிவு செய்து உள்ளது. இவர்களின் நியமனம் வங்கியின் ஆண்டு பொது குழு கூட்டத்தின் ஒப்புதலுக்கு உட்பட்டது. பிரிவு 141 நிறுவனச்சட்டம் 2013ன்படி இவர்கள் வங்கியின் தணிக்கையாளர்களாக நியமிப்பதற்கு தங்களுக்கு தகுதியுள்ளது என்பதை உறுதி செய்துள்ளனர்.

29. தணிக்கையாளர்களின் அறிக்கை மீதான விளக்கங்கள்

தணிக்கையாளர்களின் அறிக்கையில் குறிப்பிட்ட குறிப்புகள் சுயவிளக்கம் உள்ளவை. நிறுவனச்சட்டம் 2013 பிரிவு 134(3)ன்படி தணிக்கையாளர்களின் எந்த ஒரு குறிப்புகளும் பாதகமானதாக இல்லாததால் இயக்குநர் குழுவின் விளக்கங்கள் தேவையானதாக இல்லை.

30. இயக்குநர்களின் பொறுப்பு பற்றிய அறிக்கை

நிறுவனச் சட்டம் 2013 பிரிவு 134(5)ன் தேவைக்கேற்ப கீழ்க்கண்டவை உறுதியளிக்கப்படுகிறது.

- வருடாந்திர கணக்குகள் உரிய கணக்குவழக்கு நெறிப்படி தயாரிக்கப்பட்டுள்ளது. வேறுபாடுகள் இருக்கும் பட்சத்தில் தகுந்த விளக்கங்கள் அளிக்கப்பட்டுள்ளன.
- வங்கி இயக்குநர்கள் இருப்புநிலை கணக்கு மற்றும் இவ்வருடத்திற்கான இலாபநட்ட கணக்கு, வங்கியின் சரியான நிலையை காட்டுவதற்கு தேவையான கணக்கு முறைகளை தேர்ந்தெடுத்து அவற்றை வழிவழியாக நடைமுறைப்படுத்தி வந்திருக்கிறார்கள்.
- வங்கி இயக்குநர்கள் பல்வேறு சட்டதிட்டங்களுக்கு இணங்க கணக்கு வழக்கு முறைகளை கடைபிடிப்பதிலும், வங்கியின் சொத்துக்களை பாதுகாப்பதிலும், மோசடிகளை முன்கூட்டியே கண்டறிந்து களைவதில் தேவையான வழிமுறைகளை கையாளுகிறார்கள்.
- வங்கி இயக்குநர்கள் வருடாந்திர கணக்குகளை தொடர்ந்து நடைபெற்று கொண்டிருக்கும் ஒரு ஸ்தாபனம் என்பதை கருத்தில் கொண்டு தயார் செய்துள்ளார்கள்.
- இயக்குநர்கள் வங்கி சம்பந்தப்பட்ட அனைத்து சட்டங்கள் மற்றும் அதன் விதிகளை பின்பற்றி உடன்பாடாக செயல்பட போதுமான செயல்முறைகளை ஏற்படுத்தியுள்ளனர்.

31. Funding sources of renewable energy

As its contribution to the worldwide effort against global warming, your Bank has identified wind to be the best renewable, pollution-free energy available throughout the year and has encouraged lending to this sector. The bank also encourages setting up of solar panels by financing Solar energy generation plants and also provided solar energy panels as part of its corporate social responsibility.

32. Secretarial Audit

The Bank, as a public company having a turnover of more than ₹ 250 crore, is required to get secretarial audit as referred to in Section 204 of the Companies Act, 2013 conducted. A copy of the report in form MR-3 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is required to be annexed to this report.

Accordingly a copy of the Secretarial Audit Report dated 4th August, 2017 issued by M/s.Gouri Sankar Mishra & Associates, Company Secretaries, Chennai is annexed to this report as Annexure 2.

There are no material remarks or observations in the report which require any explanation on the part of the Board, except the following:

- (i) Regarding compliance with Section 12 (1) of Banking Regulation Act, 1949: - With the proposal of IPO not passed at the previous AGM, the Bank is looking into various possibilities for capital enhancement including making a fresh request to the members for approving IPO to make the paid up capital, at least 50% of the authorized capital.
- (ii) Regarding non conduct of AGM:- Waiting for court order.
- (iii) Regarding delay in appointing woman director and Company Secretary: - the Board of Directors has co-opted Smt.S.Ezhil Jothi as a director and Company Secretary in its meeting dt.27.03.2017.
- (iv) Regarding the requirement of appointing CFO :- The Bank is taking steps to appoint a CFO.

Other qualifications given by Secretarial Auditors are self-explanatory.

33. Corporate Social Responsibility

As stated elsewhere the Bank has constituted a Corporate Social Responsibility (CSR) Committee and has also adopted a CSR Policy. The policy document is available on the Bank's website. The disclosure in respect of the CSR activities of the Bank as required to be made as per the Companies (Corporate Social Responsibility) Rules, 2014 is given at Annexure 3.

31. புதுப்பிக்கக்கூடிய ஆற்றலுக்கான நிதியுதவி

புவி வெப்பமயமாதலுக்கு எதிராக உலக அளவிலான முயற்சிக்கு உதவும் பொருட்டு உங்கள் வங்கி காற்றின் மூலம் வருடம் முழுவதும் கிடைக்கக்கூடிய சிறந்த புதுப்பிக்கக்கூடிய மற்றும் மாசு இல்லா ஆற்றலுக்கான நிதி உதவியை ஊக்கப்படுத்துகிறது. மேலும் கொள்முதல் செய்வதற்கு நிதி உதவி செய்வதன் மூலம் சூரிய ஒளி தகடு (Solar Panel) அமைக்க ஊக்குவிக்கிறது. மேலும் வங்கி குழும சமூக பொறுப்பை ஏற்று சூரிய சக்தி பலகைகளை வழங்குகிறது.

32. செயலக தணிக்கை

ஒரு பொது நிறுவனம் ரூ.250 கோடிக்கு மேல் விற்பனை முதல் கொண்டிருந்தால் நிறுவனச்சட்டம் 2013 பிரிவு 204ன்படி வங்கி செயலக தணிக்கை பெற வேண்டும். அறிக்கையின் ஒரு பிரதியை MR - 3 நிறுவனங்கள் (நியமனம் மற்றும் நிர்வாக பணியாளர்கள் ஊதியம்) செயலக தணிக்கையாளரால் கொடுக்கப்பட்ட மற்ற தகுதிகள் சுய விளக்கமாக இருக்கின்றன.

நிர்வாக பணியாளர்கள் ஊதியம் 2014 விதிகளை இந்த அறிக்கையில் இணைக்கப்பட வேண்டும்.

செயலக இணைக்கச் சான்று, திருவாளர்கள் கௌரி சங்கர் மிஸ்ரா & அசோசியேட்ஸ், நிறுவன செயலர்கள், சென்னை அவர்களால் வழங்கப்பட்டு ஆகஸ்டு 4, 2017 அறிக்கையுடன் இணைக்கப்பட்டுள்ளது.

கீழே குறிப்பிட்டுள்ள சிலவற்றை தவிர பாதகமான எந்தவிதமான குறிப்பும் அவர்களது அறிக்கையில் இல்லாததால் இயக்குநர் குழுவின் எந்த விளக்கமும் தேவைப்படவில்லை.

(1) வங்கிக் கட்டுப்பாட்டுச் சட்டத்தின் பிரிவு 1949 12(1) உடன் இணங்குவது :- முந்தைய வருடாந்திர பொதுக்குழு கூட்டத்தில் IPO வின் பரிந்துரை ஏற்கப்படாததால் மூலதன விரிவாக்கத்திற்கான பல்வேறு சாத்தியக் கூறுகளை வங்கி கவனித்து வருகிறது. அதில் IPO-க்கான புதிய கோரிக்கை மற்றும் உறுப்பினர்களின் ஒப்புதலின் கீழ் செலுத்திய மூலதனமானது குறைந்தது 50% அங்கீகரிக்கப்பட்ட மூலதன அளவிற்கு கோரப்படும்.

(2) வருடாந்திர பொதுக்குழு கூட்டம் நடத்தப்படாதது:- நீதிமன்ற உத்தரவுக்காக காத்திருக்கிறது.

(3) இயக்குநர் நியமன தாமதம் மற்றும் பெண் நிறுவன செயலர்கள் நியமன தாமதம் :- 27.03.2017 அன்று நடந்த இயக்குநர் குழு கூட்டத்தில் கம்பெனி செயலாளரான திருமதி. S. எழில்ஜோதி இயக்குநராக தேர்ந்தெடுக்கப்பட்டுள்ளார்.

(4) தலைமை நிதி அதிகாரி நியமனம் :- வங்கி ஒரு தலைமை நிதி அதிகாரியை நியமிப்பதற்கு நடவடிக்கை எடுக்கிறது.

33. சமூக பொறுப்புணர்வு

மற்ற இடங்களில் குறிப்பிட்டது போன்று வங்கி ஒரு சமூக பொறுப்புணர்வு குழுவை அமைத்துள்ளது. மேலும் ஒரு சமூக பொறுப்புணர்வு கொள்கையை ஏற்றுக் கொண்டுள்ளது. கொள்கை ஆவணம் வங்கியின் இணையதளத்தில் உள்ளது. நிறுவனங்கள் விதிகள் 2014ன் படி இணைப்பு 111ல் வங்கியின் சமூக பொறுப்புணர்வு நடவடிக்கைகள் குறிப்பிடப்பட்டுள்ளது.

34. Extract of annual return

An extract of the annual return referred to in Section 92 (3) and Section 134 (3) (a) in Form MGT-9 of Companies (Management and Administration) Rules, 2014 is given as Annexure 4 of this report.

35. Declaration by independent directors

As mentioned elsewhere Shri B.S. Keshava Murthy, Shri P. Yesuthasan and Shri A. Shidambaranathan, Independent Directors gave the declarations as referred to in sub-section (7) of Section 149 of the Companies Act, 2013 to the effect that they meet the criteria of independence as provided in the Act and the said declarations were taken note of by the Board on April 24, 2017.

36. Details of contracts or arrangements with related parties

No contracts or arrangements in the nature referred to in sub-section (1) of Section 188 read with Rule 15 of Companies (Meetings of Board and its Powers) Rules, 2014 were entered into by the Bank with related parties during the year under review. The details of remuneration paid to the Managing Director & CEO forms part of the 'notes to accounts' pursuant to the requirement of Accounting Standard 18. However, as the office of Managing Director is not a place of profit as defined in Section 188, no disclosure with regard to the said payment of remuneration is annexed to this report.

37. Bank's policy on directors' appointment and remuneration

The Bank had implemented the wage revision during September 2015 based on the bilateral negotiations conducted by the Bank and the employees' union / officers' union after finalization of the bipartite agreement between IBA and the unions at the industry-level.

As a banking company, the bank is required to have not less than fifty-one percent of its directors meeting the specified eligibility criteria referred to in Section 10 A (2) of Banking Regulation Act, 1949. Further, for determining the independence of directors the Bank strictly follows the criteria laid down in sub-section (6) of Section 149 of Companies Act, 2013.

Only the Managing Director & CEO is paid a fixed remuneration as approved by Reserve Bank of India

34. ஆண்டு விபரத்தாக்கல் படிவம்

படிவம் MGT - 9 பிரிவு 92(3)ந் மற்றும் பிரிவு 134(3)(a) நிறுவனங்களின் (மேலாண்மை மற்றும் நிர்வாகம்) 2014-ன் படி இணைப்பு IV-ல் இந்த அறிக்கையின் பின் இணைக்கப்பட்டுள்ளது.

35. தன்னிச்சையான இயக்குநர்களின் அறிவிப்பு

மற்ற இடங்களில் குறிப்பிட்டுள்ள படி திரு. B.கேசவமூர்த்தி, திரு. P.ஏசுதாசன் மற்றும் திரு. A.சிதம்பரநாதன், ஆகிய தற்போதைய இயக்குநர்கள் தன்னிச்சையான இயக்குநர்களாக செயல்படுகின்றனர். நிறுவனச்சட்டம் 2013 பிரிவு 149 உட்பிரிவு (7)ன்படி இரண்டு தன்னிச்சையான இயக்குநர்கள் சுதந்திரமாக செயல்பட சட்டத்தில் குறிப்பிட்டுள்ளபடி உறுதிமொழியை இயக்குநர்கள் குழுவிடம் அளித்தனர். இதை இயக்குநர் குழு ஏப்ரல் 24, 2017ல் பதிவு செய்து கொண்டது.

36. வங்கியுடன் தொடர்புடையவர்களோடு செய்த ஒப்பந்தங்கள் அல்லது உடன்படிக்கைகளின் விபரங்கள் :

எந்த ஒரு ஒப்பந்தங்களும் அல்லது உடன்படிக்கைகளும் நிறுவனச்சட்டம் 2014 விதி 15 பிரிவு 188ன் உட்பிரிவு (1)ல் (வங்கி குழு மற்றும் அதன் அதிகாரங்கள்) வங்கி தொடர்புடையவர்களிடம் ஏற்படுத்தப்படவில்லை. நிர்வாக இயக்குநர் ஊதிய விபரம் கணக்குமுறை விதி 18ல் குறிப்பிட்டுள்ளபடி கணக்குகளுக்கான விளக்கங்கள் கீழ் கொடுக்கப்பட்டுள்ளது.

37. இயக்குநர்களின் நியமனம் மற்றும் ஊதியம் பற்றிய வங்கியின் கொள்கை

இந்திய வங்கிகளின் சங்கம் மற்றும் தொழிற் சங்கங்களுக்கிடையே இரு பத்திய உடன்படிக்கை முடிவுக்கு வந்த பின்னர் வங்கியானது ஊதிய திருத்தத்தை செப்டம்பர் 2015ல் வங்கி மற்றும் ஊழியர்/அதிகாரி சங்கம் நடத்திய இருதரப்பு பேச்சுவார்த்தைகளின் அடிப்படையில் அமல்படுத்தப்பட்டது.

பிரிவு 10(A)2ல் பிரிவில் குறிப்பிட்டுள்ள விதிகளுக்கு உடன்படிக்கையாக இயக்குநர்கள் ஐம்பத்து ஒன்று சதவீதத்திற்கும் குறைவாக இருக்கக்கூடாதென்று வங்கி ஒழுங்குமுறை சட்டம் 1949ல் குறிப்பிடப்பட்டுள்ளது. வங்கி இயக்குநர்களின் சுதந்திரத்தை தீர்மானிப்பதில் உட்பிரிவு (6) பிரிவு 149, கம்பெனிகள் சட்டம் 2013ல் குறிப்பிட்டுள்ள விதிகளை பின்பற்றுகிறது.

As a banking company, the bank is required to have not less than fifty-one percent of its directors meeting the specified eligibility criteria referred to in Section 10 A (2) of Banking Regulation Act, 1949. Further, for determining the independence of directors the Bank strictly follows the criteria laid down in sub-section (6) of Section 149 of Companies Act, 2013.

Only the Managing Director & CEO is paid a fixed remuneration as approved by Reserve Bank of India under Section 35 B of Banking Regulation Act, 1949 subject to periodic increments as the Board may decide from time to time, the details of which are part of the 'notes to accounts'. The other non-executive directors are paid only sitting fees for attending the meetings of the Board and its Committees. None of the directors including the MD & CEO receives any profit linked remuneration. The sitting fees payable to the non-executive directors did not undergo any change during the year 2016-17.

Pursuant to the recommendation made by the Nomination and Remuneration Committee of the Board, the Board of Directors, in a meeting held on May 26, 2016 decided to recommend a proposal to Reserve Bank of India and the members for increase in the remuneration of the MD & CEO, Shri H. S. Upendra Kamath from the present Rs.42 lakh per annum to Rs.50 lakh per annum with corresponding increase in other allowances and perquisites, with all other existing terms and conditions remaining unchanged, w.e.f. April 1, 2016. This was approved by RBI vide their letter Ref.DBR.Appt.No.3980/08.55.001/2016-2017 Dated October 3, 2016. The increase in remuneration is subject to approval by the members.

38. Information Security:

To protect Bank's critical customer information and to maintain a resilience in business continuity, Information Security is given due importance. A separate Information Security Department (ISD) is formed under Risk Management Department, headed by an Asst. General Manager as Chief Information Security Officer (CISO) and a Senior Manager as Information Security Officer.

39. The position regarding Gopalakrishna Committee Recommendations:

In terms of RBI guidelines, Bank has established a robust Information Security Governance framework.

நிர்வாக இயக்குநர் மற்றும் தலைமை நிர்வாக அதிகாரிகளுக்கு மட்டும் நிலையான ஊதியம் பாரத ரிசர்வ் வங்கியின் ஒப்புதலின் பேரில் வழங்கப்படுகிறது. பகுதி 35-B வங்கி ஒழுங்குமுறை சட்டம் 2014ன்படி இயக்குநர் குழுவால் கால இடைவெளிக்கு ஏற்றவாறு ஊதியம் உயர்த்தி கொடுக்கப்படுகிறது என்பது கணக்கு சார்ந்த குறிப்புகளில் கொடுக்கப்பட்டுள்ளது. செயல் சாராத நிர்வாகிகளுக்கு குழு சந்திப்பில் கலந்து கொள்வதற்கும் அமரும் கட்டணம் மட்டும் கொடுக்கப்படுகிறது. நிர்வாக இயக்குநர் மற்றும் தலைமை நிர்வாக அதிகாரி உட்பட இயக்குநர்கள் இலாபத்தினால் இணைக்கப்பட்ட ஊதியம் பெறுவதில்லை. 2016-2017 ஆண்டுகளில் செயல்சாரா இயக்குநர்களுக்கான அமரும் கட்டணத்தில் எந்த மாற்றமும் ஏற்படவில்லை.

25.06.2016ல் நடைபெற்ற இயக்குநர்கள் குழுவால் நியமனம் மற்றும் ஊதிய குழுவின் பரிந்துரைக்கு இணங்க, நிர்வாக இயக்குநர் & தலைமை நிர்வாக அதிகாரிக்கான ஊதியம் ஏப்ரல் 1, 2016லிருந்து ₹42 லட்சத்திலிருந்து ₹50 லட்சமாக உயர்த்தி வழங்குவதற்கு பாரத ரிசர்வ் வங்கியிடம் அனுமதி பெறுவதற்கு முடிவு எடுக்கப்பட்டது. இது பாரத ரிசர்வ் வங்கியின் அக்டோபர் 3, 2016 கடிதம் மூலம் அனுமதியளிக்கப்பட்டது. இந்த ஊதிய உயர்வு பங்குதாரர்களின் ஒப்புதலுக்கு உட்பட்டது.

38. தகவல் பாதுகாப்பு

வங்கியின் முக்கிய வாடிக்கையாளர்களின் தகவலை பாதுகாக்க மற்றும் பராமரிக்க அதிக முக்கியத்துவம் கொடுக்கப்பட்டுள்ளது. இதற்காக இடர் மேலாண்மை துறையின் கீழ் ஒரு தனி தகவல் பாதுகாப்பு துறை உருவாக்கப்பட்டு இதற்கு தலைமையாக ஒரு உதவி பொது மேலாளரை தலைமை தகவல் பாதுகாப்பு அதிகாரியாகவும் (CISO) மற்றும் ஒரு மூத்த மேலாளரை தகவல் பாதுகாப்பு அதிகாரியாகவும் நியமிக்கப்பட்டுள்ளது.

39. திரு.கோபால கிருஷ்ணா குழு பரிந்துரைகள் :

ரிசர்வ் வங்கியின் வழிகாட்டுதலின் அடிப்படையில் வங்கி ஒரு வலுவான தகவல் பாதுகாப்பு நிர்வாக கட்டமைப்பை ஏற்படுத்தி உள்ளது. ரிசர்வ் வங்கியின் வழிகாட்டுதலின்படி (திரு.கோபால கிருஷ்ணா குழு பரிந்துரை) இடைவெளி மதிப்பீடு நடத்தப்பட்டு 614 நடவடிக்கைகள் வங்கிக்கு பொருந்த கூடியதாக கண்டுபிடிக்கப்பட்டது மற்றும் உடன்பாடுகள் 100 சதவிகிதம் நிறைவேற்றப்பட்டுள்ளன. அந்த ஆண்டில் வேறு எந்த தேவைகளும் அடையாளம் காட்டப்படவில்லை.

Gap Assessment with respect to RBI guidelines (Shri Gopalakrishna Committee Recommendations) was carried out. 614 actionable items applicable to the Bank were identified and compliance has been achieved 100%. No further requirements identified during the year.

The status was reviewed by RBI Auditors during AFI in 2015 & 2016. Regular review of the implementation is being done keeping in view the changing technology developments / needs of the Bank and Board appraised on the same.

40. Others

a. As the Bank has no activity relating to conservation of energy and technology absorption, such particulars are not required to be furnished under sub-section (3)(m) of Section 134 of the Companies Act 2013 read with Rule (8)(3) of the Companies (Accounts) Rules, 2014.

b. There is an 'internal complaints committee' in the Bank set up in pursuance of the requirements laid down in Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 to take care of the complaints received. In terms of Section 22 of the Act it is reported that one complaint of sexual harassment was reported in the bank, which was investigated into by the Committee and based on the findings necessary disciplinary action has been initiated against the person involved.

c. The strategy for Ind AS implementation and progress made

Reserve Bank of India has issued circular No.DBR.BP.BC.No.106/21.07.001/2015-16 dated June 23, 2016 regarding Implementation of Indian Accounting Standards (Ind AS) in commercial banks. Reserve Bank of India has advised to refer the earlier circular No.DBR.BP.BC.No.76 / 21.07.001 / 2015-16 dated 11/02/2016 wherein banks have been advised to submit proforma Ind AS Financial statements to Reserve Bank of India from the half year ended September 30, 2016, onwards.

The bank had engaged the Audit firm M/s.KPMG, Chennai during May 2016, for assistance in the preparation of IndAS financial statements as on 30.09.2016. The Proforma IndAS financial statements as on 30.09.2016 along with its annexure and notes had been prepared and submitted to Reserve Bank of India on 22.12.2016.

2015-2016 ம் ஆண்டின் போது வங்கியின் தகுதியினை ரிசர்வ் வங்கியின் தணிக்கையாளர்களால் பரிசீலனை செய்யப்பட்டது, தொடர் பரிசீலனையை நடைமுறைப்படுத்தும் போது தொழில்நுட்ப வளர்ச்சி வங்கியின் தேவை மற்றும் அதையே வங்கியின் மன்றம் மதிப்பிட இவையனைத்தும் கண்காணிப்பில் வைக்க உதவுகிறது.

40) மற்றவை :

a) எரிசக்தி சேமிப்பு மற்றும் அதற்கான தொழில்நுட்ப நடவடிக்கைகளில் வங்கி ஈடுபடாததால் பிரிவு (3)(M) பகுதி 134, கம்பெனிகள் சட்டம் 2013, விதிகள் (8) (3) கம்பெனிகள் (கணக்குகள்) விதிகள், 2014 கீழ் சமர்ப்பிக்கப்பட தேவையில்லை.

b) பணியிடத்தில் பெண்கள் மீதான பாலியல் துன்புறுத்தல் (குடுத்தல், விலக்குதல், குறை தீர்த்தல்) சட்டம் 2013-ல் கொடுக்கப்பட்டுள்ள விதிகளை பின்பற்றும் வகையில், இக்குற்றங்கள் மீதான புகார்களை கவனித்துக் கொள்ள ஒரு உட்புகார் குழு உருவாக்கப்பட்டது. இச்சட்டத்தின் பிரிவு எண்.22-ன்படி பாலியல் துன்புறுத்தலுக்கான ஒரு புகாரின் மீது இக்குழுவால் ஆய்வு செய்யப்பட்டு, சம்பந்தப்பட்ட நபரின் மீது ஒழுங்கு நடவடிக்கை எடுக்கப்படும்.

c) ரிசர்வ் வங்கி சுற்றறிக்கை எண்.DBR.BP.BC.No.106/21.07.001 2015-2016, தேதி 23, 2016. வணிக வங்கிகளில் Indian Accounting Standards (Ind As) செயல்படுத்துதல் சம்பந்தமாக அறிவிக்கப்பட்டுள்ளது. ரிசர்வ் வங்கி முந்தைய சுற்றறிக்கை எண்.76/21.07.001/2015-2016 dt. 11.02.2016 சான்றாக ஆலோசனை வழங்கியது. அதில் அரை இறுதி ஆண்டு செப்டம்பர் 30, 2016-லிருந்து ப்ரோபோமா Ind As நிதி அறிக்கையை ரிசர்வ் வங்கியிடம் சமர்ப்பிக்க வேண்டும் என குறிப்பிடப்பட்டுள்ளது.

வங்கியானது 30.09.2016 அன்றைய Ind As நிதி அறிக்கையை தயாரிப்பதற்கு உதவியாக M/s. KPMG, சென்னை என்ற தணிக்கை நிறுவனத்தை மே 2016-ல் ஈடுபடுத்தியது. 30.09.2016 அன்றைய Proforma Ind As நிதி அறிக்கைகள் அதனுடைய பின்பக்க இணைப்பு மற்றும் குறிப்புகள் தயாரிக்கப்பட்டு 22.12.2016 அன்று ரிசர்வ் வங்கியில் சமர்ப்பிக்கப்பட்டது

As per RBI circular dated 11.02.2016, Banks shall comply with the Indian Accounting Standards (Ind AS) for financial statements for the accounting periods beginning from April 1, 2018 onwards, with comparatives for the periods ending March 31, 2018 or thereafter. We have engaged the consultant to assist the bank in the preparation of Ind AS financial statements with respect to financial year 2017-18, including preparation of transition Balance Sheet as on 01.04.2017.

41. Acknowledgment

The Board places on record its appreciation of the valuable patronage, co-operation and goodwill received by your Bank from customers, fellow bankers, financial institutions and Non-Resident Indians. The continued support and co-operation of the employees and customers have been a constant source of strength to the Bank in all its endeavors.

The Board places on record its gratitude to Reserve Bank of India and other regulatory authorities, the Government of India and State Governments for their continued guidance and support.

The staff members of the Bank have been working with dedication and deep commitment. Teamwork at every level, well supported by appropriate technology architecture, has been the hallmark of the Bank's performance. The Board places on record its appreciation of the excellent contribution made by each and every member of the staff, who have made our achievements all along possible and is confident that such contribution will continue in the coming year.

For and on behalf of the Board

K.V.Rama Moorthy
Managing Director & CEO

V.V.D.N.Vikraman
Director

Place: Thoothukudi
Date : 19.09.2017

ரிசர்வ் வங்கி சுற்றறிக்கை தேதி 11.02.2016ன்படி, வங்கிகள் ஏப்ரல் 1, 2016 தொடக்கத்திலிருந்து, இந்திய கணக்கு நெறிமுறைகளுக்கு (Ind AS) இணக்கமாக, மார்ச் 31, 2016ல் முடிவடையும் காலத்திற்கும் அதற்குப்பின்னும் நிதிநிலை அறிக்கைகளை ஒப்பீடுகளுடன் சமர்ப்பிக்க வேண்டும். நிதி ஆண்டு 2017-2018 நிதிநிலை அறிக்கைகள் அதனோடு சேர்த்து 01.04.2017 அன்றைய இருப்புநிலைக்குறிப்பு தயாரிப்பதற்கு உதவியாக ஒரு ஆலோசகரை ஈடுபடுத்தியுள்ளோம்.

41. நன்றியுரை :

வங்கியின் நிர்வாகக் குழு வாடிக்கையாளர்கள், சக வங்கிகள், நிதி நிறுவனத்தில் மற்றும் வெளிநாட்டில் வசிக்கும் இந்தியர்கள் வங்கியின் மீது வைத்திருக்கும் நன்மதிப்பு மற்றும் வங்கிக்கு நல்கிய ஒத்துழைப்பு, உதவி ஆகியவற்றிற்கு பாராட்டினை தெரிவிக்கிறது. வங்கி ஊழியர்கள் அயராது உழைப்பு மற்றும் வாடிக்கையாளர்களின் ஒத்துழைப்பு வங்கியின் எல்லா முயற்சிகளிலும் உறுதுணையாக அமைகிறது.

வங்கியின் இயக்குநர் குழு, பாரத ரிசர்வ் வங்கி, இந்திய அரசாங்கம் மற்றும் மாநில அரசுகள் மற்றும் ஒழுங்குமுறைப்படுத்தும் எல்லா ஆணையங்களுக்கும் அவர்கள் வழங்கிய ஆதரவிற்கும், அறிவுரைகளுக்கும் நன்றியினை சமர்ப்பிக்கின்றது.

வங்கியின் ஊழியர்கள் மிகுந்த ஈடுபாட்டுடன் செயல்பட்டு வருகின்றனர். எல்லா நிலையிலும் உள்ள ஊழியர்களின் ஒருங்கிணைந்த கூட்டு முயற்சி ஈடுபாடு, தேவையான தொழில்நுட்பம் ஆகியவை இவ்வங்கியை சாதனை படைக்க உதவியது. வங்கி ஊழியர்கள் ஆற்றும் பங்கினை இயக்குநர் குழு நினைவு கூர்ந்து வருங்காலத்திலும் இது தொடரும் என்று நம்புகிறது.

இயக்குநர் குழுவின் ஆணைப்படி

திரு. K.V. ராமமூர்த்தி
நிர்வாக இயக்குநர் மற்றும்
தலைமை நிர்வாக அதிகாரி.

திரு. V.V.D.N. விக்ரமன்
இயக்குநர்

இடம் : தூத்துக்குடி
தேதி : 19-09-2017

ANNEXURE - I

1. The statement containing particulars of the employees as required under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2016.

(a) Top ten employees in term of remuneration drawn

Employee Name (Designation) [Age(In years)]	Educational Qualification	Experience (in years)	Date of Joining	Gross Remuneration Paid (Rs. lakh)	Previous Employment (Designation)
1. Shri.H S Upendra Kamath (MD & CEO) (Age - 63 Years)	B.Com., CAIIB	3	09/07/2014	50.00	CMD, Vijaya Bank
2. Shri.N.Devadas (General Manager Credit) (Age - 63 Years)	B.S.C., CAIIB	3	15/05/2014	21.74	General Manager, Vijaya Bank
3. Shri.R. Ravindran (General Manager Recovery) (Age - 51 Years)	B.Com., MBA., CAIIB	31	28/03/1986	21.19	---
4. Shri.S. Kandavelu (General Manager HRD) (Age - 56 Years)	B.Com., CAIIB	37	22/09/1980	20.76	---
5. Shri.J. Chidambara kani (Deputy General Manager) (Age - 52 years)	B.Com., ICWA(INTER), CAIIB	30	22/01/1987	20.42	---
6. Shri.P. Ravichandran (Deputy General Manager) (Age - 52 Years)	B.Com., CAIIB	31	28/03/1986	20.23	---
7. Shri.K. Ganesan (Deputy General Manager) (Age - 57 Years)	B.Com., CAIIB	37	22/09/1980	19.97	---
8. Shri.M. Gunasekaran (General Manager) (Age - 57 Years)	B.Com., JAIIB	37	14/12/1979	19.73	---
9. Shri.M. Venkatesan (Deputy General Manager) (Age - 55 Years)	M.SC., M.TECH	16	06/08/2001	19.70	---
10. Shri.M. Natarajan (Deputy General Manager) (Age - 58 Years)	B.Com., JAIIB	36	22/10/1980	19.14	---

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2017

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,

The Members,
Tamilnad Mercantile Bank Limited
57, V. E. Road,
Thoothukudi,
Tamilnadu - 600002

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tamilnad Mercantile Bank Limited (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit including the Court Orders and, without expressing any opinion on subject matter of pending litigation or matter covered in Order of the Hon'ble Court, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2017 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under - Not applicable to the Company as it is an Unlisted Company;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under To the extent applicable as the Company is unlisted Company but shares are also held in demat form;
Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings - Not applicable since the Company has not done any transaction which attracts FDI/ODI or ECB during the financial under review;
- (iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - (a) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Not applicable to the Company as it is an Unlisted Company;
 - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011- Not applicable to the Company as it is an Unlisted Company;

- (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 Not applicable to the Company as it is an Unlisted Company;
 - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 Not applicable to the Company as it is an Unlisted Company;
 - (e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 Not applicable to the Company as it is an Unlisted Company;
 - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 Not applicable to the Company as it is an Unlisted Company;
 - (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client Not applicable to the Company as it is an Unlisted Company;
 - (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 Not applicable to the Company as it is an Unlisted Company; and
 - (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 Not applicable to the Company as it is an Unlisted Company;
 - (j) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulations, 2015 Not applicable to the Company as it is an Unlisted Company;
- (vi) The list of major heads/ group of Acts, Law and Regulations as applicable to the Company as per management declaration and representation, is mentioned below. In relation to these laws we have relied on the representation made by the Company and its Officers for system and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations as applicable to the Company.

1. Banking Regulation Act, 1949
2. Reserve Bank of India Act, 1934
3. Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002
4. The Bankers' Book Evidence Act, 1891
5. Recovery of Debts due to Banks & Financial Institution Act, 1993
6. Credit Information Companies (Regulation) Act, 2005
7. Prevention of Money laundering Act, 2002
8. The Deposit Insurance and Credit Guarantee Corporation Act, 1961
9. Industrial Dispute (Banking and Insurance Companies) Act, 1949
10. Information Technology Act, 2000
11. Labour Laws:
 - i. The Employees Provident Funds and Miscellaneous Provision's Act, 1952.
 - ii. Payment of Bonus Act, 1965.
 - iii. Payment of Gratuity Act, 1979.
12. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

I have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

1. The subscribed capital and paid-up capital of the Company is not in compliance to provisions of Banking Regulation Act, 1949 which requires the subscribed capital of the company should not be less than one-half of the authorised capital, and the paid-up capital should not be less than one-half of the subscribed capital.
2. The Company has kept in abeyance the payment of dividend and bonus in respect of 1,18,666 equity shares on account of various reasons including dispute which is pending before the Hon'ble Courts.
3. The Company has obtained extension of time for holding of Annual General Meeting (AGM) for the financial year ended 31st March 2016 (and Registrar of Companies has also granted the extension of time for holding of AGM) up to 31st December 2016. Further, the Company has approached (as per details provided) Hon'ble High Court for appointment of Chairman of the AGM (as multiple cases involving shareholders dispute is pending before Hon'ble High Court of Madras) to smoothly conduct the AGM (last few AGM being held en bloc and Hon'ble High Court has appointed Chairman for these meetings including last AGM), however, the matter has not been taken for hearing till date. Company has represented that based on multiplicity of the litigation covering shareholding and percentage of shares held by different group which is pending before the Hon'ble High Court and due to pendency of its application as indicated above, the Company has not held AGM for the Financial Year ended 31st March 2016.
4. The Company has appointed women director on Board beyond the prescribed period, post vacancy created by resignation of earlier women director.
5. The provisions of Articles of Association mandates retirement of minimum one-third of directors at each AGM. However, as stated in clause 3 of the report, the AGM for the Financial Year ended 31st March 2016 has not been held and hence re-appointment of directors those who retire by rotation at the AGM has not taken place.
6. The Company is required to appoint Chief Financial Officer (CFO) which has not been appointed till date.
7. The Company has appointed Company Secretary beyond the prescribed period, post vacancy created by resignation of earlier company secretary.
8. The Board has approved revision in remuneration of Mr. H.S. Upendra Kamath, MD and CEO by increasing salary effective from 1st April 2016 and same was also approved by Reserve Bank of India. However, the increase in remuneration requires the approval of shareholders.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period:

- a. The Company has issued bonus shares during the year by capitalizing an amount of 142.23 Crores and has accordingly allotted five hundred (500) fully paid bonus shares for every one (1) equity share of Rs. 10 each fully paid.

Gouri Shanker Mishra
FCS No. 6906

CPNo.: 13581

Place: Chennai
Date: 4th August 2017

Note: This report is to be read with our letter of even date which is annexed as an Annexure and forms an integral part of this report.

Annexure

To,

The Members,
Tamilnad Mercantile Bank Limited
57, V. E. Road,
Thoothukudi,
Tamilnadu - 600002

Our Secretarial Audit Report of even date is to be read along with this letter.

Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.

Where ever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events, etc.

The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.

The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Gouri Shanker Mishra
FCS No. 6906
C P No.: 13581

Place: Chennai
Date: 4th August 2017

Annexure - III

Annual Report on CSR Activities

1. A brief outline of the bank's CSR policy:

The CSR Policy of the bank outlines the type and scope of activities to be undertaken as part of the Bank's commitment to contributing to the overall progress of the society, people and the environment while aligning the same with the general policy prescriptions of the Government of India in the matter of growth and development. It also aims at complying with the requirements of Section 135 of the Companies Act, 2013 and the Companies (Corporate Social Responsibility) Rules, 2014 and allied notifications issued by the Government of India.

The specific activities to be undertaken by the Bank within the parameters as specified in Schedule VII of the Companies Act, 2013 are as follows:

- i. Financial inclusion to cover under clause (ii) of Schedule VII,
- ii. Provision of solar powered street lights to cover under clauses (iv) and (x)
- iii. Provision of food to orphanages/old age homes - clause (i)
- iv. Planting of trees/saplings clause (iv)
- v. Donations to schools, vocational institutions etc. clauses (ii) and (iii)
- vi. Organising blood donation camps, eye testing camps etc. clause (i)
- vii. Donating bicycles, sewing machines etc. clause (ii)
- viii. Setting up a library for the public clause (v)
- ix. Providing RO plants to schools, old age homes etc. clause (i)
- x. Construction of toilets etc. clause (i)
- xi. Training centre for promotion of nationally recognised sports clause (vii)
- xii. A vocational training/empowerment/skill building institute in the line of RSETI (Rural Self Employment Training Institute) or so could be started by the Bank for imparting training to various sections of people in the society especially rural youth and women. Providing financial assistance to ITIs also could be considered clause (ii)
- xiii. Setting up of bore-wells, water treatment plants, fresh water disposal plants including RO plants etc. in villages, schools etc. clause (i).
- xiv. Developing rural market places clause (iii), (x) and (xi)
- xv. Provision of infrastructure and aiding machinery for differently abled people, like wheel chairs, cycles, ramps etc. clause (ii) and (iii)
- xvi. Electrification of villages, especially through solar energy clause (x)
- xvii. Healthcare and sanitation facilities for villagers especially womenfolk clause (i)
- xviii. Provision of free medical camps, medical consultancy, clinics etc. clause (i)
- xix. Setting up of creches and day care centres clause (iii)
- xx. Providing ambulances clause (i)
 Providing financial assistance for fees, maintenance expenses and provision of various amenities to the schools and charitable trusts meant for the specially abled/differently abled/mentally unsound children clause (ii).

2. The Composition of the CSR Committee of Board:

Thiru H. S. Upendra Kamath, MD & CEO
 Thiru S. Annamalai
 Thiru S. R. Aravind Kumar
 Thiru A. Shidambaranathan
 Thiru V.V.D.N. Vikraman

3. Average net profit of the company for last three financial years:

Rs. 36072.00 lakh

4. Prescribed CSR Expenditure (two per cent of the amount as in item 3 above):

Rs. 721.44 lakh

5. Details of CSR spent during the financial year.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No	CSR project or activity identified	Sector in which the Project is covered	Projects or programs (1) Local area or others (2) Specify the State and district where projects or programs were undertaken	Amount outlay(budget project or programs wise	Amount spent on the projects or programs Sub-Heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure upto the reporting period	Amount spent: Direct or through implementing agency
1	Provision of solar powered street lights	Clause (iv) & (x)	Tamilnadu	75,000	75,000	75,000	Direct
2	Donations to schools	Clauses (ii) & (iii)	Tamilnadu	75,97,000	75,97,000	76,72,000	Direct
3	Providing RO plants to schools, old age home etc	Clauses (i)	Tamilnadu	3,96,500	3,96,500	80,68,500	Direct
4	Construction of toilets etc..	Clauses (i)	Tamilnadu	27,92,000	27,92,000	1,08,60,500	Direct
5	Training centre for promotion of nationality recognized sports	Clauses (vii)	Tamilnadu	2,00,000	2,00,000	1,10,60,500	Direct

6	Providing financial assistance to ITIs	Clause (ii)	Tamilnadu	2,25,000	2,25,000	1,12,85,500	Direct
7	Provision of infrastructure and aiding machinery for differently abled people, like wheel chairs, cycles, ramps etc.	Clause (ii) & (iii)	Tamilnadu	1,50,000	1,50,000	1,14,35,500	Direct
8	Provision of free clinics etc	Clause (i)	Punjab	30,000	30,000	1,14,65,500	Direct
9	Setting up of crèches and day care centre	Clause (i)	Tamilnadu	50,000	50,000	1,15,15,500	Direct
10	Provision of various amenities to the schools and charitable trusts meant for the specially abled children	Clause (ii)	Tamilnadu & Kerala	19,00,000	19,00,000	1,34,15,500	Direct
				1,34,15,500	1,34,15,500	-	-

6. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

The Bank's CSR initiatives usually involve setting the foundation of various programs at a small scale to learn from on-ground realities, getting feedback from society and then putting an enhanced sustainable model to ensure maximum benefit to the society. For this reason, during the year, the Company's spend on the CSR activities has been less than the limits prescribed under Companies Act, 2013. The CSR activities are scalable which coupled with new initiatives that may be considered in future, moving forward the Company will endeavor to spend on CSR activities in accordance with the prescribed limits

7. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy is in compliance with CSR objectives and Policy of the company.

It is hereby certified by the CSR Committee of Board as well as the Board of Directors that the sum incurred towards various activities under the CSR initiatives of the bank during the year 2016-17 are in conformity with the CSR policy guidelines of the bank and it is monitored as envisaged in the said policy.

FormNo.MGT-9

Extract of Annual Return as on the financial year ended on 31/03/2017

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12 (1) of the Companies (Management and Administration) Rules, 2014]

I. Registration and other details:

1	CIN	U65110TN1921PLC001908
2	Registration Date	May 11, 1921
3	Name of the Company	Tamilnad Mercantile Bank Limited
3	Address of the Registered office and contact details	57, V. E. Road, Thoothukudi, Tamil Nadu 628 002
4	Category / Sub-Category of the Company	Public Company / Limited by Shares
5	Whether listed company - (Yes / No)	No
6	Name, Address and Contact details of Registrar and Transfer Agent, if any	None

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:

SI. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	BANKING	NA	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

SI. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	NONE				

IV. SHARE HOLDING PATTERN

Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):								
Sl. No.	Name	Shareholding		Date	Increase/ Decrease in shareholding	Reason	Cumulative holding during the year	
		No. of shares at the beginning/ end of the year	% of total shares of the Bank				No. of shares	Percent age
1	ROBERT AND ARDIS JAMES COMPANY LIMITED	14080	4.94983	None				
		7054080	4.94983			Bonus Shares issued	7054080	4.94983
2	SUBCONTINENTAL EQUITIES LIMITED	13209	4.64363	None				
		6617709	4.64363			Bonus Shares issued	6617709	4.64363
3	EAST RIVER HOLDINGS LIMITED	0	0					
		5305089	3.72257	04/01/2017	+ 10589	Purchase	5305089	3.72257
4	SWISS RE INVESTORS (MAURITIUS) LIMITED	10124	3.55910	None				
		5072124	3.55910			Bonus Shares issued	5072124	3.55910
5	FI INVESTMENTS (MAURITIUS) LIMITED	5399	1.89802	None				
		2704899	1.89802			Bonus Shares issued	2704899	1.89802
6	C.S.RAJENDRAN	4138	1.45472					
		2076344	1.45697	24/10/2016 NSDL	+ 3006 + 200	Purchase	2076344	1.45697
7	MEENAKSHI.R.	3792	1.33308	None				
		1899792	1.33308			Bonus Shares issued	1899792	1.33308
8	SENTHIL.M.	3792	1.33308	None				
		1899792	1.33308			Bonus Shares issued	1899792	1.33308
9	HIBISCUS ENTERPRISES LLP	3466	1.21847					
		1742979	1.22304	08/09/2016 07/02/2017 07/02/2017	+ 10 + 3 +6500	Purchase Bonus Shares issued	1742979	1.22304
10	PARA ENTERPRISES PVT LTD	2517	0.88485	None				
		1261017	0.88485			Bonus Shares issued	1261017	0.88485

(ii) Share holding of Promoters:

There were ten persons who promoted the Bank in the year 1921 by subscribing to its Memorandum of Association, collectively holding 11505 equity shares of Rs.10 each. Since all these persons are deceased now, we have not made any attempt to identify the promoter group at present. Some of the descendants of these persons might be holding some shares in the bank still. Since we are an unlisted company we have not formally categorized the bank's shareholders into promoter group and non-promoter group.

(iii) Change in Promoters' Share holding (please specify, if there is no change) - Not Applicable**(iv) Shareholding of Directors and Key Managerial Personnel:**

Shareholding of Directors and Key Managerial Personnel								
Sl. No.	Name	Shareholding		Date	Increase/ Decrease in shareholding	Reason	Cumulative holding during the year	
		No. of shares at the beginning/end of the year	% of total shares of the Bank				No. of shares	Percentage
1	Shri H.S.Upendra Kamath (MD&CEO)	--	--	--	-	--	-	-
		684	0.240	None				
2	Shri S.Annamalai	342684	0.240			Bonus Shares issued	342684	0.240
		885	0.311	None				
3	Shri S. R.Aravind Kumar	443385	0.311			Bonus Shares issued	443385	0.311
		3034	1.066					
4	Shri P. C. G. Asok Kumar	1577649	1.107	08/09/2016 07/02/2017 07/02/2017	+ 110 + 5 + 57500	Purchase Bonus Shares issued	1577649	1.107
5	Shri B. S. Keshava Murthy	--	-	-	-	-	-	--
		14	0.004	None				
6.	Shri K. Nagarajan	7014	0.004			Bonus Shares issued	7014	0.004
		7	0.003	None				
6	Shri K.N. Rajan	3507	0.003			Bonus Shares issued	3507	0.003
7	Shri K.V. Rajan	--	-	-	-	-	-	-
		18	0.006					
8	Shri A. Shidambaranathan	9018	0.006			Bonus Shares issued	9018	0.006
		1805	0.635	None				
9	Shri V. V. D. N. Vikraman	904305	0.635			Bonus Shares issued	904305	0.635
		3	0.001					
10	Shri B. Vijayadurai	1503	0.001			Bonus Shares issued	1503	0.001
11	Shri P. Yesuthasen	5	0.002	None				
		2505	0.002			Bonus Shares issued	2505	0.002
12	TmtS.EzhilJothi	-	-	-	--	-	-	-

V.INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(Rs.in crore)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i)Principal Amount	Nil	333.00	30368.86	30701.86
ii)Interest due but not paid		0.26	200.84	201.10
iii)Interest accrued but not due				
Total(i+ii+iii)	Nil	333.26	30569.70	30902.96
Change in Indebtedness during the financial year	Nil			
· Addition		---	1842.70	1842.70
· Reduction		333.26	--	333.26
Net Change	Nil	333.26	1842.70	1509.44
Indebtedness at the end of the financial year				
i)Principal Amount	Nil	Nil	32190.15	32190.15
ii) Interest due but not paid			222.25	222.25
iii) Interest accrued but not due				
Total(i+ii+iii)	Nil	Nil	32412.40	32412.40

VI. Remuneration of Directors and key Managerial personnel
A. Remuneration to Managing Director, Whole-time Directors and /or Manager during 2016-17:
 (In Rs.,)

S.No	Particulars of Remuneration	Name of MD& CEO / WTD
		Shri H. S. Upendra Kamath, MD & CEO*
1.	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	50,00,000.00
	(b) Value of perquisites under section 17(2) Income-tax Act, 1961	5,26,150.00
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2.	Stock Option	-
3.	Sweat Equity	-
4.	Commission - as % of profit - Others, specify...	-
5.	Others, please specify (PF, Gratuity, PL encashment etc.) PF Gratuity PL encashment Hospitalization Expenses	- - - 1,22,532.40
	Total (A)	56,48,682.40
	Ceiling as per the Act	

B. Remuneration to other directors: NIL

However the following payments were made to the directors:

(In Rs.,)

Sl.No.	Name of Directors	Sitting Fees	Commission	Total
1.	Shri.S.Annamalai	780000	Nil	780000
2.	Shri.P.C.G.Asok Kumar	975000	Nil	975000
3.	Shri S.R.Aravind Kumar	1260000	Nil	1260000
4.	Shri.B.S.Keshava Murthy	1050000	Nil	1050000
5.	Shri.K.Nagarajan	1080000	Nil	1080000
6.	Shri K.N.Rajan	990000	Nil	990000
7.	Shri K.V.Rajan	1005000	Nil	1005000
8.	Shri A.Shidambaranathan	1455000	Nil	1455000
9.	Shri.B.Vijayadurai	1230000	Nil	1230000
10.	Shri V.V.D.N.Vikraman	1035000	Nil	1035000
11.	Shri P.Yesuthasen	1095000	Nil	1095000
12.	Smt S.EzhiJothi	45000	Nil	45000
	Total	12000000		12000000

C. REMUNERATION TO KEYMANAGERIALPERSONNEL OTHER THAN MD / MANAGER / WTD

(In Rs.,)

Sl. No.	Particularsof Remuneration	KeyManagerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a)Salary as per provisions contained in section 17 (1)of the Income-tax Act, 1961	--	701888	--	701888
	(b)Value of perquisites under section17(2) Income-tax Act,1961	--	49441	--	49441
	(c)Profits in lieu of salary under section 17(3) Income-tax Act,1961				
2.	Stock Option	--	--	--	--
3.	Sweat Equity	--	--	--	--
4.	Commission - as%of profit -others, specify...	--	--	--	--
5.	Others, please specify	--	--	--	--
	Total	--	751329	--	751329

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A.COMPANY					
Penalty	NONE				
Punishment					
Compounding					
B.DIRECTORS					
Penalty	NONE				
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty	NONE				
Punishment					
Compounding					

Basel III - Pillar 3 Disclosures as on March 31, 2017

1. Scope of Application and Capital Adequacy

Table DF-1- Scope of application

Name of the head of the banking group
to which the framework applies:-

Tamilnad Mercantile Bank Ltd.,

Qualitative Disclosures	Applicability to our Bank
a. List of Group entities considered for consolidation.	The Bank does not belong to any group and does not have any associate, subsidiaries, joint venture, etc.
b. List of Group entities not considered for consolidation both under the accounting and regulatory scope of consolidation.	Not Applicable
Quantitative Disclosures	
c. List of group entities considered for consolidation	The Bank does not belong to any group and does not have any associate, subsidiaries, joint venture, etc.
d. The aggregate amount of capital deficiencies in all subsidiaries which are not included in the regulatory scope of consolidation i.e. that are deducted and the name(s) of such subsidiaries.	Not Applicable
e. The aggregate amounts (e.g. Current book value) of the bank's total interests in insurance entities, which are risk-weighted.	Not Applicable
f. Any restriction or impediments on transfer of funds or regulatory capital within the banking group.	Not Applicable

Table DF-2-Capital Adequacy

Qualitative Disclosures

A. A summary discussion of the Bank's approach to assessing the adequacy of its capital to support current and future activities.

The Bank is following standardized approach, Standardized Duration approach and Basic Indicator approach for measurement of capital charge in respect of credit risk, market risk and operational risk respectively.

The computation of Capital for credit risk under Standardized Approach is done granularly borrower & account wise based on the data captured through Core Banking Solution. Bank is also taking efforts on an ongoing basis for the accuracy of the data. The various aspects of NCAF norms are imparted to field level staff regularly through circulars and letters for continuous purification of data and to ensure accurate computation of Risk Weight and Capital Charge. The Bank has used the credit risk mitigation in computation of capital for credit risk, as prescribed in the RBI guidelines under Standardized Approach.

The capital for credit risk on Loans and Advances, market risk and operational risk as per the prescribed approaches are being computed at the bank's Head Office and aggregated to arrive at the position of bank's CRAR. The bank has followed the RBI guidelines in force, to arrive at the eligible capital funds, for computing CRAR.

Besides computing CRAR under the Pillar I requirement, the Bank also periodically undertakes stress testing in various risk areas to assess the impact of stressed scenario or plausible events on asset quality, liquidity, profitability and capital adequacy.

The bank conducts Internal Capital Adequacy Assessment Process (ICAAP) on annual basis to assess the sufficiency of its capital funds to cover the risks specified under Pillar- II of Basel guidelines. The adequacy of Bank's capital funds to meet the future business growth is also assessed in the ICAAP document, which is approved by the Board. While the surplus CRAR available at present acts as a buffer to support the future activities, the headroom available for the bank for mobilizing Tier 1 and Tier 2 capital (subject to approval by the competent authorities) is also assessed to meet the required CRAR against future activities.

The Bank has high quality Common Equity Tier 1 capital, as the entire components of CET1 capital comprises of Paid up Capital, Reserves & Surplus and retained earnings.

Minimum capital requirements under Basel-III:

Under the Basel III Capital Regulations, Banks are required to maintain a minimum Pillar 1 Capital (Tier-I + Tier-II) to Risk-weighted Assets Ratio (CRAR) of 9% on an on-going basis. Besides this minimum capital requirement, Basel III also provides for creation of capital conservation buffer (CCB). The transitional period of full implementation of Basel III capital regulation in India is extended up to March 31, 2019. Accordingly the CCB requirements are to be implemented from March 31, 2016 in phases and are to be fully implemented by March 31, 2019 to the extent of 2.5% of Risk weighted Assets. The banks are required to maintain minimum CRAR of 10.25 % (including CCB of 1.25 %) as on 31.03.2017.

The total regulatory capital funds under Basel- III norms will consist of the sum of the following categories and banks are required to maintain 11.50% of Risk Weighted Assets (9% + 2.5%) by March 2019 with the phase in requirements under CCB from 2016.

- Tier 1 Capital comprises of:-
 - o Common Equity Tier 1 capital (with a minimum of 5.5%)
 - o Additional Tier 1 capital (1.50%)
 - o Total Tier 1 capital of minimum 7%
- Tier 2 Capital (2%)
 - o Total Tier 1 + Tier 2 should be more than 9%
- Capital Conservation Buffer (CCB). (with a minimum of 2.5%)
 - o Total capital including CCB should be 11.5%

In line with the RBI guidelines for implementing the New Capital Adequacy Frame Work under Basel III, the bank has successfully migrated from April 01, 2013.

Component of Capital:

(₹ in millions)

Particulars	Amount
Common Equity Tier 1 (CET1) Capital	32045.69
Tier 1 Capital	32045.69
Tier 2 Capital	1827.89
Total Capital	33873.58

Quantitative Disclosure

(₹ in millions)

	Particulars	Amount
a)	Capital requirement for Credit Risk: (@9% on risk Weighted Assets)	
	• Portfolios subject to Standardised Approach	17268.46
	• Securitisation exposures	Nil
b)	Capital requirements for Market Risk:	
	• Standardised Duration Approach	1998.13
	o Interest Rate Risk	1816.66
	o Equity Risk	127.47
	o Foreign Exchange Risk	54.00
c)	Capital requirements for Operational Risk:	
	• Basic Indicator Approach	1975.12
d)	Capital required under CCB (1.25%)	3019.22
	Total Capital required	24260.93
d)	Total Capital funds available	33873.58
	Total Risk Weighted Assets	241537.52
	Common Equity Tier I CRAR	13.27%
	Tier I CRAR	13.27%
	Tier II CRAR	0.75%
	Total CRAR	14.02%

2. Risk exposure and Assessment

Risk is an integral part of banking business in an ever dynamic environment, which is undergoing radical changes both on the technology front and product offerings. The main risks faced by the bank are credit risk, market risk and operational risk. The bank aims to achieve an optimum balance between risk and return to maximize shareholder value. The relevant information on the various categories of risks faced by the bank is given in the ensuing sections. This information is intended to give market participants a better idea on the risk profile and risk management practices of the bank.

The Bank has a comprehensive risk management system in order to address various risks and has set up an Integrated Risk Management Department (RMD), which is independent of operational departments. Bank has a Risk Management Committee of Board functioning at apex level for formulating, implementing and reviewing bank's risk management measures pertaining to credit, market and operational risks. Apart from the Risk Management Committee of the Board at apex level, the Bank has a strong Bank-wide risk management structure comprising of Risk Management Committee of Executives (RMCE) and Asset Liability Management Committee (ALCO) at senior management level.

The Bank has formulated the required policies such as Loan Policy, Credit Risk Management Policy, Credit Risk Mitigation Techniques & Collateral Management Policy, ALM Policy, Operational Risk Management Policy, Investment Policy, Foreign Exchange Risk Management Policy, Policy guidelines for Hedging Foreign Currency Exposure, Concurrent Audit Policy, Inspection Policy, IS Audit Policy, KYC policy, Post Credit Supervision Policy, Stock Audit Policy, Out Sourcing Policy, IT Business Continuity and Disaster Recovery Plan (IT BC-DRP), Risk Based Internal Audit Policy, Stress Testing Policy, Disclosure Policy, ICAAP Policy, etc for mitigating the risks in various areas and monitoring the same. The bank continues to focus on refining and improving its risk measurement and management systems.

Table DF-3-CREDIT RISK: GENERAL DISCLOSURES**Qualitative Disclosures:****a. Credit Risk**

Credit risk is the possibility of losses associated with diminution in the credit quality of borrowers or counter-parties. In a Bank's portfolio, Credit Risk arises mostly from lending activities of the Bank, as a borrower is unable to meet his financial obligations to the lender. It emanates from potential changes in the credit quality / worthiness of the borrowers or counter-parties.

Credit Rating & Appraisal Process

The Bank has well structured internal credit rating framework and well-established standardized credit appraisal / approval processes. Credit Rating is a decision-enabling tool that helps the bank to take a view on acceptability or otherwise of any credit proposal. In order to widen the scope and coverage further and strengthen the credit risk management practices, the bank has developed risk sensitive in-house rating models during the year 2008-09 and 2009-10.

The parameters in internal rating take into consideration, the quantitative and qualitative issues relating to management risk, business risk, industry risk, financial risk, credit discipline, and also risk mitigation, based on the collaterals available.

Credit rating, as a concept, has been well internalized within the Bank. The rating for eligible borrower is reviewed at least once in a year. The Bank uses the credit ratings for deciding the interest rates on borrowal accounts. The advantage of credit rating is that it enables to rank different proposals and to do meaningful comparison.

With the view to migrate to advanced approaches in credit risk, the Bank has implemented the system driven rating using web based rating model solutions (RAM & CRESS) acquired from M/s. Crisil Risk & Infrastructure solutions Ltd.

The bank follows a well-defined multi layered discretionary power structure for sanction of loans. Credit Approval Grid (and New Business Group (NBG) at HO) has been constituted at HO/RO for considering in-principle approval for taking up fresh credit proposals above a specified cut-off.

Credit Risk Management Policies

The Bank has put in place a well-structured Credit Risk Management Policy duly approved by the Bank's Board. The Policy document defines organization structure, role & responsibilities and, the processes whereby the Credit Risks carried out by the Bank can be identified, quantified & managed within the framework that the Bank considers consistent with its mandate and risk tolerance.

Credit Risk is monitored on a bank-wide basis and compliance with the risk limits approved by Board/Risk Management Committee of Board is ensured.

The Bank has taken earnest steps to put in place best credit risk management practices in the bank. In addition to Credit Risk Policy, the bank has also framed Board approved Loan Policy, Investment Policy etc. which forms integral part in monitoring Credit risk in the bank. Besides, the bank has framed a policy on Credit Risk Mitigation Techniques & Collateral Management with the approval of the Board which lays down the details of securities (both Primary and Collateral) normally accepted by the Bank and administration of such securities to protect the interest of the Bank. These securities act as mitigation against the credit risk to which the bank is exposed.

Classification of Non Performing Assets

The Bank follows the prudential guidelines issued by the RBI on classification of non-performing assets as under,

- i) interest and/or installment of principal remain overdue for a period of more than 90 days in respect of a term loan.
- ii) the account remains 'out of order' if the outstanding balance remains continuously in excess of sanctioned limits / DP for more than 90 days in respect of Overdraft/Cash Credit (OD/CC).
- iii) the bill remains overdue for a period of more than 90 days in the case of bills purchased and discounted
- iv) the installment of principal or interest thereon remains overdue for two crop seasons for short duration crop.
- v) the installment of principal or interest thereon remains overdue for one crop season for long duration crops.
- vi) in respect of derivative transactions, the overdue receivables representing positive mark-to-market value of a derivative contract, if these remain unpaid for a period of 90 days from the specified due date for payment

Where the interest charged during any quarter is not serviced fully within 90 days from the end of the quarter, the account is classified as non-performing. A non-performing asset ceases to generate income for the bank.

b. Gross Credit Risk exposures as on 31st March 2017.

(₹ in millions)

Category	Gross Credit Exposure
Fund Based ¹	284971.80
Non Fund Based ²	45896.86
Total	330868.66

1. Fund based exposure includes advances, un-availed portion (including credit card un-availed) of fund based advances.
2. Non-Fund Based exposure includes outstanding Letter of Credit, Acceptances, Bank Guarantee Exposures and credit equivalent of Forward Contracts.

c. Geographical Distribution of Gross Credit Exposures as on 31st March 2017

(₹ in millions)

Exposure Distribution	Treasury	Corporate / Wholesale banking		Retail Banking		Total credit Exposure	
		FB	NFB	FB	NFB	FB	NFB
Domestic	116067.27	121208.90	40200.70	163762.90	5696.16	284971.80	45896.86
Overseas	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	116067.27	121208.90	40200.70	163762.90	5696.16	284971.80	45896.86

d. Industry type distribution of credit exposures as on 31.03.2017

(₹ in millions)

Industry Name	Exposures			
	FB	NFB	Investment	Total
A. Mining and Quarrying	1039.46	398.36	1.86	1439.68
B. Food Processing	1495.16	5233.81	0.00	6728.97
C. Beverages (excluding Tea & Coffee) and Tobacco	497.34	7.03	0.00	504.37
D. Textiles	39273.86	1977.29	7.34	41258.49
E. Leather and Leather products	244.22	4.00	0.00	248.22
F. Wood and Wood Products	1797.18	710.77	0.00	2507.95
G. Paper and Paper Products	2605.54	110.41	0.00	2715.95
H. Petroleum (non-infra), Coal Products (non-mining) and Nuclear Fuels	256.12	0.53	89.93	346.58
I. Chemicals and Chemical Products (Dyes, Paints, etc.)	2950.22	73.28	1.90	3025.40
J. Rubber, Plastic and their Products	1422.24	258.27	0.00	1680.51
K. Glass & Glassware	52.02	0.00	0.00	52.02
L. Cement and Cement Products	98.20	0.00	0.00	98.20
M. Basic Metal and Metal Products	5756.37	278.69	104.87	6139.93
N. All Engineering	2066.17	77.78	12.14	2156.09
O. Vehicles, Vehicle Parts and Transport Equipments	66.80	15.22	0.00	82.02
P. Gems and Jewellery	307.54	14.83	0.00	322.37
Q. Construction	648.43	0.68	0.00	649.11
R. Infrastructure	21696.84	1155.36	2449.80	25302.00
S. Other Industries, pl. specify	13192.88	1809.86	0.00	15002.74
All Industries (A to S)	95466.59	12126.17	2667.84	110260.60

The details of the industries wherein the bank's exposure in the related industry has exceeded the 5% of total gross credit exposure as on 31.03.2017 is furnished below:

(₹ in millions)

Industry	Fund Based	Non Fund Based	% to Gross Credit Exposures
Textile	39273.86	1977.29	12.47%
Infrastructure	21696.84	1155.36	6.91%

e. Residual Contractual Maturity Breakdown of assets as on 31.03.2017

(₹ in millions)

Maturity Buckets	Cash and Balance with RBI	Balance with Banks and Money at Call and Short Notice	Investments	Advances	Fixed Assets	Other Assets	Grand Total
Next day	1765.12	343.55	33774.97	7532.83	0.00	1398.95	44815.42
2-7 days	201.49	3852.00	3395.20	3496.46	0.00	136.90	11082.05
8-14 days	258.30	0.00	1206.06	3831.83	0.00	96.96	5393.15
15-30 days	346.55	335.00	1628.01	9259.78	0.00	178.71	11748.05
31 days & Upto 2 months	293.43	335.00	4542.76	4541.72	0.00	77.79	9790.70
2 months & Upto 3 months	534.30	0.00	4243.22	4921.43	0.00	48.17	9747.12
3 to 6 months	1087.90	0.00	7075.26	13084.67	0.00	121.24	21369.07
6 months to 1 year	3722.13	0.00	18478.46	22610.10	0.00	116.54	44927.23
1 year to 3 years	5053.71	0.00	25971.66	100988.19	0.00	474.86	132488.42
3 to 5 years	731.28	10.00	5483.42	17806.79	0.00	7017.60	31049.09
Above 5 years	587.83	0.00	9245.75	31649.39	1543.87	4406.52	47433.36
Total	14582.04	4875.55	115044.77*	219723.19*	1543.87	14074.24	369843.66

(Covers Net Assets for Domestic Operations)

*Net of Provisions/ depreciation

f. Amount of Gross Non-Performing Advances (NPAs):

(₹ in millions)

Amount of Gross NPAs	
Amount of NPAs (Gross)	6486.37
• Substandard	4241.15
• Doubtful	2183.04
• Of which DF1	1683.63
• DF2	225.64
• DF3	273.77
• Loss	62.18
g. Net NPAs	3819.19
h. NPA Ratios	
• Gross NPAs to gross advances	2.91%
• Net NPAs to net advances	1.74%

i. Movement of NPAs(Gross):

(₹ in millions)

Movement of NPAs	
• Opening Balance as on 01.04.2016	4189.41
• Additions	7279.30
• Reductions	4982.34
• Closing Balance as on 31.03.2017	6486.37

j. Movement of provisions

a. Movement of provisions for NPAs *:

(₹ in millions)

Particulars	
• Opening Balance as on 01.04.2016	2181.96*
• Provisions made during the period	2934.46
• Write off	0.00
• Reductions	0.00
• Write back of excess provisions / Transfers	2449.24
• Closing Balance as on 31.03.2017	2667.18**

*includes floating provision

** includes floating provision and claims receivable (CGTMSE, ECGC & UIIC)

b. Movement of Provisions of Standard Assets:-

(₹ in millions)

Particulars	
• Opening Balance as on 01.04.2016	1210.99
• Provisions made during the period	1747.77
• Write back of excess provisions	1300.76
• Any other adjustments, including transfer between provisions	56.70
• Closing Balance as on 31.03.2017	1601.30

c. Stock of Technical/Prudential Write-offs and recoveries made thereon;

(₹ in millions)

Particulars	Amount
Opening balance for recoveries of Technical/Prudential written - off accounts as on 01.04.2016	2706.85
Add: Technical/Prudential write-offs accounts during the period	2437.52
Less: Recoveries from previously technical/ prudential written- off accounts taken to income account during the period.	227.20
Closing balance as on 31.03.2017	4917.17

Non-Performing Investments (NPIs):

(₹ in millions)

k. Non-Performing Investments	0.00
l. Provisions held for non-performing investments	0.00

m. Movement of provisions for depreciation on investments:

(₹ in millions)

• Opening Balance as on 01.04.2016	342.75
• Provisions made during the period	687.91
• Write-off	-
• Write-back of excess provisions	8.15
• Closing Balance as on 31.03.2017	1022.51

n. Industry wise distribution of NPAs:

(₹ in millions)

Industry Name	As on March 2017			For the quarter ended Mar 31,2017		
	Gross NPA	Provision for NPA	Standard Asset Provision	Write – off	Provision for NPA	Standard Asset Provision
A. Mining and Quarrying	0.26	0.26	2.99	0.00	0.00	0.39
B. Food Processing	18.12	8.07	4.80	0.00	(257.68)	0.19
C. Beverages (excluding Tea & Coffee) and Tobacco	0.00	0.00	1.25	0.00	0.00	0.12
D. Textiles	567.76	151.61	90.01	0.00	(0.11)	(0.58)
E. Leather and Leather products	0.25	0.13	0.49	0.00	0.00	0.12
F. Wood and Wood Products	59.71	15.09	3.61	0.00	(272.61)	0.35
G. Paper and Paper Products	11.67	4.58	7.81	0.00	0.65	(1.32)
H. Petroleum (non-infra), Coal Products (non-mining) and Nuclear Fuels	0.30	0.30	0.52	0.00	(145.72)	0.00
I. Chemicals and Chemical Products (Dyes, Paints, etc.)	2.13	1.19	4.27	0.00	(0.02)	(2.34)
J. Rubber, Plastic and their Products	10.43	2.87	3.53	0.00	1.05	0.24
K. Glass & Glassware	0.00	0.00	0.09	0.00	0.00	0.03
L. Cement and Cement Products	0.17	0.17	0.23	0.00	0.00	0.08
M. Basic Metal and Metal Products	3.83	1.93	234.19	0.00	(417.04)	11.06
N. All Engineering	13.61	3.40	4.89	2.14	(0.65)	0.28
O. Vehicles, Vehicle Parts and Transport Equipments	0.24	0.24	0.14	0.00	0.00	(0.06)
P. Gems and Jewellery	1.33	0.33	0.79	0.00	(22.67)	0.08
Q. Construction	40.55	10.14	1.41	0.00	1.74	0.41
R. Infrastructure	1541.86	385.46	551.26	0.00	141.62	(871.81)
S. Other Industries, pl. specify	1133.87	424.05	26.19	0.00	264.56	(53.46)
All Industries (A to S)	3406.09	1009.82	938.47	2.14	(706.88)	(916.22)
All others	3080.28	1334.57	662.83	0.00	(129.74)	0.91
Total	6486.37	2344.39	1601.30	2.14	(836.62)	(915.31)

o. Geographic distribution of NPAs:

(₹ in millions)

Particulars	Domestic	Overseas	Total
Gross NPA	6486.37	0.00	6486.37
Provisions for NPA*	2636.39	0.00	2636.39
Provision for Standard assets	1601.30	0.00	1601.30

*includes floating provision

Table DF 4

CREDIT RISK: DISCLOSURES FOR PORTFOLIOS SUBJECT TO THE STANDARDISED APPROACH

Qualitative disclosures:

a) General Principle:

In accordance with RBI guidelines, the Bank has adopted Standardized Approach of the New Capital Adequacy Framework (NCAF) for computation of capital for Credit Risk with effect from 31.03.2009. In computation of capital, the bank has assigned risk weights to different assets classified as prescribed by the RBI.

External Credit Ratings:

Ratings of borrowers by External Credit Rating Agencies (ECRA) assume importance in the light of guideline for implementation of the New Capital Adequacy Framework (Basel-II). Exposures on Corporate / PSEs / Primary Dealers are assigned with risk weights based on the external ratings. For this purpose, the Reserve Bank of India has permitted Banks to use the rating of the six domestic ECRAs namely (a) Credit Analysis and Research Ltd., (CARE), (b) CRISIL Ltd., (c) Fitch India, (d) ICRA Ltd., (e) Brickwork Ratings India P. Ltd (Brickwork) and (f) SMERA Rating Limited (SMERA). In consideration of the above guidelines, the bank has decided to accept the ratings assigned by all these ECRAs.

The bank has well-structured internal credit rating mechanism to evaluate the credit risk associated with a borrower and accordingly the systems are in place for taking credit decisions with regard to acceptability of proposals, and level of exposures and pricing.

In case of bank's investment in particular issues of Corporate / PSEs, the issue specific rating of the approved ECRAs are reckoned and accordingly the risk weights have been applied after a corresponding mapping to rating scale provided.

As regards the coverage of exposures by external ratings as relevant for capital computation under Standardized Approach, the process is being popularized among the borrowers so as to take the benefit of capital relief available for better rating of customers. Bank is also tuned towards changes in application of risk weights which affects bank's exposures to corporate, AFCs, NBFC-IFCs which needs to be segregated into parts (i) rating expired exposures of above Rs.100.00 crores from the banking system which attracts 150% RW with effect from September 2016 (ii) Unrated exposures of above Rs.200.00 crores from the Banking system which will attract 150% RW with effect from June 2017 as per the RBI circular Ref.No.DBR.No.BP.BC.6/20.06.001/2016-17 dated 15th August 2016. The Bank follows below mentioned procedures as laid down in the Basel III guidelines for usage of external ratings :

- Rating assigned by one rating agency is used for all the types of claims on the borrowing entity.
- Long term ratings are used for facilities with contractual maturity of one year & above.
- Short term ratings are generally applied for facilities with contractual maturity of less than one year.

Quantitative Disclosures

For exposure amounts after risk mitigation subject to the standardized approach, amount of a bank's outstanding (rated and unrated) in the following three major risk buckets as well as those that are deducted as per risk mitigation are given below;

(₹ in millions)

Risk Weight	Rated	Unrated	Total *
Below 100%	27028.66	135306.30	162334.96
100%	20417.14	41606.56	62023.70
More than 100%	58649.57	40788.24	99437.81
Total Exposure before mitigation	106095.37	217701.10	323796.47
Deducted (as per Risk Mitigation)	20065.04	40473.75	60538.79
Total outstanding after mitigation	86030.33	177227.35	263257.68

* This includes total gross credit exposure i.e. (FB+ NFB (including 2% of Forward Contract) + undrawn or partially undrawn fund based facility)

[Table DF 5](#)

CREDIT RISK MITIGATION: DISCLOSURE FOR STANDARDISED APPROACHES

Qualitative disclosures:

Policy on Credit Risk Mitigation under Standardized Approach:

As advised by RBI, the Bank has adopted the comprehensive approach relating to credit risk mitigation under Standardized Approach, which allows fuller offset of securities (primary and collateral) against exposures, by effectively reducing the exposure amount by the value ascribed to the securities. Thus the eligible financial collaterals are fully made use of to reduce the credit exposure in computation of credit risk capital. In doing so, the bank has recognized specific securities namely (a) bank's own deposits (b) Gold/Ornaments (c) Life Insurance Policies (d) Government Securities (e) NSC/KVP etc and (f) Units of Mutual Funds, in line with the RBI guidelines on the subject.

Besides, other approved forms of credit risk mitigation are "On Balance Sheet netting" and availability of "Eligible Guarantees". On balance sheet nettings has been reckoned to the extent of the deposits available against the loans /advances of the borrower (to the extent of exposure) as per the RBI guidelines. Further, in computation of credit risk capital, the types of guarantees recognized for taking mitigation, in line with RBI guidelines are (a) Central Government Guarantee (0%) (b) State Government (20%) (c) CGTMSE (0%) (d) ECGC (20%) (e) Bank Guarantee in the form of bills purchased / discounted under Letter of credit (20%) and (f) Credit Risk Guarantee Fund Trust for Low Income Housing (CRGFTLIH) (0%). The Bank has ensured compliance of legal certainty as prescribed by the RBI in the matter of credit risk mitigation.

Concentration Risk in Credit Risk Mitigation:

All types of securities eligible for mitigation are easily realizable financial securities. As such, presently no limit/ceiling has been prescribed to address the concentration risk in credit risk mitigants recognized by the Bank.

Quantitative Disclosures:

(₹ in millions)

a. For each separately disclosed credit risk portfolio, the total exposure (after, where applicable, on-or off balance sheet netting) that is covered by eligible financial collateral (FCs) after the application of haircuts is given below:		
Portfolio category	Financial collateral	Quantum of exposure covered
1. Funded – Credit	Bank's own deposits	9883.89
2. Funded – Credit	Gold jewels	29242.41
3. Funded - Credit	Life Insurance policies	172.93
4. Funded - Credit	NSC/KVP	9.47
5. Non Funded	Bank's own deposits	21230.10
b. For each separately disclosed portfolio, the total exposure (after, on balance sheet netting) that is covered by Guarantees:		
1. Funded - Credit	ECGC	800.00
2. Funded – Credit	CGTMSE	460.39

[Table DF - 6](#)

Securitization: Disclosure for standardized approach

Qualitative Disclosures

The bank has not undertaken any securitization activity.

Quantitative Disclosures: **NIL**[Table DF-7](#)**MARKET RISK IN TRADING BOOK****Qualitative Disclosures:****a) Market Risk:**

Market Risk is defined as the possibility of loss to a bank in on-balance sheet and off-balance sheet positions caused by the changes / movements in the market variables such as interest rates, foreign currency exchange rates, equity prices and commodity prices. Bank's exposure to market risk arises from domestic investments (interest related instruments and equities) in trading book (both AFS and HFT categories), the Foreign exchange positions (including open position in precious metals) and trading related derivatives. The objective of the market risk management is to minimize the impact of losses on earnings and equity capital arising from market risk.

Policies for management of Market Risk:

The bank has put in place Board approved Asset Liability Management (ALM) policy and Investment Policy for effective management of market risk in the bank. The policy sets various risk limits for effective management of market risk and ensuring that the operations are in line with Bank's expectation of return to market risk through proper Asset Liability Management. The policy also deals with the reporting framework for effective monitoring of market risk.

The ALM policy specifically deals with liquidity risk management and interest rate risk management framework. As envisaged in the policy, Liquidity risk is managed through the mismatch analysis, based on residual maturity / behavioral pattern of assets and liabilities, on a daily basis based on best available data coverage, as prescribed by the RBI. The bank has put in place mechanism of short-term dynamic liquidity management and contingent funding plan. Prudential (tolerance) limits are prescribed for different residual maturity time buckets for efficient asset liability management. Liquidity profile of the bank is evaluated through various liquidity ratios. The bank has also drawn various contingent measures to deal with any kind of stress on liquidity position. Bank ensures adequate liquidity managed on a real time basis by Domestic Treasury through systematic and stable funds planning.

Interest Rate Risk is managed through use of GAP analysis of rate sensitive assets and liabilities and monitored through prudential (tolerance) limits prescribed. The bank has also put in place Duration Gap Analysis framework for management of interest rate risk. The bank estimates Earnings at Risk (EaR) and Modified Duration Gap (DGAP) periodically against adverse movement in interest rate (as prescribed in the Policy) for assessing the impact on Net Interest Income (NII) and Economic Value of Equity (EVE) with a view to optimize shareholder value.

The Asset-Liability Management Committee (ALCO) /Risk Management Committee of Board (RMCB) monitors adherence of prudential limits fixed by the bank and determines the strategy in the light of the market condition (current and expected) as articulated in the ALM policy.

Quantitative Disclosures:

b) In line with the RBI's guidelines, the bank has computed capital for market risk as per Standardized Duration Approach (SDA) framework for maintaining capital.

The Capital requirements for market risk in trading Book as on 31.03.2017

(₹ in millions)

• Interest Rate Risk	1816.66
• Equity Position Risk	127.47
• Foreign Exchange Risk	54.00
Total	1998.13

Table DF 8
OPERATIONAL RISK

Qualitative Disclosures:

a) Operational Risk:

Operational Risk is the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational risk includes legal risk but excludes strategic and reputation risks.

Policies on management of Operational Risk:

The Bank has framed Operational Risk Management Policy duly approved by the Bank's Board. Other policies adopted by the Board which deal with management of Operational risk are (a) Information Systems Security Policy, (b) Foreign Currency Risk Management Policy (c) Policy document on Know Your Customers (KYC) and Anti Money Laundering (AML) Procedures (d) IT Business Continuity and Disaster Recovery Plan (IT BC-DRP).

The Operational Risk Management Policy adopted by the Bank outlines organization structure and detail processes for management of operational risk. The basic objective of the policy is to closely integrate operational risk management system into the day-to-day risk management processes of the bank by clearly assigning roles for effectively identifying, assessing, monitoring and controlling / mitigating operational risk and by timely reporting of operational risk exposures, including material operational losses. Operational risks in the Bank are managed through comprehensive and well-articulated internal control frameworks.

Quantitative Disclosures:

b) In line with the final guidelines issued by RBI, our Bank has adopted the Basic Indicator Approach for computing capital for Operational Risk. As per the guidelines, the capital charge for Operational Risk is equal to the average over the previous three years (2014-15, 2015-16 & 2016-17) of 15% of positive annual Gross Income as defined by RBI. As per such estimate, the capital requirement for operational risk as on 31.03.2017 is ₹ **1975.12 mn**

Table DF 9

INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)

Qualitative Disclosures:

a) Interest Rate Risk in the Banking Book:

Interest Rate Risk is the risk where changes in the market interest rates might affect a bank's financial condition. Changes in interest rates affect both the current earnings (earnings perspective) as also the net worth of the Bank (economic value perspective). The risk from earnings perspective can be measured as impact in the Net Interest Income (NII) or Net Interest Margin (NIM). Similarly, the risk from economic value perspective can be measured as drop in the Economic value of Equity (EVE).

The Bank identifies the risks associated with the changing interest rates on its on-balance sheet and off-balance sheet exposures in the banking book from a short term (Earning perspective) and long term (Economic value perspective).

The impact on income (Earning perspective) is measured through use of Earnings at Risk (EaR) by assuming the re-pricing dates of assets and liabilities are evenly spread across the respective time buckets and the change in interest rate is uniform across the maturity spectrum. The prudential limit on EaR will be 10% of the previous year Net Interest Income (NII). For the calculation of impact on earnings, the Traditional Gap is taken from the Rate Sensitivity Statement and based on the remaining period from the mid point of a particular bucket the impact for change in interest rates upto 100 bps is arrived at. The same is reported to ALCO/Risk Management Committee of Board (RMCB) periodically along with the Rate Sensitivity statement on monthly basis.

The Bank has adopted Traditional Gap Analysis combined with Duration Gap Analysis for assessing the impact (as a percentage) on the Economic value of Equity (Economic Value Perspective) by applying a notional interest rate shock of 200 bps. As per the Guidelines on Banks' Asset Liability Management Framework-Interest Rate Risk issued by the RBI (DBOD.No.BP.BC.59/21.04.098/2010-11 dated 04.11.2010), the Bank calculates Modified Duration Gap (DGAP) & the impact on the Economic Value of equity (EVE). Assets and Liabilities are grouped as per Interest Rate Sensitivity Statement & bucket wise Modified Duration is computed for these groups of Assets and Liabilities using account level coupon and yield as per yield curves suggested by RBI, actual Re-price date of the individual account is considered for bucketing, Weighted average Modified duration is calculated at account level by using "Market value", the yield is taken as per the internal rating and external rating mapping at account level, Modified duration is calculated individually for each forward and swap contracts. For investment portfolio, the Modified Duration of individual items are computed and taken. The DGAP is calculated by the Bank once in a month and is reported to ALCO/ Risk Management Committee of Board (RMCB).

The Asset-Liability Management Committee (ALCO) / Risk Management Committee of Board (RMCB) monitors adherence of prudential limits fixed by the bank and determines the strategy in the light of market conditions (current and expected).

Quantitative Disclosures:

The increase or decrease in earnings and economic value for upward and downward rate shocks based on the assets and liabilities outstanding as on 31.03.2017 are as follows.

1. The impact of change in Interest Rate i.e Earnings at Risk for increasing 100 Basis points interest rate shock is ₹ 363.31 mn (3.48 % of previous year Net Interest Income).
2. Change in Market Value of Equity for 200 basis points interest rate shock is ₹ 5613.05 mn (17.41 % of Net worth)

TABLE DF 10

General disclosures for exposures related to counterparty credit risk

Counterparty Credit Risk (CCR) is the risk that a counter party to a transaction could default before the final settlement of the transaction cash flows. Unlike a firm's exposure to credit risk through a loan, where the exposure to credit risk is unilateral and only the lending bank faces the risk of loss, CCR creates a bilateral risk of loss to either party.

Counterparty credit risk in case of derivative contracts arises from the forward contracts. The subsequent credit risk exposures depend on the value of underlying market factors (e.g., interest rates and foreign exchange rates), which can be volatile and uncertain in nature. The Bank does not enter into derivative transactions other than forward contracts.

Credit exposures on forward contracts

The Bank enters into the forward contracts in the normal course of business for proprietary trading and arbitrage purposes, as well as for our own risk management needs, including mitigation of interest rate and foreign currency risk. Derivative exposures are calculated according to the current exposures method.

Counterparty Credit exposure as on March 31, 2017

Nature	Notional Amount	Current Credit Exposure (positive mark to market value)	Potential Future Credit Exposure	Total Credit Exposure under Current Exposure Method (CEM)
Forward contracts	72563.58	1069.61	1494.45	2564.05

Composition of Capital Disclosure Templates

TABLE DF 11: Composition of Capital

Part II: Template to be used before March 31, 2017 (ie., During the transition period of Basel III Regulatory adjustments)

(₹ in millions)

Basel III common disclosure template to be used during the transition of regulatory adjustments (i.e. from April 1, 2013 to March 31, 2017)			Amounts Subject to Pre-Basel III Treatment	Ref No.
Common Equity Tier 1 capital: instruments and reserves				
1	Directly issued qualifying common share capital plus related stock surplus (share premium)	1425.11		
2	Retained earnings			
3	Accumulated other comprehensive income (and other reserves)	30620.58		
4	<i>Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock companies)</i>			
Public sector capital injections grandfathered until January 1, 2018				
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CET1)			
6	Common Equity Tier 1 capital before regulatory adjustments	32045.69		
Common Equity Tier 1 capital : Regulatory adjustments				
7	Prudential valuation adjustments			
8	Goodwill (net of related tax liability)			
9	Intangibles other than mortgage-servicing rights (net of related tax liability)			
10	Deferred tax assets ²			
11	Cash-flow hedge reserve			
12	Shortfall of provisions to expected losses			
13	Securitization gain on sale			
14	Gains and losses due to changes in own credit risk on fair valued liabilities			
15	Defined-benefit pension fund net assets			
16	Investments in own shares (if not already netted off paid-up capital on reported balance sheet)			
17	Reciprocal cross-holdings in common equity			
18	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)			

19	Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold) ⁵			
20	Mortgage servicing rights (amount above 10% threshold)			
21	Deferred tax assets arising from temporary differences ⁵ (amount above 10% threshold, net of related tax liability)			
22	Amount exceeding the 15% threshold			
23	of which : significant investments in the common stock of financial entities			
24	of which : mortgage servicing rights			
25	of which : deferred tax assets arising from temporary differences			
26	National specific regulatory adjustments ⁷ (26a+26b+26c+26d)			
26a	of which : Investments in the equity capital of unconsolidated insurance subsidiaries			
26b	of which : Investments in the equity capital of unconsolidated non- financial subsidiaries			
26c	of which : Shortfall in the equity capital of majority owned financial entities which have not been consolidated with the bank			
26d	of which : Unamortised pension funds expenditures			
	Regulatory Adjustments Applied to Common Equity Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment			
	of which : [INSERT TYPE OF ADJUSTMENT] For example: filtering out of unrealised losses on AFS debt securities (not relevant in Indian context)			
	of which : [INSERT TYPE OF ADJUSTMENT]			
	of which : [INSERT TYPE OF ADJUSTMENT]			
27	Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions			
28	Total regulatory adjustments to Common equity Tier 1			
29	Common Equity Tier 1 capital (CET1)	32045.69		
Additional Tier 1 capital : instruments				
30	Directly issued qualifying Additional Tier 1 instruments plus related stock surplus (share premium) (31+32)			
31	of which : classified as equity under applicable accounting standards (Perpetual Non-cumulative Preference shares)			
32	of which : classified as liabilities under applicable accounting standards (Perpetual debt Instruments)			

33	Directly issued capital instruments subject to phase out from Additional Tier 1			
34	Additional Tier 1 instruments (and CET1 instruments not included in row 5) issued by subsidiaries and held by third parties (amount allowed in group AT1)			
35	of which : instruments issued by subsidiaries subject to phase out			
36	Additional Tier 1 capital before regulatory adjustments			
Additional Tier 1 capital: regulatory adjustments				
37	Investments in own Additional Tier 1 instruments			
38	Reciprocal cross-holdings in Additional Tier 1 instruments			
39	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)			
40	Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)			
41	National specific regulatory adjustments (41a+41b)			
41a	Investments in the Additional Tier 1 capital of unconsolidated insurance subsidiaries			
41b	Shortfall in the Additional Tier 1 capital of majority owned financial			
	Regulatory Adjustments Applied to Additional Tier 1 in respect of Amounts Subject to Pre-Basel III Treatment			
	of which : [INSERT TYPE OF ADJUSTMENT e.g. DTAs]			
	of which : [INSERT TYPE OF ADJUSTMENT e.g. existing]			
	of which : [INSERT TYPE OF ADJUSTMENT]			
42	Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions			
43	Total regulatory adjustments to Additional Tier 1 capital			
44	Additional Tier 1 capital (AT1)			
45	Tier 1 capital (T1 = CET1 + Admissible AT1) (29 + 44a)	32045.69		

Tier 2 capital : instruments and provisions				
46	Directly issued qualifying Tier 2 instruments plus related stock surplus			
47	Directly issued capital instruments subject to phase out from Tier 2			
48	Tier 2 instruments (and CET1 and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties (amount allowed in group Tier 2)			
49	of which : instruments issued by subsidiaries subject to phase out			
50	Provisions include the following a) Investment Reserve ₹194.69 mn b) Provision for Standard Asset including restructured standard assets ₹1601.30 mn c) Provision for unhedged Foreign Currency Exposure ₹31.90 mn			
51	Tier 2 capital before regulatory adjustments	1827.89		
Tier 2 capital: regulatory adjustments				
52	Investments in own Tier 2 instruments			
53	Reciprocal cross-holdings in Tier 2 instruments			
54	Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold)			
55	Significant investments—in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)			
56	National specific regulatory adjustments (56a+56b)			
56a	of which : Investments in the Tier 2 capital of unconsolidated insurance subsidiaries			
56b	of which : Shortfall in the Tier 2 capital of majority owned financial entities which have not been consolidated with the bank			
	Regulatory Adjustments Applied To Tier 2 in respect of Amounts Subject to Pre-Basel III Treatment			
	of which : [INSERT TYPE OF ADJUSTMENT e.g. existing adjustments which are deducted from Tier 2 at 50%]			
	of which : [INSERT TYPE OF ADJUSTMENT			

57	Total regulatory adjustments to Tier 2 capital			
58	Tier 2 capital (T2)	1827.89		
59	Total capital (TC = T1 + T2) (45 + 58c)	33873.58		
	Risk Weighted Assets in respect of Amounts Subject to Pre-Basel III Treatment			
	of which : [INSERT TYPE OF ADJUSTMENT]			
	of which : ...			
60	Total risk weighted assets (60a + 60b + 60c)	241537.52		
60a	of which : total credit risk weighted assets	191871.83		
60b	of which : total market risk weighted assets	24976.66		
60c	of which : total operational risk weighted assets	24689.03		
Capital ratios				
61	Common Equity Tier 1 (as a percentage of risk weighted assets)	13.27%		
62	Tier 1 (as a percentage of risk weighted assets)	13.27%		
63	Total capital (as a percentage of risk weighted assets)	14.02%		
64	Institution specific buffer requirement (minimum CET1 requirement plus capital conservation and countercyclical buffer requirements, expressed as a percentage of risk weighted assets)			
65	of which : capital conservation buffer requirement			
66	of which : bank specific countercyclical buffer requirement	-		
67	of which : G-SIB buffer requirement			
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk weighted assets)	NA		
National minima (if different from Basel III)				
69	National Common Equity Tier 1 minimum ratio (if different from Basel III minimum)	5.50%		
70	National Tier 1 minimum ratio (if different from Basel III minimum)	7.00%	6.00%	
71	National total capital minimum ratio (if different from Basel III minimum)	9.00%	10.25%	
Amounts below the thresholds for deduction (before risk weighting)				
72	Non-significant investments in the capital of other financial entities	—		
73	Significant investments in the common stock of financial entities	—		
74	Mortgage servicing rights (net of related tax liability)			
75	Deferred tax assets arising from temporary differences (net of related tax liability)			

Applicable caps on the inclusion of provisions in Tier 2			
76	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to standardized approach (prior to application of cap)		
77	Cap on inclusion of provisions in Tier 2 under standardized approach	—	
78	Provisions eligible for inclusion in Tier 2 in respect of exposures subject to internal ratings-based approach (prior to application of cap)		
79	Cap for inclusion of provisions in Tier 2 under internal ratings-based approach		
Capital instruments subject to phase-out arrangements (only applicable between March 31, 2017 and March 31, 2022)			
80	Current cap on CET1 instruments subject to phase out arrangements	NA	
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)		
82	Current cap on AT1 instruments subject to phase out arrangements		
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)		
84	Current cap on T2 instruments subject to phase out arrangements		
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		

Notes to the template		
Row No. of the template	Particulars	(₹ in millions)
10	Deferred tax assets associated with accumulated losses	
	Deferred tax assets (excluding those associated with accumulated losses) net of Deferred tax liability	0.00
	Total as indicated in row 10	0.00
19	If investments in insurance subsidiaries are not deducted fully from capital and instead considered under 10% threshold for deduction, the resultant increase in the capital of bank	
	of which : Increase in Common Equity Tier 1 capital	
	of which : Increase in Additional Tier 1 capital	
	of which : Increase in Tier 2 capital	
26b	If investments in the equity capital of unconsolidated non-financial subsidiaries are not deducted and hence, risk weighted then :	
	(i) Increase in Common Equity Tier 1 capital	
	(ii) Increase in risk weighted assets	
50	Eligible Provisions included in Tier 2 capital	1827.89
	Eligible Revaluation Reserves included in Tier 2 capital	
	Total of row 50	1827.89

TABLE DF 12:

Composition of Capital Reconciliation Requirements

Step 1:

		(₹ in million)	
		Balance sheet as in financial statements	Balance sheet under regulatory scope of consolidation
		As on reporting date	As on reporting date
A	Capital & Liabilities		
i.	Paid-up Capital	1425.11	N.A
	Reserves & Surplus	30815.27	N.A
	Minority Interest	0	
	Total Capital	32240.38	N.A
ii.	Deposits	321901.50	
	of which : Deposits from banks	220.48	
	of which : Customer deposits	321681.02	
	of which : Other deposits (pl. specify)		
iii.	Borrowings	0.00	
	of which : From RBI	0	
	of which : From banks	0	
	of which : From other institutions & agencies	0	
	of which : Others (pl. specify) Outside India	0	
	of which : Capital instruments	0	
iv.	Other liabilities & provisions	15701.78	
	Total	369843.66	N.A
B	Assets		
i.	Cash and balances with Reserve Bank of India	14582.04	
	Balance with banks and money at call and short notice	4875.54	
ii.	Investments :	115044.77	
	of which : Government securities	94105.07	

	of which : Other approved securities	0.00	
	of which : Shares	301.88	
	of which : Debentures & Bonds	11602.67	
	of which : Subsidiaries / Joint Ventures / Associates	0.00	
	of which : Others (Commercial Papers, Mutual Funds etc.)	9035.15	
iii.	Loans and advances	219723.20	
	of which : Loans and advances to banks	0.00	
	of which : Loans and advances to customers	219723.20	
iv.	Fixed assets	1543.87	
v.	Other assets	14074.24	
	of which : Goodwill and intangible assets	0	
	of which : Deferred tax assets	339.02	
vi.	Goodwill on consolidation		
vii.	Debit balance in Profit & Loss account	0	
	Total Assets	369843.66	N.A

Step 2:

- 1) As the Bank is not having any subsidiary, no disclosure relating any legal entity for regulatory consolidation is made.
- 2) The entire paid up capital of the Bank amounting to ₹1425.11 million is included in CET I. (refer Item I of DF-11)
- 3) The break up for Reserves & Surplus ₹30815.27 mn as shown in the Bank's financial statements is given hereunder for the purpose of reconciliation for calculation of Regulatory Capital in DF-11.

(₹ in millions)

As per Balance Sheet	Amount	As shown in DF-11 Capital
a) Statutory Reserves	10947.79	Included in Regulatory CET I capital DF-11 (item-3)
b) Capital Reserves	192.11	Included in Regulatory CET I capital DF-11 (item-3)
c) Revenue and Other Reserves	17883.41	Included in Regulatory CET I capital DF-11 (item-3)
d) Investment reserve	194.69	Included in Regulatory Tier II capital DF-11(item-50)
e) Special Reserve u/s 36(1) (Viii) of IT Act 1961	1359.00	Included in Regulatory CET I Capital (DF11-item 3)
f) Balance in P&L	238.27	Included in CET I (item 3- DF11)
	30815.27	

- 4) a) Other Liabilities:- a) Provision for Standard assets including restructured standard assets 1601.30 mn (item-50 - DF-11)
- b) Provision for unhedged Foreign Currency Exposure 31.90 mn (item-50 -DF-11)

However they are shown under Tier II capital for computation of Regulatory Capital (DF-11) as noted in brackets as per extant RBI guidelines.

Step 3

Extract of Basel III common disclosure template (with added column) - Table DF-11 (Part I / Part II whichever, applicable)			
Common Equity Tier 1 capital: instruments and reserves			
		Component of regulatory capital reported by bank	Source based on reference numbers / letters of the balance sheet under the regulatory scope of consolidation from step 2
1	Directly issued qualifying common share (and equivalent for non-joint stock companies) capital plus related stock surplus	1425.11	
2	Retained earnings		
3	Accumulated other comprehensive income (and other reserves)	30620.58	
4	Directly issued capital subject to phase out from CET1 (only applicable to non-joint stock Companies)		
5	Common share capital issued by subsidiaries and held by third parties (amount allowed in group CETI)		
6	Common Equity Tier 1 capital before regulatory adjustments	32045.69	
7	Prudential valuation adjustments	0.00	
8	Goodwill (net of related tax liability)		

Table DF-13:

Main Features of Regulatory Capital

S.No	Description	Equity Shares
1	Issuer	Tamilnad Mercantile Bank Ltd
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	Not listed
3	Governing law(s) of the instrument	Indian Laws
	Regulatory treatment	
4	Transitional Basel III rules	Common equity Tier 1
5	Post-transitional Basel III rules	Common equity Tier 1
6	Eligible at solo / group / group & solo	Solo
7	Instrument type	Common Shares
8	Amount recognized in regulatory capital (Rs. in million, as of most recent reporting date)	₹1425.11 million
9	Par value of instrument	₹ 10 per share
10	Accounting classification	Shareholder's Equity
11	Original date of issuance	Various
12	Perpetual or dated	Perpetual
13	Original maturity date	No Maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	NA
16	Subsequent call dates, if applicable	NA
	Coupons / dividends	
17	Fixed or floating dividend / coupon	NA
18	Coupon rate and any related index	NA
19	Existence of a dividend stopper	No
20	Fully discretionary, partially discretionary or mandatory	Fully Discretionary

21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Non-Cumulative
23	Convertible or non-convertible	NA
24	If convertible, conversion trigger(s)	NA
25	If convertible, fully or partially	NA
26	If convertible, conversion rate	NA
27	If convertible, mandatory or optional conversion	NA
28	If convertible, specify instrument type convertible into	NA
29	If convertible, specify issuer of instrument it converts into	NA
30	Write-down feature	No
31	If write-down, write-down trigger(s)	NA
32	If write-down, full or partial	NA
33	If write-down, permanent or temporary	NA
34	If temporary write-down, description of write-up mechanism	NA
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Subordinated to all other claims
36	Non-compliant transitioned features	No
37	If yes, specify non-compliant features	NA

Table DF-14
Full Terms and Conditions of Regulator Capital Instruments

The details of the Tier II capital [Bonds] raised by the Bank

Table DF-14 : Full Terms and Conditions of Regulatory Capital Instruments	
Instruments	Full Terms and Conditions
	Not Applicable
	Not Applicable

Table DF-15:
 Disclosure Requirements for Remuneration

Qualitative disclosures	(a)	Information relating to the composition and mandate of the Remuneration Committee.	The Remuneration Committee has been formed with 4 Directors and the MD & CEO. The mandate of the committee is to fix remuneration in line with the risk taken by employees.
	(b)	Information relating to the design and structure of remuneration processes and the key features and objectives of remuneration policy.	Bank's Remuneration Policy, containing the guidelines on compensation of Whole time directors/ Chief executive officers/ risk takers, control function etc was approved by Remuneration committee of Board in its meeting dated 27.12.2012. The key principle of the policy would be that the compensation shall be aligned with the type and nature of risk taken by employees. The degree of difficulty, specialised nature of job and risk associated would be measured and compensation would be fixed accordingly.
	(c)	Description of the ways in which current and future risks are taken into account in the remuneration processes. It should include the nature and type of the key measures used to take account of these risks.	Regional Heads, Branch Heads, IT department officials and Dealers in Treasury & IBD are paid special pay based on risk taken by them
	(d)	Description of the ways in which the bank seeks to link performance during a performance measurement period with levels of remuneration.	A performance based incentive is to be developed

	(e)	A discussion of the bank's policy on deferral and vesting of variable remuneration and a discussion of the bank's policy and criteria for adjusting deferred remuneration before vesting and after vesting.	There is no deferred remuneration payment to employees
	(f)	Description of the different forms of variable remuneration (i.e. cash, shares, ESOPs and other forms) that the bank utilizes and the rationale for using these different forms.	The remuneration is in the form of cash only. There is no remuneration in the form of Shares, ESOP and other forms.
Quantitative disclosures (The quantitative disclosures should only cover Whole Time Directors / Chief Executive Officer / Other Risk Takers)	(g)	Number of meetings held by the Remuneration Committee during the financial year and remuneration paid to its members.	Number of meetings held by the Remuneration Committee is NIL.
	(h)	Number of employees having received a variable remuneration award during the financial year.	Nil
		Number and total amount of sign-on awards made during the financial year.	Nil
		Details of guaranteed bonus, if any, paid as joining / sign on bonus.	Nil
		Details of severance pay, in addition to accrued benefits, if any.	Nil
	(i)	Total amount of outstanding deferred remuneration, split into cash, shares and share-linked instruments and other forms.	Nil
		Total amount of deferred remuneration paid out in the financial year.	Nil

	(j)	Breakdown of amount of remuneration awards for the financial year to show fixed and variable, deferred and non-deferred.	Nil
	(k)	Total amount of outstanding deferred remuneration and retained remuneration exposed to ex post explicit and / or implicit adjustments.	Nil
		Total amount of reductions during the financial year due to ex- post explicit adjustments.	Nil
		Total amount of reductions during the financial year due to ex- post implicit adjustments.	Nil

[Table DF 16](#)

Equities-Disclosure for Banking Book Positions

The bank has no exposures in equities under Banking Book.

[Table DF 17](#)

Leverage Ratio Disclosure

The Leverage ratio act as a credible supplementary measure to the bank based capital requirement. The Bank is required to maintain a minimum leverage ratio of 4.5%. The Bank's leverage ratio, calculated in accordance with the RBI guidelines is as follows;

COMPARISON OF ACCOUNTING ASSETS AND LEVERAGE RATIO EXPOSURE

(₹ in millions)

S.No.	Particulars	Amount as of June 16	Amount as of Sep'16	Amount as of Dec'16	Amount as of Mar'17
1	Total consolidated assets as per published financial statements include SFTs	350599.84	359884.62	379897.10	369843.66
2	Adjustment for investments in banking, financial, insurance or commercial entities that are consolidated for accounting purposes but outside the scope of regulatory consolidation	0.00	0.00	0.00	0.00
3	Adjustment for fiduciary assets recognized on the balance sheet pursuant to the operative accounting framework but excluded from the leverage ratio exposure measure	0.00	0.00	0.00	0.00
4	Adjustments for derivative financial instruments	1460.79	1523.99	1 500.48	1494.4 5
5	Adjustment for securities financing transactions (i.e. repos and similar secured lending)	0.00	0.00	0.00	0.00
6	Adjustment for off-balance sheet items (i.e. conversion to credit equivalent amounts of off- balance sheet exposures)	40017.86	40830.13	43369.55	44727.01
7	Other adjustments	0.00	0.00	0.00	0.00
8	Leverage exposure ratio	392078.49	402238.74	424767.13	416065.12

Table DF 18

Leverage ratio common disclosure

(₹ in millions)

S.No	Leverage Ratio Framework	Amount as of June 16	Amount as of Sep'16	Amount as of Dec'16	Amount as of Mar'17
On-balance sheet exposures					
1	On-balance sheet items (excluding derivatives and SFTs, but including collateral)	350599.84	359884.62	379897.10	369843.66
2	(Asset amounts deducted in determining Basel III Tier 1 capital)	0.00	0.00	0.00	0.00
3	Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	350599.84	359884.62	379897.10	369843.66
Derivative exposures					
4	Replacement cost associated with all <i>derivatives</i> transactions (i.e. net of eligible cash variation margin)	0	0	0	0
5	Add-on amounts for PFE associated with <i>all</i> derivatives transactions	1460.79	1523.99	1500.48	1494.45
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the operative accounting framework	0.00	0.00	0.00	0.00
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	0.00	0.00	0.00	0.00
8	(Exempted CCP leg of client-cleared trade exposures)	0.00	0.00	0.00	0.00
9	Adjusted effective notional amount of written credit derivatives	0.00	0.00	0.00	0.00

10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	0.00	0.00	0.00	0.00
11	Total derivative exposures (sum of lines 4 to 10)	1460.79	1523.99	1500.48	1494.45
Securities financing transaction exposures					
12	Gross SFT assets (with no recognition of netting), after adjusting for sale accounting transactions	0.00	0.00	0.00	0.00
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	0.00	0.00	0.00	0.00
14	CCR exposure for SFT assets	0.00	0.00	0.00	0.00
15	Agent transaction exposures	0.00	0.00	0.00	0.00
16	Total securities financing transaction exposures (sum of lines 12 to 15)	0.00	0.00	0.00	0.00
Other off-balance sheet exposures					
17	Off-balance sheet exposure at gross notional amount	94569.11	101630.82	108686.41	99677.11
18	(Adjustments for conversion to credit equivalent amounts)	(54551.25)	(60800.69)	(65316.86)	(54950.10)
19	Off-balance sheet items (sum of lines 17 and 18)	40017.86	40830.13	43369.55	44727.01
Capital and total exposures					
20	Tier 1 capital	29222.37	29222.37	29222.37	32045.69
21	Total exposures (sum of lines 3, 11, 16 and 19)	392078.49	402238.74	424767.13	416065.12
Leverage ratio					
22	Basel III leverage ratio	7.45%	7.26%	6.88%	7.70%

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI
BALANCE SHEET AS ON 31ST MARCH 2017

இருப்பு நிலை குறிப்பு கணக்கு 31-03-2017

(Rs. in thousands)

	Schedule அட்டவணை	As on 31.03.2017	As on 31.03.2016
CAPITAL & LIABILITIES : மூலதனமும் & பொறுப்புகளும்			
Capital பங்கு மூலதனம்	1	1425115	2845
Reserves & Surplus ஒதுக்கீடுகள் மற்றும் எஞ்சியிருப்பவை	2	30815270	29413940
Deposits வைப்பு நிதிகள்	3	321901495	303688650
Borrowings பெற்ற கடன்கள்	4	Nil	3331991
Other Liabilities and Provisions இதர பொறுப்புக்கள் மற்றும் ஒதுக்கீடுகள்	5	15701781	16225698
	TOTAL	369843661	352663124
ASSETS : சொத்துக்கள்			
Cash and balances with Reserve Bank of India ரொக்க இருப்பும் ரிசர்வ் வங்கியில் உள்ள இருப்பும்	6	14582046	13978201
Balances with Banks and Money at Call and Short Notice இதர வங்கியில் உள்ள இருப்பும்	7	4875549	2010672
Investments முதலீடுகள்	8	115044766	88647069
Advances கொடுத்த கடன்கள்	9	219723197	225777127
Fixed Assets நிலையான சொத்துக்கள்	10	1543865	1563924
Other Assets இதர சொத்துக்கள்	11	14074238	20686131
	TOTAL	369843661	352663124
Contingent Liabilities சந்தர்ப்பங்களை அனுசரித்த பொறுப்புகள்	12	117682391	116390436
Bills for Collection வசூலுக்கு பெற்றுக்கொண்ட பில்கள்		14868838	9733638
Significant Accounting Policies முக்கிய கணக்கு நெறிமுறைகள்	17		
Notes form part of Accounts கணக்குகள் சம்பந்தமான விளக்கவுரை	18		
The Schedules referred to above form an integral part of the Balance Sheet மேலே குறிப்பிட்டுள்ள அட்டவணைகள், வங்கி இருப்புநிலை கணக்கோடு இணைந்த பகுதியாகும்.			

Sd/- S.R.Aravind Kumar
Sd/- K.Nagarajan
Sd/- B.Vijayadurai
Directors

Sd/- P.C.G.Asok Kumar
Sd/- K.N.Rajan
Sd/- V.V.D.N.Vikraman
Directors

Sd/- S.Ezhil Jothi
Sd/- K.V.Rajan
Sd/- P.Yesuthasen
Directors

Sd/- S.Annamalai
Chairman
Sd/- B.S.Keshava Murthy
Sd/- A.Shidambaranathan
Directors

Thoothukudi
14.06.2017

TAMILNAD MERCANTILE BANK LIMITED, THOOTHUKUDI
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH 2017

இலாப நஷ்டக் கணக்கு 31-03-2017

(Rs. in thousands)

	Schedule அட்டவணை	As on 31.03.2017	As on 31.03.2016
INCOME வருமானம்			
Interest earned (வட்டியின் மூலம் பெற்றது)	13	33809605	32521703
Other Income (இதர வருமானம்)	14	4305081	3185045
EXPENDITURE செலவுகள்	TOTAL	38114686	35706748
Interest Expended கொடுக்கப்பட்ட வட்டி	15	22301536	22081555
Operating Expenses நடைமுறை செலவுகள்	16	7055700	6369634
Provisions & Contingencies ஒதுக்கீடுகள் மற்றும் எதிர்பாரா செலவுகள்		5590803	3233994
PROFIT / LOSS இலாபம்/நஷ்டம்	TOTAL	34948039	31685183
Net Profit for the year இந்த வருடத்தின் நிகர இலாபம்		3166647	4021565
Add : Profit brought forward சென்ற வருடத்திய இலாபத்தில் மீதித் தொகை		27063	13866
APPROPRIATIONS ஒதுக்கீடுகள் செய்தவை	TOTAL	3193710	4035431
Transfer to statutory reserve சட்டபூர்வமான ஒதுக்கீட்டிற்கு மாற்றப்பட்டது		950000	1210000
Transfer to other reserves ஏனைய ஒதுக்கீட்டிற்கு மாற்றப்பட்டது		1200000	1900000
Transfer to capital reserve மூலதன ஒதுக்கீட்டிற்கு மாற்றப்பட்டது		192110	NIL
Transfer to Investment reserve முதலீடு ஒதுக்கீட்டிற்கு மாற்றப்பட்டது		285	451
Transfer to Special Reserve 36(1)(viii) சிறப்பு ஒதுக்கீட்டிற்கு மாற்றப்பட்டது		270000	350000
Dividend Interim Dividend & Dividend tax paid இடைக்கால இலாப பங்கீடு வரி உட்பட		343047	479307
Proposed Dividend (உத்தேசிக்கப்பட்ட இலாப பங்கீடு)			57005
Tax on Dividend (இலாப பங்கீட்டிற்கான வரி)			11605
Balance carried over to Balance Sheet அடுத்த ஆண்டிற்கான கொண்டு செல்லப்படும் தொகை		238268	27063
Face value of the equity share is Rs.10/-			
	TOTAL	3193710	4035431
Earning per share (Basic and Diluted) (Rs)	17	22	28
Significant Accounting Policies	18		
Notes form part of Accounts			
The Schedules referred to above form an integral part of the Profit & Loss Account.			

Sd/- M.Gunasekaran
General ManagerSd/- S.Kandavelu
General ManagerSd/- M.A.Nayagam
General ManagerSd/- R.Ravindran
General ManagerSd/- P.C.Panda
Company Secretary

Vide our report of even date attached

For Maharaj N R Suresh And Co.

FRN No. 01931S

Sd/- N.R Jayadevan

Chartered Accountants

Partner (M.No.23838)

Thoothukudi
14.06.2017

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet	(Rs. in thousands)	
	As on 31.03.2017	As on 31.03.2016
SCHEDULE I - CAPITAL		
அட்டவணை 1 மூலதனம் 50,00,00,000 Equity Shares of Rs.10/- each ரூ.10/- வீதம் 50,00,00,000 பங்குகள்	5000000	5000000
Issued, Subscribed, Called-up and Paid-up Capital 14,25,11,454 Equity Shares of Rs.10/- each வழங்கப்பட்டதும் பெற்றுக் கொள்ளப்பட்டதும் ரூ.10/- வீதம் 14,25,11,454	2845	2845
14,22,27,000 Bonus shares of Rs.10/- each allotted (Previous year : Nil)	1422270	NIL
TOTAL	1425115	2845

SCHEDULE 2 - RESERVES AND SURPLUS	As on 31.03.2017		As on 31.03.2016	
	அட்டவணை 2 ஒதுக்கீடுகள் மற்றும் எஞ்சியிருப்பவை			
I. Statutory Reserves சட்டபூர்வமான ஒதுக்கீடுகள் Opening Balance	9997786		8787786	
ஆரம்ப இருப்பு Additions during the year	950000		1210000	
நடப்பு ஆண்டில் சேர்ந்தது				
TOTAL	10947786		9997786	
II. Capital Reserve மூலதன ஒதுக்கீடுகள் Opening Balance	109273		109273	
ஆரம்ப இருப்பு Additions during the year	192110		Nil	
நடப்பு ஆண்டில் சேர்ந்தது				
Less: Transfer to Share Capital (Bonus issues)	109273		Nil	
TOTAL	192110		109273	
III. Revenue and Other Reserves மூலதன ஒதுக்கீடுகள் Opening Balance	18190818		16290367	
ஆரம்ப இருப்பு Additions during the year	1200285		1900451	
நடப்பு ஆண்டில் சேர்ந்தது				
Less: Transfer to Share Capital (Bonus issues)	1312997		Nil	
TOTAL	18078106		18190818	
IV. Special Reserve U/s.36(1)(viii) of I.T.Act சிறப்பு ஒதுக்கீடு - வருமானவரி சட்டப்பிரிவு 36(1) (viii) Opening Balance	1089000		739000	
ஆரம்ப இருப்பு Additions during the year	270000		350000	
நடப்பு ஆண்டில் சேர்ந்தது				
Deductions during the year	Nil		Nil	
நடப்பு ஆண்டில் கழித்தது				
TOTAL	1359000		1089000	
V. Balance in Profit and Loss Account இலாப நஷ்டக் கணக்கின்படி மிகுதியான இலாபம்	238268		27063	
TOTAL : (I, II, III, IV & V)	30815270		29413940	

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet	(Rs. in thousands)	
SCHEDULE 3 - DEPOSITS	As on 31.03.2017	As on 31.03.2016
அட்டவணை 3 வைப்புநீதிகள்		
A. I. Demand Deposits		
கேட்பு வைப்புநீதிகள்		
I) From Banks	475	350
வங்கிகளிடமிருந்து		
ii) From Others	25044727	19895686
மற்றவர்களிடமிருந்து		
II. Savings Bank Deposits	49740216	39020838
சேமிப்பு கணக்குகள்		
III. Term Deposits		
குறித்த கால வைப்புநீதி		
I) From Banks	220000	11790000
வங்கிகளிடமிருந்து		
ii) From Others	246896077	232981776
மற்றவர்களிடமிருந்து		
TOTAL	321901495	303688650
B. I. Deposits of Branches in India	321901495	303688650
இந்தியாவில் இருக்கும் கிளைகளில் உள்ள வைப்புநீதிகள்		
II. Deposits of Branches outside India	Nil	Nil
வெளிநாட்டு கிளைகளில் உள்ள வைப்புநீதிகள்		

Schedules to Balance Sheet	(Rs. in thousands)	
SCHEDULE 4 - BORROWINGS	As on 31.03.2017	As on 31.03.2016
அட்டவணை 4 பெற்ற கடன்கள்		
I. Borrowings in India		
இந்தியாவில் வாங்கிய கடன்கள்		
i. Reserve Bank of India	Nil	3130000
ரிசர்வ் வங்கியிடமிருந்து		
ii. Other Banks	Nil	Nil
இதர வங்கியிடமிருந்து		
iii. Other Institutions and Agencies	Nil	201991
இதர நீதி நிறுவனங்களிடமிருந்து		
II. Borrowings outside India	Nil	Nil
வெளிநாடுகளில் பெற்ற கடன்கள்		
TOTAL	Nil	3331991
Secured borrowings included in I and II above	Nil	Nil
மேலே குறிப்பிட்ட மற்றும் I இல் II பாதுகாக்கப்பட்ட கடன்கள்		

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet	(Rs. in thousands)	
	As on 31.03.2017	As on 31.03.2016
SCHEDULE 5-OTHER LIABILITIES AND PROVISIONS		
அட்டவணை 5 இதர பொறுப்புகள் மற்றும் ஒதுக்கீடுகள்		
I. Bills Payable கொடுக்கப்பட வேண்டிய பில்கள்	1733885	1251770
II. Inter Office Adjustments (Net) கிளைகளுக்கிடையே உள்ள நிலுவைகள்	Nil	Nil
III. Interest Accrued கொடுக்கப்பட வேண்டிய வட்டி	2222548	2008370
IV. Deferred Tax liability தள்ளி வைக்கப்பட வரிக்கான பொறுப்புகள்	980312	995820
V. Others (Including Provisions) மற்றவை (ஒதுக்கீடுகள்)	10765036	11969738
TOTAL	15701781	16225698

SCHEDULE 6 - CASH AND BALANCES WITH RESERVE BANK OF INDIA	As on 31.03.2017	As on 31.03.2016
அட்டவணை 6 ரொக்க இருப்பும் ரிசர்வ் வங்கியில் உள்ள இருப்பும்		
Cash in hand ரொக்க இருப்பு	1668705	1850986
Balance with Reserve Bank of India in Current Account ரிசர்வ் வங்கியில் நடப்பு கணக்குகளில் உள்ள இருப்பு	12913341	12127215
TOTAL	14582046	13978201

SCHEDULE 7-BALANCES WITH BANKS & MONEY AT CALL AND SHORT NOTICE	As on 31.03.2017	As on 31.03.2016
அட்டவணை 7 இதர வங்கியில் உள்ள இருப்பும் குறுகிய காலத்தில் வாங்கக்கூடிய தொகையும்		
I. In India இந்தியாவில்		
I) Balances with Banks இதர வங்கியில் உள்ள இருப்பு		
a) In current accounts நடப்பு கணக்குகளில்	192636	210811
b) In other Deposits மற்ற கணக்குகளில்	25	500000
ii) Money at call and short notice குறுகிய காலத்தில் வாங்கக்கூடிய தொகை		
a)With Banks வங்கிகளில்	3450000	Nil
b)With other institutions இதர நிறுவனங்களிடமிருந்து	Nil	Nil
TOTAL	3642661	710811
II. Outside India வெளிநாடுகளில்		
a) In current accounts நடப்பு கணக்குகளில்	160888	1299861
b) In other Deposits மற்ற கணக்குகளில்	1072000	Nil
TOTAL	1232888	1299861
GRAND TOTAL	4875549	2010672

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet		(Rs. in thousands)	
SCHEDULE 8 - INVESTMENTS		As on 31.03.2017	As on 31.03.2016
அட்டவணை 8 முதலீடுகள்			
I.	Investments in India		
	இந்தியாவின் முதலீடுகள்		
i.	Government securities	94105070	77858135
	அரசு பத்திரங்கள்		
ii.	Other approved securities	Nil	Nil
	மற்ற அங்கீகரிக்கப்பட்ட பத்திரங்கள்		
iii.	Shares	301878	348870
	பங்குகள்		
iv.	Debentures & Bonds	11602669	7818995
	கடன் பத்திரங்கள்		
v.	Others - Mutual Fund, Commercial Paper	9035149	2621069
	மற்றவை - பரஸ்பரநிதி, வர்த்தக பத்திரங்கள்		
	TOTAL	115044766	88647069
	Gross Investments	116067273	88989818
	மொத்த முதலீடுகள்		
	Less: Depreciation	1022507	342749
	கழிக்க : தேய்மானத்திற்கான ஒதுக்கீடு		
	TOTAL	115044766	88647069
II.	Investments outside India	Nil	Nil
	வெளிநாடுகளில் முதலீடுகள்		

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet	(Rs. in thousands)	
	As on 31.03.2017	As on 31.03.2016
SCHEDULE 9 - ADVANCES		
அட்டவணை 9 கொடுத்த கடன்கள்		
A I. Bills purchased and discounted டிஸ்கவுண்ட் செய்ததும் வாங்கியதுமான பில்கள்	5428318	6225602
II. Cash credits, overdrafts and loans repayable on demand ரொக்கப்பற்று, அதிகப் பற்று வகை மற்றும் கேட்கும் பொழுது கொடுக்க வேண்டிய கடன்கள்	138301797	131036829
III. Term Loans காலக்கெடுவுள்ள கடன்கள்	75993082	88514696
TOTAL	219723197	225777127
B I. Secured by tangible assets தொடு சொத்தை பிணையமாக பெற்றது	217070698	224994993
II. Covered by Bank / Government Guarantee வங்கி மற்றும் அரசாங்க உத்திரவாதத்துடன் கூடியது	1359328	39741
III. Unsecured பிணையமில்லாதது	1293171	742393
TOTAL	219723197	225777127
C. Advances in India இந்தியாவில் கடன்கள்		
I. Priority Sector முன்னுரிமைப் பிரிவு	128136637	118401108
II. Public Sector பொதுத்துறைப் பிரிவு	3897996	7602749
III. Banks வங்கிகள்	Nil	Nil
IV. Others மற்றவை	87688564	99773270
TOTAL	219723197	225777127

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet		(Rs. in thousands)	
SCHEDULE 10 - FIXED ASSETS		As on 31.03.2017	As on 31.03.2016
அட்டவணை 10 நிலையான சொத்துக்கள்			
I.	Premises கட்டிடங்கள்		
	At cost as on March 31, preceding year முந்தைய ஆண்டு மார்ச் 31ல் வாங்கிய விலைப்படி	608205	562511
	Additions during the year நடப்பு ஆண்டில் வாங்கியது	72333	45694
	TOTAL*	680538	608205
	Deductions during the year நடப்பு ஆண்டில் கழித்தது	-	-
		680538	608205
	Depreciation to date நாளது வரையில் தேய்மானம்	205533	199481
	TOTAL	475005	408724
II.	Other Fixed Assets (including furniture and fixtures) பிறநிலையான சொத்துக்கள் : (அலுவலக பொருட்களும் சேர்ந்தவை)		
	At cost as on March 31, preceding year முந்தைய ஆண்டு மார்ச் 31ல் வாங்கிய விலைப்படி	3247700	2667972
	Additions during the year நடப்பு ஆண்டில் வாங்கியது	313073	582093
	TOTAL	3560773	3250065
	Deductions during the year நடப்பு ஆண்டில் கழித்தது	2700	2365
		3558073	3247700
	Depreciation to date நாளது வரையில் தேய்மானம்	2489213	2092500
	TOTAL	1068860	1155200
	* - Includes building under construction at cost (Rs.in thousands)13596 (Previous year 23778)		
	GRAND TOTAL (I & II)	1543865	1563924

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Balance Sheet	(Rs. in thousands)	
SCHEDULE 11 - OTHER ASSETS	As on 31.03.2017	As on 31.03.2016
அட்டவணை 11 - இதர சொத்துக்கள்		
I. Inter-Office adjustments (Net) கிளைகளுக்கிடையே உள்ள நிலுவைகள்	Nil	Nil
II. Interest accrued வரவேண்டிய வட்டி	2687527	2380350
III. Tax paid in advance / tax deducted at source முன்னதாக செலுத்திய / பிடித்தம் செய்யப்பட்ட வரி	5718423	8116645
IV. Stationery and stamps புத்தகங்கள், பாரங்கள் மற்றும் அஞ்சல் தலைகள்	10942	11810
V. Non-Banking Assets acquired in satisfaction of claims கடன் வகைகளுக்காக பெற்ற வங்கியின் தொழில் சாராத சொத்துக்கள்	Nil	Nil
VI. Deferred Tax Asset தள்ளி வைக்கப்பட்ட வரிக்கான சொத்துக்கள்	339020	292259
VII. Other Assets இதர சொத்துக்கள்	5318326	9885067
TOTAL	14074238	20686131

Schedules to Balance Sheet	(Rs. in thousands)	
SCHEDULE 12 - CONTINGENT LIABILITIES	As on 31.03.2017	As on 31.03.2016
அட்டவணை 12 சந்தர்ப்பங்களை அனுசரித்த பொறுப்புகள்		
I. Claims against the Bank not acknowledged as debts வங்கிக்கு எதிரான நஷ்டஈடு கோரிக்கைகள்	144934	100290
II. Liability on account of outstanding forward exchange contracts எதிர்பார்ப்பு அந்நிய செலவாணி ஒப்பந்தங்களினால் கொடுக்க வேண்டிய பொறுப்புகள்	72563580	76737575
III. Guarantee given on behalf of constituents in India வாடிக்கையாளர்களுக்கான (இந்தியாவில்) உத்தரவாதம் கொடுத்தவை	34140491	29510563
IV. Acceptances, endorsements and other obligations அடுத்தவர்களுக்கான ஆதரவான நடவடிக்கைகளில் ஏற்படக்கூடிய பொறுப்புகள்	10295690	9551431
V. Estimated amount of contracts remaining to be executed on capital account not provided for and Liab. under DEAF முடிக்கப்பட வேண்டிய ஒப்பந்தங்களுக்கான மூலதன செலவுகளுக்கான ஒதுக்கப்பட்ட தொகை	537696	490577
TOTAL	117682391	116390436

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Profit and Loss account	(Rs. in thousands)	
	For the year ended 31.03.2017	For the year ended 31.03.2016
SCHEDULE 13 - INTEREST EARNED		
அட்டவணை 13 வட்டி வகையில் வருமானம்		
I. Interest / discount on advances / bills கடன்களுக்கு வட்டி மற்றும் பில்களை டிஸ்கவுண்ட் செய்த வகையில்	25160156	24781476
II. Income on investments முதலீடுகளின் பேரில் வருமானம்	7987360	7327895
III. Interest on balances with Reserve Bank of India and other inter-bank funds ரிசர்வ் வங்கி மற்றும் இதர வங்கிகளில் உள்ள இருப்புகளுக்குரிய வட்டி	316587	134596
IV. Others மற்றவை	345502	277736
TOTAL	33809605	32521703

SCHEDULE 14 - OTHER INCOME	31.03.2017	31.03.2016
அட்டவணை 13 வட்டி வகையில் வருமானம்		
I. Commission, exchange and brokerage கமிஷன் மற்றும் தரகு வகையில்	1187632	1060690
II. Profit on sale of investments முதலீடுகளை விற்க வகையில் இலாபம்	1457199	443389
Loss on sale of investments முதலீடுகளை விற்க வகையில் நஷ்டம்	(40133)	(33023)
III. Profit on revaluation of investments முதலீடுகளை மறுமதிப்பீடு செய்தவகையில் இலாபம்	---	---
IV. Profit on sale of land, building and other assets நிலம், கட்டிடம் மற்ற சொத்துக்களை விற்க வகையில் இலாபம்	2266	1401
Loss on sale of land, building and other assets நிலம், கட்டிடம் மற்ற சொத்துக்களை விற்க வகையில் நஷ்டம்	(1163)	(690)
V. Profit on exchange transactions அந்நிய செலவாணி மாற்றம் மூலம் பெற்ற இன்பம்	169796	216346
VI. Miscellaneous income பிற வகைகளில் வருமானம்	1529484	1496932
TOTAL	4305081	3185045

TAMILNAD MERCANTILE BANK LIMITED , THOOTHUKUDI

Schedules to Profit and Loss account	(Rs. in thousands)	
	For the year ended 31.03.2017	For the year ended 31.03.2016
SCHEDULE 15 - INTEREST EXPENDED		
அட்டவணை 15 வட்டி செலவினங்கள்		
I. Interest on deposits வைப்பு நிதிகளுக்கான வட்டி	22122720	21614253
II. Interest on Reserve Bank of India / Inter-Bank borrowings ரிசர்வ் வங்கி மற்றும் இதர வங்கிகளிடமிருந்து வாங்கிய கடனுக்குரிய வட்டி	62513	256004
III. Others மற்றவை	116303	211298
TOTAL	22301536	22081555

SCHEDULE16 - OPERATING EXPENSES	31.03.2017	31.03.2016
அட்டவணை 16 - இயக்க செலவுகள்		
I. Payment to and provisions for employees ஊழியர்களுக்கான சன்மானம் மற்றும் ஒதுக்கீடு செய்யப்பட்டவை	3778413	3499546
II. Rent, taxes and lightings வாடகை, வரி மற்றும் மின்சார செலவுகள்	710363	620112
III. Printing and stationery அச்சுக்கூலி மற்றும் எழுதுபொருள் வகைகள்	110722	110139
IV. Advertisement and publicity விளம்பரம்	76365	95151
V. Depreciation on Bank's Property வங்கியின் சொத்துக்களில் தேய்மானம்	402765	334542
VI. Directors Fees Allowances & Exp. இயக்குநர்களின் பீஸ் மற்றும் அலவன்ஸ் மற்றும் செலவுகள்	17626	15384
VII. Auditors' fees and expenses (including branch auditors) தணிக்கையாளர்களின் பீஸ் மற்றும் செலவுகள் (கிளைகளின் தணிக்கையாளர்களுக்கான பீஸ் சேர்ந்தவை)	11229	9774
VIII. Law charges சட்ட செலவுகள்	4250	4211
IX. Postages, telegrams, telephones, etc. தபால், தந்தி, தொலைபேசி செலவுகள்	148368	137127
X. Repairs and maintenance பழுதுபார்த்தல் மற்றும் பராமரிப்பு செலவுகள்	191842	178139
XI. Insurance காப்பீட்டு தொகை	290664	252162
XII. Other expenditure மற்ற செலவுகள்	1313093	1113347
TOTAL	7055700	6369634

TAMILNAD MERCANTILE BANK LIMITED
57 VE ROAD THOOTHUKUDI-628002

SCHEDULES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31st March 2017.

SCHEDULE 17: SIGNIFICANT ACCOUNTING POLICIES

1. GENERAL:

A. Basis of Preparation

The financial statements have been prepared on ongoing concern concept, historical cost convention unless otherwise stated and conform to the Generally Accepted Accounting Principles, (GAAP) in which encompasses applicable statutory provisions, regulatory norms prescribed by the Reserve Bank of India (RBI) from time to time, Accounting Standards (AS) specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 to the extent applicable and current practices prevailing in the Banking Industry in India and conform to statutory provisions and practices prevailing within the banking industry.

The financial statements have been prepared in accordance with the requirements prescribed under the Third schedule (Form A and Form B) of the Banking Regulations Act 1949. The items of income and expenditure are taken on accrual basis except where specifically stated and it conforms to the guidelines issued by Reserve Bank of India (RBI) for banks.

B. Use of Estimates

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

C. Significant changes in Accounting policies

Proposed dividend:

In terms of Revised Accounting Standard [AS4] Contingencies and events occurring after Balance sheet date as notified by the Ministry of Corporate affairs through amendments to companies (Accounting Standards) amendment rules 2016, dated 30 March 2016, the company has not accounted for proposed dividend as a liability as at 31st march 2017. The proposed dividend was however accounted for as a liability as at 31st march 2016 in line with the existing accounting standard applicable at that time.

2. FOREIGN EXCHANGE TRANSACTIONS:

- i. Foreign currency balances both, under assets and liabilities, outstanding forward exchange contracts and swaps are evaluated at the year-end rates published by FEDAI. The resultant profit / loss is shown as income / loss.
- ii. Deposit accounts denominated in foreign currency such as FCNR (B) EEFC, RFC and placement of such deposits in foreign currency are recorded at year-end Foreign Exchange Dealers Association of India (FEDAI) rates. Foreign currency loan accounts are also disclosed at the year-end FEDAI rates.
- iii. Foreign currency income and expenditure items of domestic operations are translated at the exchange rates prevailing on the date of transaction.
- iv. Contingent liabilities on account of acceptances, endorsements and other obligations including guarantees and Letters of Credit denominated in foreign currencies are translated at year-end FEDAI rates.

2. INVESTMENTS:

A) Classification of investments has been made as per the guidelines of Reserve Bank of India.

- i) The entire investment portfolio of the Bank is classified under three categories viz. "Held to Maturity", "Available for sale" and "Held for Trading".

Securities that are held principally for resale within 90 days from the date of purchase are classified under the HFT Category. Investments that the company intends to hold till maturity are classified under the HTM category or as per RBI guidelines. Securities which are not classified in the above categories are classified under the AFS category.

- Transfer between the categories Reclassification of investments from one category to other, if done, is in accordance with RBI guidelines. Transfer of script from AFS/HFT Category to HTM category is made at the lower of book value or market value.
- In case of transfer of securities from HTM to AFS/HFT category, the investments held under HTM at a discount are transferred to AFS/HFT category at the acquisition price and investments placed in the HTM category at a premium are transferred to AFS/HFT at amortized cost.
- Transfer of investments from AFS to HFT or vice versa is done at the book value. Depreciation carried if any on such investments is also transferred from one category to another.

The investments are classified for the purpose of Balance Sheet under five groups viz. (i) Government securities, (ii) Other approved securities, (iii) Shares, (iv) Debentures and Bonds and (v) Others.

Brokerage/commission received on subscriptions is reduced from the cost.

Brokerage, commission, securities transaction tax etc. paid in connection with acquisition of investments are expensed upfront and excluded from cost.

Broken period interest paid / received on debt instruments is treated as interest expense / income and is excluded from cost / sale consideration.

B) Valuation of investments is done as follows:

- i) Investments held under “Held to Maturity” are valued at cost price. Wherever the cost price is more than the face value, the premium paid is amortized over the remaining period of maturity. Profit on sale of securities under “Held to Maturity” category is initially taken to Profit & Loss account and then appropriated to Capital Reserve Account. If there is a loss it is charged to Profit & Loss account.
- ii) Investments classified under “Available for Sale” category are marked to market on quarterly basis. Shares held under “Available for sale” are marked to market on weekly basis. Scrip wise appreciation / Depreciation is segregated group-wise. The Net Depreciation category wise is charged to Profit & Loss account. The Net Appreciation in any category is ignored.
- iii) Investments classified under “Held for Trading” category except shares are marked to market scrip-wise on daily basis. Shares held under “Held for Trading” are marked to market on weekly basis. The net depreciation group wise is charged to Profit and Loss account and the net appreciation is ignored.
- iv) Investments received in lieu of restructured advances/under SDR scheme are valued in accordance with RBI guidelines.
- v) Investments are valued at year-end as per RBI guidelines as follows:
 - a) Central Government Securities are valued as per price list published by Fixed Income Money Market and derivatives Association of India (FIMMDA).
 - b) State Government Securities and Other Approved Securities are valued after appropriate mark up over Yield to Maturity (YTM) rates for Central Government securities declared by FIMMDA.
 - c) Debenture and Bonds have been valued with appropriate mark up over the YTM rates for Central Government Securities declared by FIMMDA.
 - d) Quoted shares are valued at market rates quoted on NSE.
 - e) Unquoted shares are valued at book value ascertained from the latest available Balance Sheet and in case the latest Balance Sheet is not available, the same is valued at Re.1 per company.
 - f) Preference shares are valued at YTM, if dividend is received regularly. Where dividend is in arrears, appropriate depreciation is provided based on the number of years for which dividend is in arrears as per RBI guidelines.
 - g) Mutual Fund units are valued at market rates/NAV/ Repurchase price as applicable.
 - h) Treasury bills, certificate of deposits and commercial papers are valued at carrying cost.
 - i) Provisions for investments are made as per RBI prudential norms.

C. Prudential norms: Securities guaranteed by the State Government where the principal / interest is due but not paid for a period of more than 90 days are treated as non performing investments and appropriate provision is made and interest in respect of such investments is recognized as income only on cash basis.

A. (i) In terms of the instructions of RBI, the excess of acquisition cost over face value of securities kept under "Held to Maturity" category is amortized up to the date of maturity and the amount amortized is reflected as a deduction in Profit & Loss account Schedule 13 Interest Earned, under item II Income on Investments.

(ii) Brokerage / Commission / Stamp Duty paid in connection with acquisition of securities are treated as revenue expenses.

E. Accounting for REPO Transactions

Repo and reverse Repo transactions are accounted in accordance with the extant RBI guidelines. Securities purchased/sold under Liquidity Adjustment Facility (LAF) with RBI are debited/credited to Investment account and reversed on maturity of the transaction. Interest expended /earned thereon is accounted for as expenditure/revenue.

4. ADVANCES AND PROVISIONS:

a) Advances are classified into Standard, Sub-standard, Doubtful and Loss Assets and provisions for possible losses on such advances are made as per prudential norms/directions of the Board of Directors/directions issued by Reserve Bank of India from time to time. With regard to the Standard Advances, Provisions are made as per extant RBI guidelines. In addition to the specific provision made towards identified NPAs, the bank also holds floating provision.

b) In addition, the bank adopts an approach to provisioning that is based on past experience evaluation of security and other related factors.

c) Provisioning on categorized assets is done as per RBI guidelines except, based on a Board approved policy, additional specific provisions for NPAs under SS (secured) made with 25%, DF2A (NPA for 2 years) and DF2B (NPA for 3 years) @ 100% as against the RBI stipulated minimum of 15% and 40% respectively. Similarly, Education loans were provided at 100% irrespective of asset classification. On the same basis, for some selected high value NPA accounts, considering the possible potential losses, the Bank has made provision during the year up to 100% as per Board directions and the provisions so made is found to be adequate.

d) Sufficient incremental provisioning for Unhedged Foreign currency exposure is made as per RBI guidelines.

Reserve Bank of India has given methodology to arrive at UFCE and for introduction of incremental provision and capital requirements.

d) Advances disclosed are net of provisioning made for non performing assets and floating provisions, provisioning on diminution in fair value of assets on restructured accounts.

e) In case of loan accounts classified as NPA, an account may be reclassified as per performing asset if it confirms to the guidelines prescribed by RBI.

f) Accounts are written off in accordance with bank's policies. Recoveries from bad debts written off are recognized in profit and loss account and included under other income.

5. FIXED ASSETS AND DEPRECIATION

a) Fixed assets are carried at cost of acquisition less accumulated depreciation. Cost includes freight, applicable duties, taxes and incidental expense related to the acquisition and installation of the asset. Except for items on which input credit is availed.

b) Depreciation on fixed assets is provided in accordance with estimated useful lives as specified in Schedule II to the Companies Act, 2013, and reckoning the residual value at 5% of the original cost of the asset except for the following.

Class of Asset	Rates of depreciation per annum
Computer Hardware & Software	33.33%

Prescribed rate

Class of Asset	Rates of depreciation per annum
Building	1.67%
Office equipment	20%
Computer Hardware & Software	33.33%
Vehicles	12.50%
Furniture and Electrical Fittings	10%

c) Depreciation on additions is pro rata basis, from the date of capitalization.

d) Expenditure during construction/capital works pending completion is shown at cost.

6. EMPLOYEE BENEFITS

The bank is following Accounting Standard 15 (Revised 2005) "Employee Benefits" as under:

- (1) In respect of contributory plans viz Provident Fund and Contributory Pension Scheme, the bank pays fixed contribution at pre-determined rates to a separate entity, which invests in permitted securities. The obligation of the bank is limited to such fixed contribution.
- (2) In respect of Defined Benefit Plans, viz. Gratuity and pension as well as for leave encashment, provision has been made based on actuarial valuation as per the guidelines.
- (3) The summarized position of Post-employment benefits and long term employee benefits recognized in the profit and loss account and balance sheet as required in accordance with the Accounting Standard-15.
- (4) The actuarial gain / loss is recognized in the profit and loss account.

7. TAXES ON INCOME

1. Income tax expense is the aggregate amount of current tax and deferred tax. Current taxes are determined in accordance with the provisions of tax laws prevailing in India. Deferred tax adjustments comprise changes in the deferred tax assets or liabilities during the period and Deferred Tax is determined in terms of Accounting Standard-22 issued by ICAI.

2. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted prior to the balance sheet date. Deferred tax assets and liabilities are recognized on a prudent basis for future tax consequences of timing differences by adoption of Profit and Loss approach with their respective tax bases. The impact of changes in the deferred tax assets and liabilities is recognized in the profit and loss account.
3. Deferred tax assets are recognized at each reporting date, based upon management's judgment as to whether realization is considered reasonably certain. Deferred tax assets are recognized on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realized against future profits.
4. No withdrawal is made from the Special Reserve created and maintained under the provisions of Section 36(1)(viii) of the Income Tax Act, 1961.

8. REVENUE RECOGNITION:

Income and expenditure is generally accounted on accrual basis except in the following cases.

- i) In the case of NPAs, S4A, and SDR schemes Income is recognized on realization basis, in terms of guidelines of Reserve Bank of India. Where recovery is not adequate to upgrade the NPA accounts by way of regularization, such recovery is being appropriated towards interest in the first instance and towards the principal/book values thereafter, except in the case of suit filed accounts. In case of Non-performing investments (NPIs), the same accounting treatment as above is followed except otherwise agreed.
- ii) Dividend on investments in shares, units of mutual fund, income from sale of mutual fund products, locker rent, Insurance claims, commission on LCs, income on auxiliary services and other services, overdue charges on bills, commission on Government business and insurance business are accounted on cash/realization basis.
- iii) Income related to credit card is accounted on the basis of the bills raised.
- iv) In the case of suit filed accounts, legal expenses are charged to the profit and loss account. Similarly, at the time of recovery of legal expenses, in respect of such suit filed accounts, the amount recovered is accounted as income.
- v) Funded Interest on Standard Restructured Advances and Interest on FITL are accounted as per the guidelines of Reserve Bank of India.
- vi) Expenditure is charged on accrual basis except Electricity, Water, Rent, Property Taxes, Telephone, Insurance, Annual Maintenance Contracts, Law Charges, Advertisement & Publicity and Traveling & Conveyance.

9. EARNINGS PER SHARE

The bank reports basic and diluted earnings per share in accordance with applicable Accounting Standard-20. For the year under reference, both Basic and diluted earning per share being the same, is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding for the period.

10. CASH FLOW STATEMENT

The Bank has adopted the respective Accounting Standard prescribed under Companies (Accounting Standard) Rules, 2006 and follows indirect method.

11. SEGMENT REPORTING

As per RBI guidelines on enhancement of disclosure relating to segment reporting under AS-17, the reportable segments have been divided into treasury, corporate / wholesale, retail banking operations.

(a) 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.

(b) Business Segment is classified into (a) Treasury (b) Corporate and Wholesale Banking (c) Retail Banking and (d) Other Banking Operations.

(c) Geographical Segment consists only of the Domestic Segment since the Bank does not have any foreign branches.

12. LEASES

Leases where the lessor effectively retains substantially all risks and benefits of ownership are classified as Operating Leases. Operating Lease payments are recognized as an expense in the profit and loss account on a straight line basis over the lease term in accordance with AS19 Leases.

13. CONTINGENCIES

Loss, if any from contingencies arising from claims, litigation, assessment, fines, penalties etc are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated.

14. IMPAIRMENT OF ASSETS

Impairment losses, if any, on fixed assets are recognized in accordance with the Accounting Standard 28 'impairment of assets' and charged to profit and loss account.

15. NET PROFIT

The net profit is arrived at after provisions for:

- i) direct taxes
- ii) possible losses on standard assets, restructured advances, NPAs and other contingencies
- iii) depreciation / diminution on investments
- iv) employee retirement benefits and
- v) Other usual and necessary provisions.

16. CASH AND CASH EQUIVALENTS:

Cash and cash equivalents include cash in hand, Balance with RBI, Balance with other Banks and money at Call at Short Notice including cash in ATM, Coin Vending Machine and Cash Deposit Machine.

17. INTANGIBLE ASSETS

In respect of Intangible Assets, the Bank has adopted the respective Accounting Standard (AS26)

18. ACCOUNTING FOR PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

a) As per the Accounting Standard 29 the bank recognizes provisions only when it has a present obligation as a result of past event, it is probable that an outflow of resources is required to settle the obligation and when a reliable estimate of the amount can be made. The required disclosure for contingent liability is made on possible obligation that arises from past events, the existence of which depends on occurrence or non occurrence of future event not under control.

b) Contingent assets are not recognized in the financial statement since this may result in the recognition of income that may never be realized. on a straight line basis over the lease term in accordance with AS19 Leases.

Sd/- S.R.Aravind Kumar	Sd/- P.C.G.Asok Kumar	Sd/- S.Ezhil Jothi	Sd/- S.Annamalai Chairman
Sd/- K.Nagarajan	Sd/- K.N.Rajan	Sd/- K.V.Rajan	Sd/- B.S.Keshava Murthy
Sd/- B.Vijayadurai Directors	Sd/- V.V.D.N.Vikraman Directors	Sd/- P.Yesuthasen Directors	Sd/- A.Shidambaranathan Directors
Sd/- M.Gunasekaran General Manager	Sd/- S.Kandavelu General Manager	Sd/- M.A.Nayagam General Manager	Sd/- R.Ravindran General Manager
Sd/- P.C.Panda Company Secretary			Vide our report of even date attached
			For Maharaj N R Suresh And Co. FRN No. 01931S
Thoothukudi 14.06.2017			Sd/- N.R Jayadevan Chartered Accountants Partner (M.No.23838)

TAMILNAD MERCANTILE BANK LIMITED
 57 VE ROAD THOOTHUKUDI-628002

SCHEDULE 18:

NOTES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31st MARCH 2017

1. The Financial Statements have been prepared in conformity with Forms A & B of the Schedule III to the Banking Regulation Act, 1949 read with Section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014 to the extent applicable and practices generally prevalent in the banking industry in India.
2. During the year, all the 505 branches have been subjected to statutory audit.
3. Reconciliation of inter branch / office adjustment accounts has been completed up to 31.03.2017
4. (i) In accordance with RBI guidelines, the investments portfolio of the Bank has been classified into three categories as given below:

Category	Book value (Gross) (Rs in crore)	% to total investments
Held to Maturity	6115.24	53.16%
Available for Sale	5029.70	43.72%
Held for Trading	359.54	3.12%
Total	11504.48	100.00%

SLR securities under 'Held to Maturity' category accounted for 18.51% of Bank's Demand and Time Liabilities as on 31.03.2017 as against the ceiling of 20.50% stipulated by Reserve Bank of India.

(ii) During the year, the excess of acquisition cost over face value of securities kept under 'Held to Maturity' category was amortized up to the date of maturity and the amortized amount for the year aggregates to Rs. 23.55 crore (previous year Rs. 14.95 crore). As per Reserve Bank of India guidelines, the said amount has been reflected as a deduction in Schedule 13 Interest Earned, under item II 'Income on Investments'

(iii) Interest received on sale of securities for Rs.1072.47 crore (previous year Rs.730.20 crore) and interest paid on purchase of securities Rs. 1111.05 crore (previous year Rs.750.30 crore) have been netted and shown under the head 'Income on Investments'.

(iv) There was shifting of securities to the tune of Rs. 559.03 crore (face value Rs.550.33 crore) from / to HTM category. Previous year there was also shifting of securities to the tune of Rs.264.70 crore (face value Rs.270.65 crore) from / to HTM category and also there was shifting of securities to the tune of Rs. 111.94 Cr (Face value Rs. 110.00 Cr) from HFT to AFS category

(v)) During the year ended March 31,2017, the bank has sold government securities from Held to Maturity category exceeding 5% of the book value of investments held in HTM category at the beginning of the year. The profit booked out of sale of HTM securities has been transferred to Capital Reserve. As the market value of investment under HTM category as on 31.03.2017 was higher than the book value, the provision thereof is not required to be made

5. Additional disclosures

A. Capital

Items	Current Year		Previous Year	
	Basel II	Basel III	Basel II	Basel III
Common Equity Tier I capital ratio (%)	13.30	13.27	12.18	12.16
Tier I capital (%)	13.30	13.27	12.18	12.16
Tier II Capital (%)	0.75	0.75	0.60	0.59
Total Capital Ratio (CRAR %)	14.05	14.02	12.78	12.76
Percentage of the shareholding of the Government of India in public sector banks	NA		NA	
Amount of equity capital raised				
Amount of Additional Tier 1 capital raised of which	Nil		Nil	
PNCPS:				
PDI:				
Amount of Tier 2 capital raised;	Nil		Nil	
Of which				
Debt capital instrument:	Nil		Nil	
Preference Share Capital Instruments: [Perpetual Cumulative Preference Shares/ Redeemable Non-Cumulative Preference Shares/ Redeemable Cumulative Preference Shares]				

B. i. Investments

(Rs in crore)

Items	Current Year 2016-17	Previous Year 2015-16
(1) Value of Investments		
(i) Gross Value of Investments		
(a) In India	11606.73	8898.98
(b) Outside India,	Nil	Nil
(ii) Provisions for Depreciation		
(a) In India	102.25	34.27
(b) Outside India,	Nil	Nil
(iii) Net Value of Investments		
(a) In India	11504.48	8864.71
(b) Outside India.	Nil	Nil
(2) Movement of provisions held towards depreciation on investments.		
(i) Opening balance	34.27	16.54
(ii) Add: Provisions made during the year	68.79	22.18
(iii) Less: Write-off/ write-back of excess provisions during the year	0.81	4.45
(iv) Closing balance	102.25	34.27

ii. Repo Transactions (In face value terms):

	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	Outstanding as on 31.03.2017
Securities sold under repos				
a) Govt Securities	30.00	1103.00	63.55	---
b) Corporate debt Securities	--	--	--	---
Securities sold under MSF				
a) Govt Securities	5.00	350.00	3.89	---
b) Corporate debt Securities	--	--	--	---
Securities purchased under reverse repos				
a) Govt Securities	10.00	2087.00	351.44	345.00
b) Corporate debt Securities	--	--	--	---

iii. Non-SLR Investment Portfolio

a) Issuer composition of Non SLR investments

(Rs in crore)

No.	Issuer	Amount	Extent of Private placement	Extent of 'Below Investment Grade' securities	Extent of 'Unrated' Securities (6)	Extent of 'Unlisted' Securities (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1.	PSUs	160.82	65.00	--	--	2.00
2.	FIs	786.01	151.00	--	--	0.51
3.	Banks	1106.66	96.00	10.00	--	--
4.	Private Corporate	108.02	10.00	--	--	37.98
5.	Subsidiaries/ Joint Venture	--	--	--	--	--
6.	Others	1.78	--	--	--	--
7.	Provision held towards depreciation	69.32	--	--	--	28.27
	TOTAL*	2093.97	322.00	10.00	--	12.22

Note:

(1) *Total under column 3 should tally with the total of investments included under the following categories in Schedule 8 to the balance sheet:

- a) Shares
- b) Debentures & Bonds
- c) Subsidiaries / joint ventures
- d) Others

(2) Amount reported under columns 4,5,6 and 7 above may not be mutually exclusive

Break up particulars for Non SLR Investments:

(Rs.in crore)

	31.03.2017	31.03.2016
Shares	30.19	34.89
Debentures and Bonds	1160.27	781.90
Subsidiaries and Joint Ventures	0.00	0.00
Others (CD,CP, MF)	903.51	262.11
Total	2093.97	1078.90

b) Non performing Non-SLR investments

(Rs. in crore)

Particulars	Amount
Opening Balance	0
Additions during the year since 1 st April 2016	Nil
Reductions during the above period	0
Closing balance	0
Total provisions held	0

C. Derivatives

The Bank has not entered into any forward rate agreement/interest rate swap or exchange traded interest rate derivative during the year.

D. Asset Quality**i. a. Non-Performing Asset**

(Rs. in Crore)

Items	Current Year	Previous Year
(i) Net NPAs to Net Advances (%)	1.74	0.89
(ii) Movement of NPAs (Gross)		
(a) Opening balance	418.94	318.68
(b) Additions during the year	727.94	520.91
(c) Reductions during the year	498.24	420.65
(d) Closing balance	648.64	418.94
(iii) Movement of Net NPAs		
(a) Opening balance	200.74	135.53*
(b) Additions during the year	434.49	370.03
(c) Reductions during the year	253.31	304.82
(d) Closing balance	381.92	200.74*
(iv) Movement of provisions for NPAs (excluding provisions on standard assets)		
(a) Opening balance	218.20	183.15
(b) Provisions made during the year	293.45	150.88
(c) Write-off/ write-back of excess provisions	244.93	115.83
(d) Closing balance	266.72	218.20

*Amount received includes claim received from ECGC/CGTMSE/UIIC of Rs.0.84 Crore.

i.b. Non- performing Loan Provisioning coverage Ratio is **66.51%**.

ii. Movement of NPAs

(Rs in Crore)

Particulars	2016-17	2015-16
Gross NPAs as on 1 st April (Opening Balance)	418.94	318.68
Additions (Fresh NPAs) during the year	727.94	520.91
Sub-total (A)	1146.88	839.59
Less:-		
(i) Upgradations	189.03	225.95
(ii) Recoveries	65.46	95.43
(iii) Technical/Prudential write-offs	243.75	99.01
(iii) Write-offs	---	0.26
Sub-total (B)	498.24	420.65
Gross NPAs as on 31 st March (closing balance) (A-B)	648.64	418.94

Stock of Technical write-offs and the recoveries made thereon:

(Rs. in crore)

Particulars	2016-17	2015-16
Opening balance of Technical/Prudential written-off accounts as at 1 st April.	270.68	212.89
Add: Technical/Prudential write-offs during the year	243.75	99.01
Sub-total (A)	514.43	311.90
Less: Recoveries made from previously technical/ prudential written-off accounts during the year	22.71	41.22
Closing balance as at 31st March	491.72	270.68

(iii) Sector-wise NPAs

(Rs. in Crore)

Sl. No.	Sector*	Current year (Fy 2016-17)			Previous year (Fy 2015-16)		
		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	4182.92	63.01	1.50	3764.61	17.23	0.45
2	Industry	2971.13	71.49	2.40	2898.97	82.85	2.85
2a	Of which; Textile	1243.27	34.76	2.79	1200.62	13.62	1.13
3	Services	4605.61	132.33	2.87	4167.22	60.41	1.44
4	Personal loans	1201.09	46.39	3.86	1146.15	35.88	3.13
	Sub-total (A)	12960.75	313.22	2.41	11976.95	196.37	1.63
B	Non Priority Sector						
1	Agriculture and allied activities	0.05	0	0	0	0	0
2	Industry	4389.21	269.12	6.13	5060.28	181.40	3.58
2a	Of which; Textile	1509.87	22.02	1.45	1462.69	0	0
3	Services	2558.43	54.03	2.17	3472.30	28.72	0.82
4	Personal loans	2217.94	12.27	0.55	2016.89	12.45	0.61
5	Food Credit	136.11	0	0	294.90	0	0
	Sub-total (B)	9301.74	335.42	3.65	10844.37	222.57	2.05
	Total (A+B)	22262.49	648.64	2.93	22821.32	418.94	1.83

(iv) Concentration of NPAs

(Rs. in Crore)

	As on 31.03.2017	As on 31.03.2016
Total Exposure to top four NPA accounts	194.13	182.96

Disclosure on Divergence in the Asset Classification and Provisioning

The Reserve bank of India (RBI) VIDE DBR.BP.BC.NO.63/21.04.018/2016-17 dated 18th April 2017 has prescribed certain additional disclosure to be made under "Notes to Accounts" for the reference period i.e. FY 2015-16. Neither additional provisioning requirement assessed by RBI nor the additional Gross NPAs identified by RBI exceeds 15% of the published net profit after tax and incremental Gross NPAs of the Bank. Hence, no disclosure is required to be made under DBR.BP.BC.NO.63/21.04.018/2016-17 dated 18th April 2017

v. Details of Loan assets subjected to Restructuring

(Rs in Crore)

SI No		Type of Restructuring		DISCLOSURE OF RESTRUCTURED ACCOUNTS AS ON 31.03.2017																						
				Under CDR Mechanism					Under SME Debt Restructuring					Others					Total							
				Mechanism					Mechanism					Mechanism					Mechanism							
				Stand ar d	Sub stand ar d	Doub tful	Lo ss	Tot al	Stand ar d	Sub stand ar d	Doub tful	Lo ss	Tot al	Stand ar d	Sub stand ar d	Doub tful	Lo ss	Tot al	Stand ar d	Sub stand ar d	Doub tful	Lo ss	Tot al			
1	5	4	1		5	0	0	0	0	0	0	0	0	0	0	80	8	14	8	110	84	9	14	18	115	
		No. of borrow owners																								
		Amo unt (opening figures)*																								
		FY Accounts as on April 1 of the FY																								
		Provi sion there on																								
		No. of borrow owners																								
2		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
		Fresh restructurin g During the year																								

7	Restructured as on March 31 of the FY(closing figure*)	No. of borrowers	3	0.00	0	3	0.00	0	26	0	0	0	0	0	26	29	0	0	0	29
		Amo unt outs tanding	575.02	0.00	0.00	575.02	0.00	0.00	171.41	0.00	0.00	0.00	0.00	0.00	171.41	746.43	0.00	0.00	0.00	746.43
	Provi sion there on	66.70	0.00	0.00	66.70	0.00	0.00	8.57	0.00	0.00	0.00	0.00	0.00	8.57	75.27	0.00	0.00	0.00	75.27	

*Excluding the figures of Standard Restructured Advances which do not attract higher provisioning or risk weight

Disclosures on Flexible Structuring of Existing Loans:

(Amount in INR Crore)

Period	No. of borrowers taken up for flexible structuring	Amount of loans taken up for flexible structuring		Exposure weighted average duration of loans taken up for flexible structuring	
		Classified as Standard	Classified as NPA	Before applying flexible structuring	After applying flexible structuring
Previous Financial Year	1	98.52	-	19 years	19 years
Current Financial Year From April '16 to March '17)	1	57.89	-	6.98 years	17 years

1. Disclosures on Strategic Debt Restructuring Scheme (accounts which are currently under the stand-still period)

(Amount in INR Crore)

No. of accounts where SDR has been invoked	Amount outstanding as on the reporting date		Amount outstanding as on the reporting date with respect to accounts where conversion of debt to equity is pending		Amount outstanding as on the reporting date with respect to accounts where conversion of debt to equity has taken place	
	Classified as Standard	Classified as NPA	Classified as Standard	Classified as NPA	Classified as Standard	Classified as NPA
3	451.78	62.50	-	62.50	451.78	-

vi. Details of financial assets sold to Securitization / Reconstruction Company for Asset Reconstruction (Rs. in crore)

Item	2016-17	2015-16
(i) No. of accounts	Nil	Nil
(ii) Aggregate value (net of provisions) of accounts sold to SC/RC	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

vii. Details of non performing financial assets purchased/sold

a. Details of non performing financial assets purchased: (Rs in crore)

Particulars	2016-17	2015-16
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: (Rs in crore)

Particulars	2016-17	2015-16
1. No of accounts sold	Nil	Nil
2. Aggregate outstanding	Nil	Nil
3. Aggregate consideration received	Nil	Nil

viii Provisions on Standard Asset

(Rs in crore)

Item	Current year as at 31.03.17	Previous Year as at 31.03.16
Provisions towards Standard Assets	160.13	121.10

ix. Floating Provisions

(Rs. in crore)

	Current year as at 31.03.17	Previous Year as at 31.03.16
Opening balance of floating provisions	29.20	25.92
The quantum of floating provisions made during the year	---	3.28
Amount of draw down made during the year	---	0.00
Closing balance	29.20	29.20

E. Draw Down from Reserves

The bank has not made any draw down from the reserves during the year: Nil
(previous year Nil)

F. Business Ratios

Items	Current year	Previous year
(i) Interest Income as a percentage to Working Funds \$	9.18%	9.96%
(ii) Non-interest income as a percentage to Working Funds \$	1.17%	0.98%
(iii) Operating Profit as a percentage to Working Funds \$	2.38%	2.22%
(iv) Return on Assets@	0.86%	1.23%
(v) Business (Deposits plus advances) per employee # (Rs. in lakhs)	1234.95	1219.78
(vi) Profit per employee (Rs. in lakhs)	7.22	9.48
(vii) Earnings per share *	22.22	28.32

As per AS 20 of ICAI, if the number of shares outstanding had been changed, EPS of earlier year needs to be restated with the new number of shares outstanding. Since the number of shares outstanding had been increased from 284454 shares to 142511454 shares on 25/05/2016 the EPS of 2015-16 is restated to be Rs. 28.32/share.

\$ Working funds is reckoned as average of total assets (excluding accumulated losses, if any).

@ 'Return on Assets is with reference to average working funds (i.e. total of assets excluding accumulated losses, if any).

For the purpose of computation of business per employee (deposits plus advances) interbank deposits is excluded.

G. Asset Liability Management (As certified by management)

Maturity pattern of certain items of assets and liabilities:

(Rs. in crore)

	Deposits	Advances	Investments	Borrowings	Foreign Currency assets	Foreign Currency liabilities
1 day	86.57	753.28	3377.48	0	37.31	42.30
2 to 7 days	443.51	349.65	339.52	0	44.17	0.09
8 to 14 days	651.52	383.18	100.	0	12.15	20.
15 to 30 days	352.63	925.98	162.80	0	78.46	0.69
31 days to 2 months	1023.91	454.17	454.27	0	64.10	0.9
Over 2 months and up to 3 months	1522.36	492.14	424.32	0	13.51	3.14
Over 3 months and up to 6 months	2429.47	1308.47	707.53	0	20.41	5.24
Over 6 months and up to 1 year	10065.34	2261.01	1847.85	0	0	36.11
Over 1 year and up to 3 years	12437.78	10098.82	2597.17	0	10.21	95.25
Over 3 years and up to 5 years	1696.34	1780.68	548.35	0	7.21	64.34
Over 5 years	1480.72	3164.94	924.58	0	13.19	0
TOTAL	32190.15	21972.32	11504.47	0	300.72	248.31

H. Lending to Sensitive Sector

i. Exposure to Real Estate Sector

Rs in crore

Category	Current Year Exposure	Previous Year Exposure
I) <i>Direct exposure</i>		
(a) Residential Mortgages – Lending fully secured by Mortgages on residential properties that are or will be occupied by the borrower or that is rented	1783.82	1657.53
of which Individual housing loans eligible for inclusion in priority sector advances	1069.75	1018.04
(b) Commercial Real Estate – Lending fully 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 included non-fund based (NFB) limits also;	253.71	234.46
(c) Investments in Mortgage Backed Securities (MBS) and other securitized exposures –		
a. Residential,	Nil	Nil
b. Commercial Real Estate.	Nil	Nil
II) <i>Indirect Exposure</i>		
Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	12.00	19.14

ii. Exposure to Capital Market

(Rs in Crore)

Particulars	Current Year	Previous Year
	2016-17	2015-16
i) direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	99.51	72.70
(ii) 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, and units of equity-oriented mutual funds;	3.65	4.88
(iii) 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;	0.00	0.00
(iv) advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds 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;	11.69	32.00
(v) secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	30.78	31.23
(vi) loans sanctioned to corporate against the security of shares / bonds/debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	Nil	Nil
(vii) bridge loans to companies against expected equity flows/issues;	Nil	Nil
(viii) 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
(ix) financing to stockbrokers for margin trading;	Nil	Nil
(x) all exposures to Venture Capital Funds (both registered and unregistered)	Nil	Nil
Total Exposure to Capital Market	145.63	140.81

iii. Risk Category wise Country Exposure

Rs in crore

As the country-wise net funded exposure does not exceed 1% of the Bank's total

Risk Category wise Country Exposure				
Risk Category	Exposure(Gross) as at March 31,2017	Provision held as at March 31,2017	Exposure(Gross) as at March 31,2016	Provision held as at March 31,2016
Insignificant Risk	171.76	NIL	354.16	NIL
Low Risk	194.87	NIL	118.45	NIL
Moderately Low Risk	24.54	NIL	12.87	NIL
Moderate Risk	0.99	NIL	0.34	NIL
Moderately High Risk	0.64	NIL	0.00	NIL
High Risk	0.00	NIL	0.00	NIL
Very High Risk	0.00	NIL	0.00	NIL
Total	392.80	NIL	485.82	NIL

assets for any country, no provision is required for the risk involved.

iv. Details of single borrower limit (SBL)/group borrower limit (GBL) exceeded by the Bank.

a) Details of single borrower limit in excess of the prudential exposure limits of RBI:

- Nil -

b) Details of Group borrower limit exceeded by the bank: Nil

I. Miscellaneous

i. Amount of Provisions made for Income-tax during the year;

Rs. in crore

	Current year	Previous year
Provision for Income Tax	181.90	139.00

ii. **Penalties imposed on the Bank by RBI** : RBI has imposed penalty towards mutilated and FICN notes amounting to Rs.4900/- during the year 2016-17

iii. **Special reserve:** As per section 36(1) (viii) of I.T.Act 1961, the bank has created a special reserve of Rs.27.00 Crore during the year 2016-17.

iv. Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account

(Rs. in crore)

	Current Year	Previous Year
Depreciation on Investment	--	--
Diminution on Investment	46.30	17.74
Provision towards NPA	290.37	130.33
Provision towards Standard Asset	39.03	24.96
Floating provision for Advances	--	3.28
Provision made for Taxation	181.90	139.00
Deferred Tax	-6.23	7.90
Provision for un hedged Foreign currency exposure	0.96	0.19
Others :Diminution in fair value - Restructured Advances	6.75	0.00
Total	559.08	323.40

v. Details of complaints / unimplemented awards of Banking Ombudsman

A. customer complaints *	
Number of complaints pending at the beginning of the year	--
Number of complaints received during the year	193
Number of complaints redressed during the year	193
Number of complaints pending at the end of the year * - including ATM complaints	--
B. Awards passed by the Banking Ombudsman	
Number of Unimplemented awards at the beginning of the year	--
Number of awards passed by the Banking Ombudsman during the year	--
Number of awards implemented during the year	--
Number of unimplemented awards pending at the end of the year	--

vi. Letter of Comfort disclosure

(Rs in crore)

Particulars	31.03.2017	31.03.2016
Letter of comfort issued in earlier years and outstanding as on 01.04.2016	2132.06	1395.30
Add: Letter of comfort issued during the year	7427.98	5987.42
Less: Letter of comfort expired during the year	6916.52	5250.66
Letter of comfort outstanding as on 31.03.2017	2643.52	2132.06

vii. The details of fees / remuneration received during the year in respect of Banc assurance business undertaken.

(Rs in Lakhs)

Commission on Banc assurance	31-03-2017	31-03-2016
Non – Life Insurance – Net of Service Tax	601.39	470.69
Mutual Fund Products	13.74	5.55
Life Insurance – Net of Service Tax	167.28	105.16

viii. Concentration of Deposits

(Rs in Crore)

	31-03-2017	31-03-2016
Total Deposits of twenty largest depositors	4971.56	5665.17
Percentage of Deposits of twenty largest depositors to Total Deposits of the bank	15.44%	18.65%

ix. Concentration of Advances

(Rs. in Crore)

	31-03-2017	31-03-2016
Total Advances to twenty largest borrowers	2365.06	2698.25
Percentage of Advances to twenty largest borrowers to Total Advances of the bank	10.55%	11.82%

x. Concentration of Exposures

(Rs. in Crore)

	31-03-2017	31-03-2016
Total Exposure to twenty largest borrowers/customers	3165.54	3546.44
Percentage of Exposures to twenty largest borrowers/customers to Total Exposure of the bank on borrowers/customers	10.68%	10.82%

6. Disclosure Requirements as per Accounting Standards where RBI has issued guidelines in respect of disclosure items for Notes on Accounts:

6.1. There were no material prior period Income /Expenditure requiring disclosure as per AS 5.

6.2. The heads of income recognized on cash basis are neither material enough nor do they require disclosure under AS 9 on Revenue Recognition.

6.3 Accounting Standard -15: Employee Benefits

(Rs.in crore)

	2016-17		2015-16	
	Gratuity	Pension	Gratuity	Pension
(i) Principal actuarial assumption used				
Discount Rate	7.20%	7.20%	7.93%	7.93%
Rate of return on Plan Assets	8.40%	6.50%	8.50%	7.00%
Salary Escalation	6.50%	6.50%	6.50%	6.50%
(ii) Change in Benefit Obligation:				
Liability at the beginning of the year	115.89	433.98	113.44	357.91
Interest Cost	7.92	29.48	8.53	26.15
Current Service Cost	9.03	27.92	7.75	46.47
Benefit paid	-11.89	-49.17	-11.72	-56.24
Actuarial (gain) / loss on obligation	15.27	28.63	-2.11	59.69
Liability at the end of the year	136.22	470.84	115.89	433.98
(iii) Fair value of Plan Assets:				
Fair value of Plan Assets at the beginning of the year	114.90	434.63	97.28	294.86
Expected return on Plan Assets	10.44	29.36	9.02	25.53
Contributions	21.47	52.40	16.16	156.74
Benefit paid	-11.89	-49.17	-11.72	-56.24
Actuarial Gain / (loss) on Plan Assets	-1.36	1.39	4.16	13.74
Fair value of Plan Assets at the End of the year	133.56	468.61	114.90	434.63
(iv) Actual return on Plan Assets:				
Expected Return on Plan Assets	10.44	29.36	9.02	25.53
Actuarial gain / (loss) on Plan Assets	-1.36	1.39	4.16	13.74
Actual return on Plan Assets	9.08	30.75	13.18	39.27
(v) Amount recognized in the Balance Sheet:				
Liability at the end of the year	136.22	470.81	115.89	433.98
Fair value of Plan Assets at the End of the year	133.56	468.61	114.90	434.63
Amount Recognized in the Balance Sheet	2.66	2.23	0.99	-0.65
(vi) Expenses recognized in The Income Statement:				
Current Service Cost	9.03	27.92	7.75	46.47
Interest Cost	7.92	29.48	8.53	26.15
Expected Return on Plan Assets	-10.44	-29.36	-9.02	-25.53
Actuarial Gain or Loss	16.63	27.24	-6.27	45.95
Expenses Recognized in P & L	23.14	55.28	0.99	93.04

Details of Provisions made for Other Long term Employee Benefits:

(Rs in crore)

S.no.	Other Long Term Benefits	2016-17	2015-16
1	Leave Encashment	10.43	2.91
2	Sick Leave	2.40	2.13

6.4 Accounting Standard-17: Segment Reporting

PART A: Operational Segments:

(Rs. in crore)

Particulars	For the year ended 31.03.2017				For the year ended 31.03.2016			
	Treasury	Corporate/Wholesale Banking	Retail Banking	Total	Treasury	Corporate/Wholesale Banking	Retail Banking	Total
Revenue	1006.06	1033.29	1772.12	3811.47	814.92	1002.81	1752.95	3570.68
Result (Profit+)/Loss(-))	247.14	90.83	155.78	493.75	185.45	133.78	233.85	553.08
Unallocated income /Expenses				-4.82				11.93
Operating Profit				498.57				541.15
Income Tax				181.90				139.00
Extraordinary Profit								
Net Profit				316.67				402.15
Other Information	As at 31.03.2017				As at 31.03.2016			
Segment assets	12413.04	9321.16	14644.34	36378.54	9963.37	10562.17	13899.81	34425.35
Unallocated assets				81.14				106.71
Total assets				36459.68				34532.06
Segment Liabilities	10525.05	9466.95	16236.12	36228.12	8685.63	9366.70	16373.29	34425.62
Unallocated liabilities				231.57				106.44
Total liabilities				36459.69				34532.06

Note:

1. Assets and Liabilities wherever directly related to segments have been accordingly allocated to segments and wherever not directly related have been allocated on the basis of segment revenue.

2. The Bank operates only in Domestic Segment.

PART B –Geographic Segments

Particulars	Domestic		International		Total	
	31.03.2017	31.03.2016	31.03.2017	31.03.2016	31.03.2017	31.03.2016
Revenue	3811.47	3570.68	--	--	3811.47	3570.68
Assets	36459.69	34532.06	--	--	36459.69	34532.06

6.5 Related Party disclosures (AS-18)

The Bank has identified the following person to be the key management person as per AS-18 on Related Party Disclosures:

Thiru. H.S. Upendra Kamath – Managing Director and Chief Executive Officer – 01.04.2016 to 31.03.2017.

A. Emoluments:

Particulars	(Amount in Rs.)	
	01.04.2016 to 31.03.2017	01.04.2015 to 31.03.2016
Salary	50,00,000.00	42,00,000.00
Bank Contribution to Provident Fund	6,00,000.00	5,04,000.00
Other Benefits	1,22,532.40	1,64,623.00
Total	57,22,532.40	48,68,623.00

B. Others: Nil

C. There is no other transaction with the Managing Director & CEO.

6.6. Earnings Per Share (AS – 20)

Items	Amount	
	2016 – 17	2015 – 16
Net Profit after Tax available for equity share holders (Rs.in Lakhs)	31666.47	40215.65
Average number of shares	142511454	2,84,454
Basic and Diluted EPS (in Rs.)	22.22	28.32
Nominal value per share (in Rs.)	10.00	10.00

As per AS 20 of ICAI, if the number of shares outstanding had been changed, EPS of earlier year needs to be restated with the new number of shares outstanding. Since the number of shares outstanding had been increased from 284454 shares to 142511454 shares on 25/05/2016 the EPS of 2015-16 is restated to be Rs. 28.32 per share

6.7. Consolidated Financial Statements (AS – 21)

The Bank has no subsidiary and hence the need for consolidation of financial statements does not arise.

6.8. Accounting for Taxes on Income (AS – 22)

In respect of Income Tax, the assessment has been completed up to the Assessment Year 2014-15 (Year ended 31.03.2014) Appeals are pending with appellate authorities for various assessment years. The management does not envisage any liability in respect of the disputed issues.

The bank had recorded the cumulative net Deferred Tax Liability of Rs. 70.35 Crore relating to the period up to 31.03.2016 arising out of timing difference. The amount credited to the Profit and Loss account during the year is Rs. 6.22 crore and the net Deferred Tax Liability is Rs.64.13 crore as on March 31, 2017.

The major components of deferred tax assets/liabilities as at 31.03.2017 arising out of timing difference are as follows;

(Rs. in Crore)

Particulars	Deferred tax Asset	Deferred tax Liability	Deferred tax Asset	Deferred tax Liability
	2016-17	2016-17	2015-16	2015-16
Depreciation on Fixed Assets		1.78		3.66
Interest accrued on Investments		9.62		5.47
Special Reserve		47.01		37.66
Depreciation on Investments		39.62		52.79
Provisions on retirement benefit etc	21.56		17.63	
Provision for DFV on Restructured Standard Assets	8.22		7.72	
Others	4.12		3.88	
Deferred tax asset/liability	33.90	98.03	29.23	99.58
Net Deferred Tax Liability		64.13		70.35

6.9. Intangible assets (AS – 26)

Depreciation on software is calculated on straight line method at 33.33% in compliance with RBI guidelines.

6.10 Impairment of Assets (AS – 28)

The fixed assets, mainly immovable properties, furniture fittings, the required indications prescribed in AS 28, not being met with, in the opinion of the management, there is no impairment of any asset of the Bank.

6.11 Contingent Liabilities (AS – 29)

The details of provisions and contingencies, contingent liabilities, the movement of provisions on NPA's and depreciation on investment which are considered material are disclosed elsewhere in the financial statements.

(Rs. in crore)

Particulars	Provisions as at the beginning of the year	Additions During the year	Amount used during the year	Unused Amounts Reversed During the year	Provisions As at the Close of the year	Remarks
A. Provision for Interest sacrifice on restructured accounts(DFV)	25.42	6.74	--	5.63	26.53	
B.Provision for Frauds	11.21	3.67	0.017	2.973	11.89	

CONTINGENT LIABILITIES:

(Rs in Lakh)

As on 31.03.2016	PARTICULARS	As on 31.03.2017
Nil	1. Claims not acknowledged as debt a)Counter suits filed by the borrowers against the Bank has initiated legal action.	Nil
17.67	b)Cases filed in Consumer/Civil Courts for deficiency in services	10.68
985.23	c)Any other claims against the bank not acknowledged as debts.	1438.66
6463.07	d)Income tax and service tax disputes	10012.86
295105.63	2.Guarantees issued on behalf of constituents	341404.91
95514.31	3.Acceptance, endorsements & other obligations	102956.90
772281.52	4. Other items for which the Bank is contingently liable.	731012.76
1170367.43	TOTAL	1186836.77

6.12 Movement of Provisions for Contingent Liabilities

(Amount in Lakhs)

Balance as on 01.04.2016	1121.00
Provided during the year	367.00
Amount used during the year	1.72
Reversed during the year	297.28
Balance as on 31.03.2017	1189.00

Dues to Micro and Small Enterprises

Under MSMED Act 2006 certain disclosures are required to be made relating to micro small and medium enterprises. There have been not reported cases of interest payments due to delays in such payments to micro small and medium enterprises. Auditors have relied upon the above management assertion.

6.13 Transfers to Depositor Education and Awareness Fund (DEAF)

(Rs in lakh)

Particulars	Current Year	Previous Year
Opening balance of amount transferred to DEAF	4590.44	3704.76
Add: Amounts transferred to DEAF during the year	717.11	919.17
Less: Amounts reimbursed by DEAF towards claims	24.88	33.49
Closing Balance of amounts transferred to DEAF	5282.67	4590.44

6.14 Un hedged Foreign Currency Exposure: The bank has a board approved policy dated 11.05.2016 on Un hedged Foreign Currency Exposure.

Disclosure on Specified Bank Notes (SBN)

Ministry of Corporate Affairs has issued a notification dated March 30 2017 regarding amendment in schedule III to companies Act 2013 wherein every company shall disclose the details of SBN held and transacted during the period from November 8 2016 to December 30 2016 in their financial statements ending March 31 2017. In terms of Section 129(1) of the companies act 2013 the provisions in Schedule III are not applicable to the banks and the same has been clarified by RBI that the disclosure is not applicable for banks.

Proposed dividend:

In terms of Revised Accounting Standard [AS4] Contingencies and events occurring after Balance sheet date as notified by the Ministry of Corporate affairs through amendments to companies (Accounting Standards) amendment rules 2016, dated 30 March 2016, the company has not accounted for proposed dividend as a liability as at 31st march 2017. The proposed dividend was however accounted for as a liability as at 31st march 2016 in line with the existing accounting standard applicable at that time.

6.15 Liquidity Coverage Ratio

Banks are required to disclose information on their LCR in their Annual Financial statements under Notes to Accounts starting with the financial year ended March 31, 2017. The disclosure should cover LCR of all the four quarters of the relevant financial year. Data must be presented as simple averages of monthly observations over the previous quarter (i.e the average is calculated over a period of 90 days). Banks must publish the number of data points used in calculating the average figures in the template with effect from the January 01, 2017; the simple average should be calculated on daily observations over the previous quarter. The LCR related information based on simple averages of quarterly observations for the year ended March 2017 is furnished below

LCR Disclosure Template – Final Year ended March 31, 2017 Audited (Consolidation)			
		(Rs.in Crore)	
Particulars		Total Unweighted ⁸ Value (Average)	Total Weighted ⁹ Value (Average)
High Quality Liquid Assets			
1	Total High Quality Liquid Assets (HQLA)	6025.54	5817.90
Cash Outflows			
2	Retail deposits and deposits from small business customers, of which:	20107.21	1801.35
(i)	Stable deposits	4187.39	209.37
(ii)	Less stable deposits	15919.82	1591.98
3	Unsecured wholesale funding, of which:	1235.08	752.74
(i)	Operational deposits (all counterparties)	15.84	2.15
(ii)	Non-operational deposits (all counterparties)	1219.24	750.59
(iii)	Unsecured debt	0.00	0.00
4	Secured wholesale funding	194.24	0.00
5	Additional requirements, of which	1815.35	1815.35
(i)	Outflows related to derivative exposures and other collateral requirements	1815.35	1815.35
(ii)	Outflows related to loss of funding on debt products	0.00	0.00
(iii)	Credit and liquidity facilities	0.00	0.00
6	Other contractual funding obligations	4213.57	299.17
7	Other contingent funding obligations	4098.78	210.51
8	TOTAL CASH OUTFLOWS	31664.23	4879.12
Cash Inflows			
9	Secured lending (e.g. reverse repos)	345.83	116.65
10	Inflows from fully performing exposures	944.38	492.50
11	Other cash inflows	1856.86	1856.86
12	TOTAL CASH INFLOWS	3147.07	2466.01
		Total Adjusted ¹⁰ Value	
21	TOTAL HQLA	5817.90	
22	TOTAL NET CASH OUTFLOWS	2413.11	
23	LIQUIDITY COVERAGE RATIO (%)	241.0955%	

⁸ Unweighted values must be calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows) except where otherwise mentioned in the circular and LCR template.

⁹ Weighted values must be calculated after the application of respective haircuts (for HQLA) or inflow and outflow rates (for inflows and outflows).

¹⁰ Adjusted values must be calculated after the application of both (i) haircuts and inflow and outflow rates and (ii) any applicable caps (i.e. cap on Level 2B and Level 2 assets for HQLA and cap on inflows).

B Qualitative disclosure about LCR::**The main drivers of LCR Results:**

LCR is computed as a % of stock of HQLA to the net cash outflows over the next 30 calendar days. The LCR promotes short-term resilience of banks to potential liquidity disruptions by ensuring that they have sufficient high quality liquid assets (HQLAs) to survive an acute stress scenario lasting for 30 days.

For all nine months, i.e., April'16 to December'16, Bank's LCR has been more than the minimum regulatory requirement of 70% for 2016 calendar year and for the residual months i.e., from January'17 to March'17 Bank has maintained LCR well above the regulatory threshold i.e. 80% for 2017. LCR of the bank for the annual financial year 2016-17 stood at 241.0955%.

The bank is having an adequate stock of unencumbered high-quality liquid assets (HQLA) that can be converted easily and immediately in private markets into cash to meet liquidity needs for a 30 calendar day liquidity stress scenario.

The net cash outflows for the next 30 days have been arrived at after deducting the cash inflows from the outflows for the period. The inflows and outflows have been arrived at based on RBI prescribed haircuts and run-off factors.

Composition of HQLA

The Level 1 Assets of our bank comprises of Cash in hand & ATM, Excess CRR and SLR, MSF (2% on NDTL) and FALLCR (9% on NDTL). Level 1 asset is the main driver of HQLA, contributing around 97% in the total HQLA of the Bank.

Level 2A and Level 2B assets are well within the cap of 40% and 15% of the stock of HQLA respectively after the required haircut.

Corporate Bonds not issued by a Bank/Financial/NBFC which have been rated AA- or above by an Eligible Credit Rating Agency have been classified under Level 2A assets. Similarly shares not issued by a Bank/FI/NBFC which have been rated not lower than BBB- have been classified under level 2B Assets.

Outflows & Inflows:

Deposits are the main source of funds for the Bank comprising around 85% of total liabilities.

Currency mismatch in LCR::

LCR is expected to be met and reported in a single currency. The bank is not having significant liabilities and HQLAs in any foreign currency.

Description of the degree of centralization of liquidity management and interaction between the group's units:

The Bank does not belong to any group and does not have any associate, subsidiaries, joint venture, etc.

7. The amount of advances for which intangible securities such as charge over rights licenses, authority etc., has been taken as collateral security and the value of such collateral security ----- NIL -----

8. In respect of certain branches/offices where additional information was required, the data available at Controlling/Head office was considered.

9. Previous year's figures have been regrouped wherever necessary to conform to this year's classification.

10. Figures have been rounded off to the nearest thousand rupees in the Financial Statements.

Sd/-
S.Annamalai
Chairman

Sd/-
S.R.Aravind Kumar

Sd/-
P.C.G.Asok Kumar

Sd/-
S.Ezhil Jothi

Sd/-
B.S.Keshava Murthy

Sd/-
K.Nagarajan

Sd/-
K.N.Rajan

Sd/-
K.V.Rajan

Sd/-
A.Shidambaranathan
Directors

Sd/-
B.Vijayadurai
Directors

Sd/-
V.V.D.N.Vikraman
Directors

Sd/-
P.Yesuthasen
Directors

Sd/-
M.Gunasekaran
General Manager

Sd/-
S.Kandavelu
General Manager

Sd/-
M.A.Nayagam
General Manager

Sd/-
R Ravindran
General Manager

Sd/-
P.C.Panda
Company Secretary

Vide our report of even date attached
For Maharaj N R Suresh And Co.
FRN No. 01931S

Sd/-
N.R.Jayadevan
Chartered Accountants
Partner (M.No.23838)

Thoothukudi
14.06.2017

INDEPENDENT AUDITORS' REPORT

To the Members of
TAMILNAD MERCANTILE BANK LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of the TAMILNAD MERCANTILE BANK LIMITED (the "Bank"), which comprise the Balance Sheet as at March 31, 2017 and the Profit and Loss account and the cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information in which are Incorporated in these financial statements are the returns of 14 branches audited by us and 491 branches audited by branch auditors .

Management's Responsibilities for the Financial Statements

The Bank's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 and provision of sec 29 of the Banking Regulation Act 1949 and circulars and guidelines/Disclosures issued by the Reserve Bank of India (RBI) from time to time. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provision of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made there under.

We conducted our audit of the bank including its branches in accordance with the standards on Auditing ('the standards') specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Bank's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the bank's directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid financial statements give the information required by the Banking Regulation Act, 1949 as well as the Companies Act, 2013, in the manner so required for the banking companies and give a true and fair view in conformity with accounting principles generally accepted in India of the state of affairs of the Bank as at 31st March 2017, and its profits and cash flows for the year then ended.

- i. In the case of the Financial statement, of the state of affairs of the Bank as at March 31, 2017
- ii. In the case of the Profit and Loss Account of the Profit for the year ended on that date, and
- iii. In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Emphasis of Matter

- i. We draw attention to Note 6.8 to the financial statements, regarding deferred tax assets of Rs.6.22 Crores on the diminution in the fair value of Standard restructured accounts, as the realisability of the same is considered certain. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Matters

1. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the provisions of Section 29 of the Banking Regulation Act, 1949 read with Section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules 2014.
2. As required sub section 3 of Section 30 of the Banking Regulation Act 1949 we report that:
 - a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit and have found them to be satisfactory.
 - b) The transactions of the Bank, which have come to our notice, have been within the powers of the Bank
 - c) The returns received from the offices and branches of the Bank have been found adequate for the purposes of our audit.
3. Further as required by Section 143(3) of the Companies Act, 2013 we further report that:

We have sought and obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit.

In our opinion, proper books of account as required by law have been kept by the Bank so far as appears from our examination of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us.

- b) The reports on the accounts of the branches audited by branch auditors of the bank under section 143(8) of the companies act 2013 have been sent to us and have been dealt with in preparing our report.
- c) The Balance Sheet and Profit and Loss Account and cash flow statement dealt with by us in the report are in agreement with the books of account and with the audited returns from the branches.
- d) In our opinion the aforesaid financial statements comply with the accounting standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014 to the extent they are not inconsistent with the accounting policies prescribed by RBI
- e) On the basis of the written representation received from the directors as on 31/03/2017 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With Respect to the adequacy of the Internal Financial Controls over financial reporting of the bank and the operating effectiveness of such controls referred to our separate report to our annexure-1
- g) With respect to the other matters to be include in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanation given to us
- i. The bank has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 6.11
- ii. The Bank has made provision as required under the applicable law or accounting standards for material foreseeable losses, if any, on long term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the investor Education and Protection Fund by the Bank.
- iv. The disclosure requirement as envisaged in Notification G.S.R 308€ dated 30th March 2017 is not applicable to the company.
4. Being a Banking Company, the Company (Auditor's Report) Order, 2015 issued by the Central Government of India in terms of Sub-section (11) of Section 143 of the Act, is not applicable.

For MAHARAJ N R SURESH AND CO.,
Chartered Accountants
FRN No. : 01931S

Sd/-
N. R. JAYADEVAN
PARTNER
Membership No.023838

14/06/2017
Tuticorin

ANNEXURE - 1 TO INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF TAMILNADU MERCANTILE BANK LIMITED, TUTICORIN FOR THE YEAR ENDED 31ST MARCH 2017

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of TAMILNADU MERCANTILE BANK LIMITED, TUTICORIN ("the Bank") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Bank for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Bank's management is responsible for establishing and maintaining internal financial controls based on internal control over financial reporting criteria established by the bank considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Bank's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under Companies Act 2013 ("the Act")

Auditors' Responsibility

Our responsibility is to express an opinion on the Bank's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, ('the standards') both issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the bank's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A bank's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A bank's internal financial control over financial reporting includes those policies and procedures that;

- I. pertain to the maintenance of records, that in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Bank;
- II. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the bank are being made only in accordance with authorisations of management and directors of the bank; and
- III. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the bank's assets that could have a material effect on the financial statements.

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Bank has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on internal control over financial reporting criteria established by the bank considering the essential components of internal control stated in the guidance note issued by the ICAI

- i. existing policies and procedures adopted by the Bank for ensuring orderly and efficient conduct of business.
- ii. continuous adherence to Bank's policies.
- iii. existing procedures in relation to safeguarding of Bank's fixed assets, investments, inventories, receivables, loans and advances made and cash and bank balances.
- iv. existing system to prevent and detect fraud and errors.
- v. accuracy and completeness of Bank's accounting records; and
- vi. existing capacity to prepare timely and reliable financial information

For Maharaj N R Suresh And Co
Chartered Accountants
Firm Regn. No. 001931S

Sd/-
N R Jayadevan
Membership No. 023838
Partner

Date : 14/06/2017
Place: Tuticorin

TAMILNAD MERCANTILE BANK LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2017

Cash profit generated from operations I	Year ended 31.03.2017	Year ended 31.03.2016
Cash profit generated from operations I	Rs. In thousands	
Net profit for the year	3,166,647	4,021,565
<u>Add/Deduct</u>		
Loss/(Profit) on sale of assets	(1103)	(711)
Depreciation on Fixed assets	402,765	334,542
Provisions & Contingencies (incl. Deferred tax adjustments)	5,590,803	3,233,994
Total	9,159,112	7,589,390
Cash flow from operating assets & liabilities II		
<u>Increase/Decrease in liabilities</u>		
Deposits	18,212,845	47,190,027
Other liabilities & Provisions	(6,114,720)	(1,725,906)
<u>Increase/Decrease in assets</u>		
Advances	6,053,930	(32,417,665)
Investments	(26,397,697)	(11,936,014)
Other assets	6,611,893	(8,883,913)
Total	(1,633,749)	(7,773,471)
A. Net cash flow from operating activities I + II	7,525,363	(184,081)
<u>Cash flow from investing activities</u>		
Sale/disposal of fixed assets	3,803	3,076
Purchase of fixed assets	(385,406)	(627,787)
B. Net Cash flow from investing activities	(381,603)	(624,711)
<u>Cash flow from financing activities</u>		
Interim Dividend incl.tax	(343,047)	(479,307)
Borrowings	(3,331,991)	2,928,230
C. Net Cash flow from financing activities	(3,675,038)	2,448,923
Total cash flow during the year (A+B+C)	3,468,722	1,640,131
<u>Cash & Cash equivalents as on 01-04-2016</u>		
Cash & bank balances with RBI	13,978,201	12,716,468
Balances with banks & money at call & short notice	2,010,672	1,632,274
Total	15,988,873	14,348,742
<u>Cash & Cash equivalents as on 31-03-2017</u>		
Cash & bank balances with RBI	14,582,046	13,978,201
Balances with banks & money at call & short notice	4,875,549	2,010,672
Total	19,457,595	15,988,873
Increase or decrease in cash flow	3,468,722	1,640,131

Sd/- S.R.Aravind Kumar

Sd/- K.Nagarajan

Sd/- B. Vijayadurai
DirectorsSd/- M. Gunasekaran
General ManagerSd/- P.C.Panda
Company SecretaryThoothukudi
14.06.2017

Sd/- P.C.G.Asok Kumar

Sd/- K.N.Rajan

Sd/- V.V.D.N.Vikraman
DirectorsSd/- S.Kandavelu
General Manager

Sd/- S.Ezhil Jothi

Sd/- K.V.Rajan

Sd/- P.Yesuthasen
DirectorsSd/- M.A.Nayagam
General ManagerSd/- S.Annamalai
Chairman

Sd/- B.S.Keshava Murthy

Sd/- A.Shidambaranathan
DirectorsSd/- R.Ravindran
General Manager

Vide our report of even date attached

For Maharaj N R Suresh And Co.
FRN No. 01931SSd/- N.R Jayadevan
Chartered Accountants
Partner (M.No.23838)

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

Registration Details

Registration No.

		1	9	0	8
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 State Code

1	8
---	---

Balance Sheet Date

3	1
---	---

0	3
---	---

2	0	1	7
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(Rupees in Thousands)

(Rupees in Thousands)

Capital raised during the YearPublic Issue
Bonus Issue

					N	I	L
					N	I	L

Rights Issue
Private Placement

					N	I	L
					N	I	L

Position of mobilisation and Deployment of funds

Total Liabilities

3	6	9	8	4	3	6	6	1
---	---	---	---	---	---	---	---	---

Total Assets

3	6	9	8	4	3	6	6	1
---	---	---	---	---	---	---	---	---

Sources of fundsPaid up Capital
Secured Loans

	1	4	2	5	1	1	5
					N	I	L

Reserves and Surplus
Unsecured Loans

	3	0	8	1	5	2	7	0	
	3	2	1	9	0	1	4	9	5

Application of fundsNet Fixed Assets
Net Current Assets
Accumulated Losses

		1	5	4	3	8	6	5
2	3	7	5	5	3	2	4	9
						N	I	L

Investments
Miscellaneous Expenditure

1	1	5	0	4	4	7	6	6
						N	I	L

Performance of CompanyTurnover
Total Expenditure

3	8	1	1	4	6	8	6
3	3	1	2	9	0	3	9

Profit/(Loss) Before Tax
Profit/(Loss) After Tax
Earning per share in ₹
Dividend Rate %

	4	9	8	5	6	4	7	+
	3	1	6	6	6	4	7	+
						2	2	
						2	0	

Generic names of three principal products / services
of the Company (as per monetary terms)Item Code No. : NOT APPLICABLE
Product Description : Banking CompanySd/- S.R.Aravind Kumar
Sd/- K.NagarajanSd/- P.C.G.Asok Kumar
Sd/- K.N.RajanSd/- S.Ezhil Jothi
Sd/- K.V.RajanSd/- S.Annamalai
ChairmanSd/- B.S.Keshava Murthy
Sd/- A.Shidambaranathan
DirectorsSd/- B.Vijayadurai
DirectorsSd/- V.V.D.N.Vikraman
DirectorsSd/- P.Yesuthasen
DirectorsSd/- M.Gunasekaran
General ManagerSd/- S.Kandavelu
General ManagerSd/- M.A.Nayagam
General ManagerSd/- R.Ravindran
General ManagerSd/- P.C.Panda
Company Secretary

Vide our report of even date attached

For Maharaj N R Suresh And Co.
FRN No. 01931SThoothukudi
14.06.2017Sd/- N.R.Jayadevan
Chartered Accountants
Partner (M.No.23838)

LIST OF NOSTRO ACCOUNTS

Name of the Bank	Currency	Account Number	SWIFT Code
Commercial Bank of Dubai Al Ittihad street, Dubai United Arab Emirates	AED	AE220230000001001461068	CBDUAEAD
National Australia Bank Limited 32/500 Bourke Street Melbourne VIC 3000 Australia	AUD	1803-090069-500	NATAAU33032
The Bank of Novascotia 44 KING STREET WEST TORONTO ONTARIO CANADA M5H 1H1	CAD	527120259314	NOSCCATT
Zuercher Kantonal Bank Bahnhofstrasse 9 Zurich 8010, Switzerland	CHF	CH5000700070001302132	ZKKBKCHZZ80A
Wells Fargo Bank N.A. London branch	EURO	GB97PNBP16567106503162	PNBPGB2L
Bank of India Succursale de Paris 3,Rue Scribe,75009 Paris,France	EURO	4310 EUR 002006	BKIDFRPP
Commerz Bank AG Juergen-Ponto-Platz 1 60301 Frankfurt am Main	EURO	400875030900EUR	COBADEFF
Standard Chartered Bank, London 1 Basinghall Avenue, London EC2V 5DD, UK IBAN: GB 12 SCBL 6091 0412 7040 21 Sort Code: 609104	GBP	00 01270402101	SCBLGB2L
Wells Fargo Bank N.A. Yamato International Nihonbashi Bldg., 8th Floor 2-1-3, Nihonbashi Horidomecho Chuo-Ku, Tokyo 103-0012, Japan	JPY	99848069	PNBPJPJX
Standard Chartered Bank, Singapore 8 Marina Boulevard # 27-01 Marina Bay Financial Centre Singapore - 018981	SGD	0106343548	SCBLSGSG
Wells Fargo Bank N.A. 11 Penn Plaza,4th floor. New York NY 10001 ABA 026005092	USD	2000193008674	PNBPUS3NNYC
Standard Chartered Bank One Madison Avenue,New York NY 10010-3603 U.S.A.	USD	3582 089935 001	SCBLUS33
Standard Chartered Bank Colombo, Sri Lanka	ACU \$	15384878701USD	SCBLLKLX

LIST OF BRANCHES- STATEWISE

TAMILNADU

1	Thoothukudi Main	27	Mullakkadu	53	Prahasapuram
2	Madurai Main	28	Salem	54	Chennai T.Nagar
3	Sivakasi	29	Radhapuram	55	Rayagiri
4	Virudhunagar	30	Tisayanvilai	56	Kanjampuram
5	Nagercoil	31	T.Kallikulam	57	Podanur
6	Dindigul	32	Vellore	58	K.Puthur
7	Theni	33	Elayirampennai	59	Kannankurichi
8	Chennai-21	34	Kovilpatti	60	Ayyalur
9	Vilathikulam	35	Pudukottai (035)	61	Thanjavur
10	Muhavoor	36	Erode	62	Sonakanvilai
11	Kamuthi	37	Kumbakonam	63	Arumanai
12	Pavoorchatram	38	Aruppukottai	64	Usilampatti
13	Puthiamputhur	39	Kalloorani	65	Vallalnathi
14	Rajakkamangalam	40	Alangulam	66	Pannaipuram
15	N.Pudukottai	41	Bommidi	67	Rajapalayam
16	Coimbatore Main	42	Thickanamcode	68	Tirupur
17	Pudur	43	Thiruvarur	69	Odaipatti
18	Anjugramam	44	Villupuram	70	Kallimandayam
19	Tiruchirapalli	45	Palliyadi	71	Viralipatti
20	Chennai G.T	46	Verkhizambi	72	Pavithrampudur
21	Kommadikottai	47	Chinnamanur	73	Pottireddipatti
22	Megnanapuram	48	Colachel	74	Vattur
23	Yercaud	49	Agasteeswaram	75	Cuddalore
24	Kayamozhi	50	Eriyodu	76	Govindakudi
25	Tirunelveli	51	Sayalkudi	77	Vengadampatti
26	Thalakulam	52	Siruthondanallur	78	Karur

LIST OF BRANCHES- STATEWISE

79	Palani	105	Namakkal	131	Thuckalay
80	Pollachi	106	Ramanathapuram	132	Gingee
81	Puliampatti	107	Sattur	133	Tiruchendur Road
82	Edalakudy	108	Thiruvannamalai	134	Kovilpatti Pasuvanathanai Road
83	Madurai Simmakkal	109	Nagapattinam	135	Vadakkankulam
84	Mayiladuthurai	110	Coimbatore R.S.Puram	136	Alagappapuram
85	Chennai Mount Road	111	Dharmapuri	137	Kulasekaram
86	Porulur	112	Sankarankoil	138	Perundurai
87	Padanthalumoodu	113	Mettupalayam	139	Bodinayakanur
88	Mayiladumparai	114	Chennai Aminjikarai	140	Paramakudi
89	Kappukadu	115	Marthandam	141	Virudhachalam
90	Kancheepuram	116	Hosur	142	Pillayarapuram
91	Thoothukudi South	117	Chennai Tambaram	143	Aranthangi
92	Chengavilai	118	Palayamkottai	144	Surandai
93	Vadamalaikurichi	119	Thirumangalam	145	Bhavani
94	Pandaravilai	120	Sivaganga	146	Ranipet
95	Varaghur	121	Cumbum	147	Tindivanam
96	Chockalingapuram	122	Sipcot, Thoothukudi	148	Krishnagiri
97	M.M.Kovilur	123	Chennai Perambur	149	Arakonam
98	Madurai Chinthamani	124	Chennai Thiruvanmiyur	150	Sivakasi, A.J.College
99	Dr.Nanjappa Road	125	Valliyoor	151	Panruti
100	Chennai T.T.K.Road	126	Chengalpattu	152	Sholinganallur
101	Udumalpet	127	Chennai Anna Nagar	153	Shenkottai
102	Tiruchengodu	128	Madurai Tallakulam	154	Perumanallur
103	Karaikudi	129	Gobichettipalayam	155	Rasipuram
104	Pudukottai (128)	130	Chennai Purasawalkam	156	Sathyamangalam

LIST OF BRANCHES- STATEWISE

157	Sriperumbudur	183	Melur	209	Othakuthirai
158	Kunnathur	184	Chengam	210	Therekalputhur
159	Poonamalle	185	Somanur	211	Kanyakulam
160	Valasaravakkam	186	Sankaraperi	212	Oddanchatram
161	Kottivakkam	187	Natham	213	Kallakurichi
162	Maduravoyal	188	Thuraiyur	214	Kariapatti
163	Thiruvallur	189	Sathankulam	215	Kulathur
164	Pallavaram	190	Sankari	216	Thirunagar
165	Gudiyatham	191	Avinashi	217	Asesham
166	Guduvancheri	192	Kaveripattinam	218	Kalakkad
167	Melmaruvathur	193	Elampillai	219	Chekkadu
168	Andipatti	194	Panagudi	220	Perambalur
169	Palamedu	195	Ariyalur	221	Adayalampattu
170	Maraimalainagar	196	Punnaiyapuram	222	Chinnalapatti
171	Neelambur	197	Arcot	223	Pallipalayam
172	Annur	198	Authoor	224	Dasanaickenpatti
173	Vandavasi	199	Manapparai	225	Pachanampatti
174	Madipakkam	200	Udangudi	226	Uchipuli
175	Naravarikuppam	201	Mudhukulathur	227	Checkanurani
176	Porur	202	Thiruthuraipoondi	228	Bikshandarkoil
177	Pettai Rural	203	Kuthukkalvalasai	229	Devakottai
178	Thiruthangal	204	Poovanthi	230	Tharamangalam
179	Kavundampalayam	205	Katpadi	231	Kilambi
180	Chitlapakkam	206	Veppadai	232	Dharapuram
181	Medavakkam	207	Koolipatti	233	Harur
182	Chatrapatti	208	Bellaipalayam	234	Sevagampatti

LIST OF BRANCHES- STATEWISE

235	Chikkandarchavadi	261	Reddiarpatti	287	Tiruchendur
236	T.Saveriyarpuram	262	Pappakudi	288	Allampatti
237	Chinnappampatti	263	Venkateswarapuram	289	Ayapakkam
238	Soolakkarai	264	Vilampatti	290	Rameswaram
239	Coonoor	265	Ambur	291	Poonjeri
240	Pattukottai	266	Iravathanallur	292	Malayandipattinam
241	Arni	267	Thippanampatti	293	Siruvalur
242	Arumuganeri	268	Edappadi	294	Saravanampatti
243	Vembar	269	Senneerkuppam	295	Thoothukudi Port Trust
244	Chidambaram	270	Sulur	296	Avadi
245	Senapathipalayam	271	Kannicheriputhur	297	Thillai nagar- Trichy
246	Aralvaimozhi	272	Sivathaiyapuram	298	Mdu SS colony
247	Attur	273	Puthagaram	299	Karungal
248	Kadayanallur	274	Kulayankaraisal	300	Kulithalai
249	Pasuvanthanai	275	Peraiyur	301	Ammapalayam
250	Komarapalayam	276	Vandiyur	302	Neelankarai
251	Thiruvengadam	277	Kuruvikulam	303	Pudugummidipoondi
252	Pallagoundenpalayam	278	Vazhkkai	304	Kazhugumalai
253	Madampalayam	279	Poravachery	305	Veerasingamani
254	Villapuram	280	Lalgudi	306	Vedaranyam
255	Srivilliputhur	281	Kanakkan kadu	307	Pallikaranai
256	Madurantakam	282	Mettur	308	Gudalur
257	Kalangani	283	Somayampalayam	309	Ayyampalayam
258	Athipatti	284	Servaikaranpati	310	Ponneri
259	Mathvarayapuram	285	87-Goundenpalayam	311	Dharmaapuri
260	Tirupathur	286	Sikkarayapuram	312	Ariyakulam

LIST OF BRANCHES- STATEWISE

ANDHRA PRADESH

313	Sithurajapuram	339	Madurai- K.K Nagar	1	Hyderabad
314	Keelaeral	340	Srivaikundam	2	Guntur
315	Kallikudi	341	Salem Ramakrishna Road	3	Vijayawada
316	Kangeyam	342	Chennai-Velachery	4	Nellore
317	Palladam	343	Midalam	5	Rajamundry
318	Vickramasingapuram	344	Erichanatham	6	Tadepalligudam
319	Nerkundram	345	Periyanaickenpalayam	7	Secunderabad
320	Vengatadampatti	346	Kuniamuthur	8	Vishakapatnam
321	Kilakarai	347	Anthiyur	9	Kakinada
322	Tirunelveli NGO Colony	348	Mannargudi	10	Tirupathi
323	Ganapathy	349	Chennai_ Nungambakkam	11	Kurnool
324	Singanallur	350	Kurinjipadi	12	Nandyal
325	Regunathapuram	351	Manamadurai	13	Rikab Gunj, Hyderabad
326	Ambasamudram	352	Periyakulam	14	Gollapudi
327	Kelambakkam	353	Vasudevanallur	15	Chebrolu
328	Tenkasi	354	Chennai-Kodambakkam	16	Pedanandipadu
329	Sirkali	355	Eruvadi	17	Tanuku
330	SME Branch, Thoothukudi	356	Ambattur	18	Vinukonda
331	Thoothukudi - Mattakadai	357	Cheranmahadevi	19	Jaggayyapet
332	Sivakasi, Palaniadavarpuram	358	Silvarpatti	20	Mandapeta
333	Chennai - Adyar	359	Therku Kallidaikurichi	21	Miryalguda
334	Chappadi	360	Idumbavanam	22	Chirala
335	Madambakkam	361	Venkarai	23	Chilakaluripet
336	Cbe Oppanakara Street	362	Tirupattur	24	Suryapet
337	Nalumavadi	363	Adiyamankottai	25	Narasaraopet
338	Chennai-Mylapore	364	Chennai- Guindy	26	Kavali
		365	Tirunelveli-Vannarapettai		
		366	Coimbatore_Peelamedu		

LIST OF BRANCHES- STATEWISE

27	Sirkalahasti		HARYANA		KERALA
28	Bapatla	1	Faridabad	1	Tirupuram
29	Bhimavaram	2	Gurugram	2	Kottugal
30	Vijayawada-Benz Circle		KARNATAKA	3	Thiruvananthapuram
31	Gudur	1	Bangalore City	4	Kollam
		2	Gulburga	5	Ernakulam
	CHATTISGARH	3	Bangalore Cantt.	6	Kozhikode
1	Raipur	4	Mangalore	7	Chenganachery
	GUJARAT	5	Hassan	8	Kottayam
1	Ahmedabad	6	Anekal	9	Kalamassery
2	Surat	7	Nelamangala	10	Pappanamcode
3	Unjha	8	Hebbagodi	11	Pathanamthitta
4	Vadodara	9	Kanakapura	12	Kayankulam
5	Surat, Ring Road	10	Yelahanka	13	Chavakad
6	Sidhpur	11	Yadgiri	14	Kanhangad
7	Bardoli	12	Ramanagara	15	Palakkad
8	Himatnagar	13	Channapatna	16	Malappuram
9	Vapi	14	Chamarajanagara	17	Payyanur
10	Sachin	15	Kengeri	18	Kasargod
11	Deesa	16	Ranebennur	19	Kodungallur
12	Visnagar	17	Bagalkot	20	Taliparamba
13	Gandhinagar	18	Dod Ballapur	21	Thrissur
14	Bilimora	19	Hubli		MADHYAPRADESH
15	Borsad	20	Mysuru	1	Pithampur
16	Rajkot			2	Dhar
17	Amreli				ORISSA
18	Gondal			1	Cuttack
19	Anjar				
20	Jamnagar				

LIST OF BRANCHES- STATEWISE

MAHARASTRA		PUNJAB	
1	Mumbai Mandvi	1	Ludhiana
2	Mumbai Vashi		
			RAJASTHAN
3	Ichalkaranji	1	Bhilwara
4	Pune	2	Bhiwadi
5	Mumbai Andheri (E)	3	Jaipur
6	Mumbai Sion		
			TELANGANA
7	Andheri(West), Mumbai	1	Mehdipatnam
8	Sewri, Mumbai	2	Hyderabad-Manikonda
9	Chembur, Mumbai	3	Hyderabad-Malakpet
10	Mumbai Dharavi		
			UNION TERRITORY
11	Boisar		
12	Sukapur	1	Delhi
13	Vita	2	Pondicherry
14	Madhavnagar	3	Karaikkal
15	Ratnagiri	4	Shahdara, Delhi
16	Jaysingpur	5	Karol bhagh, Delhi
17	Nanded	6	Silvassa
18	Manmad	7	Port Blair
			UTTAR PRADHESH
19	Chiplun	1	Ghaziabad
20	Khopoli		
			UTTARAKHAND
21	Vasai	1	Roorkee
22	Indore		
			WEST BENGAL
23	Thane	1	Kolkata
24	Mumbai_Mulund		

TOTAL NO. OF BRANCHES - 505

PROGRESS AT A GLANCE

(Rupees in lakhs)

Year	Capital	Reserves	Investment	Deposits	Advances	Profit	No. of Branches
1983	19	134	2064	9269	5338	49	103
1984	19	171	2815	12487	6580	58	106
1985	19	240	3091	13409	6752	90	108
1986	19	337	3915	14556	7345	136	108
1987	19	424	4765	16795	7810	157	108
1988-89	19	576	5473	17792	10820	228	115
1989-90	28	1025	6309	22604	12445	235	115
1990-91	28	1320	9309	30906	17257	305	117
1991-92	28	1826	12012	40819	20662	498	117
1992-93	28	2470	15975	54769	28838	665	123
1993-94	28	3874	20912	78897	43210	1036	133
1994-95	28	5528	29306	104404	63412	1683	139
1995-96	28	7916	34100	111687	69580	2405	139
1996-97	28	11317	49698	125830	74619	3420	142
1997-98	28	15107	66238	160445	82547	3815	142
1998-99	28	18587	88605	205595	97147	3503	144
1999-2000	28	22623	123899	266453	125504	4063	157
2000-2001	28	27643	148532	319807	158835	5040	160
2001-2002	28	33167	181571	372999	177266	5535	163
2002-2003	28	39660	214211	408458	195998	6376	165
2003-2004	28	47654	235371	440427	211399	8068	171
2004-2005	28	55856	228557	482688	262624	8235	172
2005-2006	28	65650	236194	520287	312639	10119	173
2006-2007	28	75887	231641	601988	404672	10578	183
2007-2008	28	85800	255354	767026	533132	12673	200
2008-2009	28	98824	320719	956604	657169	15021	213
2009-2010	28	114790	349919	1163930	828761	18453	216
2010-2011	28	136573	376714	1379330	1075865	25090	233
2011-2012	28	163456	489027	1711044	1377886	31346	280
2012-2013	28	202179	534827	2022381	1625599	44028	320
2013-2014	28	226931	677189	2264568	1714385	30077	370
2014-2015	28	259403	767111	2564986	1933595	37940	430
2015-2016	28	294139	886470	3036886	2257771	40215	487
2016-2017	14251	308153	1150447	3219015	2197232	31666	505