

STATUTORY AUDIT REPORT

AS REQUIRED UNDER SECTION 31 OF BANKING REGULATION ACT 1949 AS APPLICABLE TO URBAN CO-OPERATIVE BANKS AND U/S 81 (5) (b) OF MAHARASHTRA STATE CO- OPERATIVE SOCIETIES ACT, 1960

We have audited the attached Balance Sheet of “**VIDARBHA MERCHANTS URBAN CO-OPERATIVE BANK LTD., HINGANGHAT**” as on **31-03-2017** and Profit and Loss Account for the year ended on that date, in which are incorporated the returns of 07 branches audited by us. These financial statements are the responsibility of the bank’s management. Our responsibility is to the express Opinion on these financial statements based on our audit.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test check basis, evidence supporting the amount and disclosure in the financial statements.

An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides the reasonable basis for our opinion.

Further, we report that:-

- a. We have obtained all the information and explanation except the authenticated data of term loans as mentioned in paragraph 2 of the notes to accounts, which to the best of our knowledge and belief were necessary for the purpose of our audit and have found them satisfactory.
- b. The transaction of the bank, which have come to our notice, have been in our opinion within the power of the bank except as mentioned in the Part A & B of the Audit Report.
- c. The returns received from the branches of the bank have generally been found adequate for the purpose of our audit.
- d. In our opinion, proper books of accounts as required by law have been kept by the Bank, so far as it appears from our examination of those books.
- e. The Balance Sheet and Profit & Loss account dealt with by this report are in agreement with the books of account and branches returns.



- f. In our opinion and to the best of our information and according to explanation given to us, and as shown by the books of the bank, read with significant accounting policies and accounting principles generally accepted in india, the said accounts give the information required by the Maharashtra State Co – operative Societies Act, 1960 and rules made there under in the manner so required.
- g. The Balance Sheet and Profit and Loss Account have been drawn up in forms “A” and “B” respectively of schedule III to the Banking Regulation Act 1949.
- a. In our opinion, subject to our remarks and comments given in para all above & subject to the remarks of our detailed Audit Report [Part A, B, and C & Form No.1, Form No.7 & LFAR) of the even date we are of the opinion that the said accounts exhibit true and fair view:-
- i. In the case of the Balance Sheet, of the state of affairs of the Bank as at 31st March, 2017 and
- ii. In the case of profit and loss accounts of the profit for the year ended as on that date.

The Bank has been awarded “A” Audit classification for the year 2016-2017.

Place: Nagpur
Date: 31st JULY 2017



For Manohar Ayalane & Co.
Chartered Accountants

CA Manohar S. Ayalane
M. No. 100740
(Partner)