

The HCCS Urban Co-op. Credit Society Ltd, Mumbai.



77th Annual General Report **F.Y. 2021-2022**

496-498, Sir J. J. Road, Mumbai – 400 008
Tel: 2346 5656 / 2347 3776

THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD, MUMBAI.
BOARD OF DIRECTORS

1.	Shabbir Z. Boltwala	Chairman
2.	Shabbir F. Hirani	Hon. Secretary/Vice Chairman
3.	Shabbir F. Kagalwala	Hon. Treasurer
4.	Zoher M. Diler	Director
5.	Shabbir T. Kapadia	Director
6.	Amir H. Bohra	Director
7.	Abbas A. Madarwala	Director (Expert)
8.	Suryakant G. Jadhav	Director
9.	Kisanrao B. Tarmale	Director
10.	Tasnim A. Karbalai	Director
11.	Tasneem Q. Dalal	Director

REGISTERED OFFICE

496-498, Sir J. J. Road, Mumbai – 400 008. Tel: 2346 5656 & 2347 3776

Administrative Executive
Juzar I. Mukadam

Internal Auditors

M/s. A. S. Kanchwalla & Co.

Chief Accountant

Inayatali G. Shaikh

BANKERS

MUMBAI DISTRICT CENTRAL CO-OP. BANK LTD.
Byculla, Mumbai – 400 027

THE BHARAT CO-OP. BANK (MUMBAI) LTD.
Fort, Mumbai – 400 001

ANNUAL GENERAL MEETING

VENUE: PATKAR HALL
SNDT College Campus, Lane Next To Income Tax Office, Churchgate,
New Marine Lines, Mumbai – 400 020.

DATE: 18.09.2022

TIME: 10.00 AM

Member's Identity Card is compulsory for the attendance in Annual General Meeting

NOTICE TO MEMBERS

Notice is hereby given that **77th Annual General Meeting** of the Members of **THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD, MUMBAI** will be held on **Sunday, 18.09.2022** at **10.00 am** at **PATKAR HALL, SNDT College Campus, Lane Next To Income Tax Office, Churchgate, New Marine Lines, Mumbai – 400 020** to transact the following business:

AGENDA

1. To read & confirm minutes of 76th Annual General Meeting held on Sunday, 26th September, 2021.
2. To approve Annual Report & Audited Statement of Accounts of Society for the year ended 31st March 2022.
3. To pass appropriation of Net Profit and the declaration of dividend for 2021-2022.
4. To pass Budget for the Financial Year 2022-2023.
5. To approve amendments to Byelaws of the Society suggested by the Board of Directors.
6. To appoint Statutory Auditors for the Financial Year 2022-2023 from the panel.
7. To pass General Resolutions
8. To felicitate Staff & Bachat Collectors of the Society.
9. Any other agenda with the permission of the Chair.

FOR THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD, MUMBAI.

By order of the Board of Directors

Sd/-

Hon. Secretary/Vice Chairman

Place: Mumbai.

Date: 30.08.2022

KINDLY NOTE:-

1. If the said meeting is to be adjourned for want of quorum, it shall be held on the same day and place at 10.30 am to transact the same business given in the notice.
2. Anyone who desires to move any resolution may please send the same in duplicate on or before 13.09.2022 by 4.00 pm
3. Notice under Byelaw of the Society is given to all members to collect their dividend for the last three years. Dividend not collected for the year 2018-2019 before 31.03.2023 will be transferred to the Reserve Fund of the Society.
4. Any query pertaining to accounts may be sent to the office of the Society at least five working days before the date of Annual General Meeting (i.e. on or before 13.09.2022)
5. Members desiring to have hard copy of Annual Report are requested to collect the same from the Society's office during its working hours.

Member's Identity Card is compulsory for the attendance in Annual General Meeting

From Chairman's desk

Dear Shareholders,

I have great pleasure in welcoming you all to the **77th Annual General Meeting of The HCCS Urban Co-op. Credit Society Ltd, Mumbai** for the **Financial Year 2021-2022**.

The Director Report and the Audited Financial Statements for the year ended **31st March 2022** are already with you and with your permission, I take them as read. I thank you for your esteemed presence, continued trust and unwavering support extended to the society all these years.

The financial sector and economy after two years of pandemic are slowly limping back, and to achieve excellences requires action on several fronts such as constant induction of the ever changing technology, improved credit risk appraisal, continuous financial discipline & innovation, better internal controls and appropriate legal framework. Above all, the credibility of the society lies in Members confidence. The role of the Society in this context boils down to promote safety and soundness, while trying to compete and innovate. So, in this fluid scenario, it's gratifying to note that your Society has come out with satisfactory a result which is printed in later part of report.

Though, we have done well in some segments, we have not executed well on all fronts consistently. We are not yet out of the woods, but we are cautiously optimistic about the future. We need to learn from the mistakes of the past and ensure that they are never repeated again.

Here, I wish to quote Alexander Graham Bell who famously said "the achievement of one goal should be the starting point of another". Your Society has crossed significant milestones in the recent past (75 years Existence). But, we can't rest on our laurels. We need to soldier on to conquer new horizons. And I am sure that with surefooted confidences Society will move from Presence to Prominence to Dominance.

Before, we commence to today's program, I have pleasure in informing you that Board have co-opted three more Directors on the Board to streamline pressure of work and to achieve new excellences required in the present environment. The newly "Co-opted Directors" term will be co-terminus with the present Board which although expired will continue, till election procedures are completed by the Commissioner for Co-operation department.

Finally, on behalf of the Board of Directors, I wish to express my sincere gratitude to all the shareholders, Employees and all stakeholders. Your unstinted support has made our journey as lot more fulfilling and delightful. We look forward to your continued co-operation as we enter even more exciting times.

Shabbir Z. Boltwala

DIRECTOR'S REPORT

Dear Members,

The Board of Directors is pleased to present the 77th Annual Report of The HCCS Urban Co-op. Credit Society Ltd, Mumbai on its business and operations along with the Audited Statements of Accounts for the year ended March 31, 2022.

Society's philosophy is transparency in dealings, high levels of integrity and personalized service with Members centric products facilitating the Members to get what they needs at competitive rates. This is to ensure that Society not only retains its place but also emerges in the forefront as a strong and dependable co-operative Society.

Financial Performance: In the year past, the economy has shown signs of slowdown & the pent-up demand unleashed by the resumption of business operations is straining the supply chain and fanning inflation pressures resulting in delaying repayments. It created challenges for the financial sector in managing topline growth and maintaining asset quality. While the economic scenario is challenging, the regulatory and prudential obligations are becoming more stringent. We are operating under constraints over which there is little control and the external environment has become highly volatile and uncertain. But, we are confident that with your support, we shall perform much better in the future. In the above circumstances, our Society has continued to register sustainable performance during F.Y. 2021-22. To summarize, I would like to quote Sir Colin Powel "Excellence is not an exception it is a prevailing attitude".

No	Particulars	2020-2021 (As on 31.03.2021)	2021-2022 (As on 31.03.2022)	Result in %
1	Gross Income	8,53,05,320.75	8,13,88,130.75	-4.59
2	Total Expenditure	7,56,50,369.20	7,18,12,537.67	-5.07
3	Net Profit	96,54,951.55	95,75,593.08	-0.82
4	Loans	48,70,79,601.50	51,66,03,622.25	6.06
5	Deposits	75,55,35,496.85	72,57,49,995.60	-3.94
6	Amount available for appropriation	96,57,089.46	95,79,037.54	-0.81
7	Dividend	15%	15% Proposed	

Budget: Proposed Budget targets for the F.Y. 2022-2023 are as under:

(Figures are in Crore)

No	Particulars	Budgeted Figure F/Y 2021-22	Achieved Figure as on 31.03.2022	Budgeted Comparisons %	Estimated Figure F.Y. 2022-23
1	Share Capital	1.87	1.86	-0.53	1.87
2	Reserves & other Fund	11.35	15.88	39.91	16.25
3	Deposit	75.00	72.57	-3.24	65.00
4	Loans & Advances	55.00	51.66	-6.07	55.00
5	Investment	38.00	38.10	0.26	30.00
6	Gross Profit	8.00	8.14	1.75	8.00
7	Net Profit	0.90	0.96	6.67	90.00

Appropriation: Your Board recommends the following appropriations to be made out of the Net Profit of the Society:

	Particulars	Appropriated Amount in Rs.	Amount in Rs.
	B/F Profit for the F/Y – 2020/2021		3,444.46
	Profit for the F.Y. – 2021-2022		95,75,593.08
Less:			
	Statutory Reserve Fund @ 25 %	23,93,899.00	
	Dividend @ 15% on (Prorata Basis)	27,81,905.00	
	Bad & Doubtful Debts Fund	43,20,000.00	
	Building & Repair/Renovation Fund	10,000.00	
	Co-operative Education & Training Fund	10,000.00	
	HCCS Welfare Fund	50,000.00	
	Dividend Equalization Fund	10,000.00	
	C/F to Next Year	3233.54	
	Total		95,79,037.54

Reserve Funds: The Reserve Funds of the Society has increased from Rs.4,15,26,196.44 to Rs. 4,40,36,063.44 for the year under report. It stands to 236.92% of paid up capital of the society.

Membership: The number of shareholder members of the Society as on 31.03.2022 is 6836. During the year, 98 memberships were discontinued because of resignation, death etc.

Fund Management:

- i) **Investments:** The reserve and other surplus funds are invested out of the business of the Society in form of Fixed Deposits with Co-operative Banks. The Society has an investment policy in place, which is reviewed continuously in accordance with the guideline issued by the Commissioner of Co-operation. Board regularly monitor adherence to the prudential limits of investment in various co-operative banks to avoid concentration of risk. The bank investment as on 31.03.2022 stood at Rs. 38,10,34,930.
- ii) **Borrowings:** In order to cater increased demand of loans & advances from members, the Society borrowing stood at Rs. 3,27,56,111.22 from banks against its own long term Fixed Deposits. The Society also focused on churning investment portfolio with an objective of minimizing borrowing cost.

Business Operations:

- i) **Deposits:** In order to cultivate saving habits amongst the members, the Society offers various short-term as well as long term deposit schemes. The member's deposits diluted during the year 2021-2022. The rates on deposits are printed elsewhere in the report.

The details of Member's Deposit during the F.Y. 2021-2022 is hereunder:

No.	Type of Deposit	As on 31.03.2021	As on 31.03.2022
1	Fixed Deposit	35,85,11,292.00	32,43,01,385.00
2	Fixed Cum Recurring	36,63,72,704.00	36,55,11,056.00
3	Recurring Deposit	70,97,425.00	59,34,050.00
4	Saving Deposit	2,35,54,075.85	3,00,03,504.60
	Total	75,55,35,496.85	72,57,49,995.60

- ii) **Loans & Advances:** Credit growth during the financial year accelerated on the back of elevated inflation and economic slow-down due to pandemic. The EMI-1000, Loan against Property Scheme, Cash Credit against Gold / Society's F.D & Taxi Loan has been tremendously popular amongst members for its advantage of direct low rate coupled with facility of equated installment.

Recovery & NPA Management: Society is very vigilant about their recovery by filing suits against the defaulting borrowers under the appropriate forum as is made available by law. During the year, Society had to file cases u/s 101 MCS Act, 1960 & u/s 138 NIA for the recovery. In addition, Society has also achieved reasonable success in the action initiated against defaulting borrowers.

Society is committed to further consolidating on the success in the recovery efforts achieved during the year under review by further strengthening its pre & post sanction monitoring, follow-ups & initiating timely action for recovery of its dues.

Net Profit: In order to ensure stable profitability, the Society emphasized on prudent & vigilant fund management, quality credit creation on the one hand and expenditure control & operational efficiency, on the other. The net profit of the Society for the year 2020-2021 stood at **Rs. 95,75,593.08**

Dividend: Society has a consistent track record of dividend declarations. In continuance with this policy and in recognition of the respectable performance during 2021-2022 and with a view to maintain a positive outlook for the future, your Board is pleased to recommend a Dividend of 15% per share for the year ended March 31, 2022. Dividend on prorata basis will be payable to the new shareholders or additional shareholding enrolled during the year 2021-2022.

Member Welfare Activities: In addition to fulfilling financial needs of members, the Society extends its activities of Members Welfare in following manners:

- i) **Concessional Rate Educational Loans:** Education being the Nation's top priority, the Society is extending educational loans upto Rs. 25 Lacs at subsidized rate to Member's Children in pursuit of higher studies.
- ii) **Subsidy for Medical Treatment:** In order to help our Members to get proper Medical Assistances at a reasonable cost, we have made an arrangements with Prince Aly Khan Hospital, Mazgaon, Mumbai – 400 010 for OPD & Pathological Diagnosis at a concessional rate. Many of our Members have taken the benefit of the Scheme.
- iii) **Educational Aid:** To the Member's children the Society continued to award Need Based Educational Aid to students in Class I – IX. Even Meritorious students from Class I – X, HSC, Graduation, Post-Graduation continues to be rewarded in cash.

Management:

- i) **Board of Directors:** The Board of Directors & its various Sub-Committee met regularly during the year 2021-2022. These meetings have contributed to the overall growth & progress of the Society. The Society has on board expert directors from banking sectors, co-operative sectors, industrialist, consultant, businessmen & professionals.

The Board is responsible for the overall management of the Society's business. The functions, responsibilities and accountability of the Board are well defined. The Board, in addition to monitoring performance, also carries out functions such as approvals for loan above certain stipulated limits, discuss strategic issues in relation to credit policy, deliberation on the quality of the credit portfolio, reviewing & approving the annual budgets and borrowing limits, fixing exposure limits in regards to advances & investment & ensures that the Society keeps on improving the working & profitability from time to time.

- ii) **Borrowing by Board Members:** The total borrowing of all Board of Directors, together with their family members as defined under MCS Act, 1960 stands at Rs.1,49,94,532/- out of which overdue is Rs. NIL.

Amendments to Bye-Laws: Bye-Laws adopted by the Society requires certain amendments and the same are appended at the end of this report for your approval before sanction from the competent authorities is obtained.

Staff Relations: The Board of Directors is pleased to record their appreciation of efficient and productive services rendered by the Executives & the Staff at all levels. Relations between the Management & the Employees continued to be cordial during the year under report.

Internal Audit & Control: M/s. A. S. Kanchwalla & Co., Chartered Accountants continued as Internal Auditors and provided us valuable guidance & advice for timely improving all areas of the working of the Society and mitigated operational risks, which are well discussed and implemented periodically.

Statutory Audit: M/s. Vijay T. Jain & Co. (Chartered Accountant) Panel No.11763 had completed Statutory Audit of the Society for the year 2021-2022 with invaluable advices & suggestions, which are much appreciated. **The Society is awarded “B” Classification.**

Acknowledgements:

The Board of Directors of the Society place on record their grateful thanks to the Commissioner for Co-operation & Registrar of Co-operatives Societies, Pune, State Maharashtra, Divisional Joint Registrar, CS, Dist. Deputy Registrar, Co-operative Societies Mumbai, Assistant Registrar Co-operative Societies “E” ward, the Audit Department, Contractor Building, Mumbai & Sir. J. J. Marg Police Station, for their co-operation.

Our thanks to the Chairman & Directors of Mumbai Sahakari Board Ltd., The Mumbai District Central Co-op. Bank Ltd & The Maharashtra State Co-op. Bank Ltd. & all other co-operative banks which are affiliated with us for their co-operation.

The Board of Directors place on record their appreciation of the employed staff & the Bachat Collectors of the Society for their dedicated services in promoting business development and customer satisfaction.

We also place on record our thanks to our Shareholders, Depositors and Account Holders for the confidence reposed in the Society and for enabling it to progress from strength to strength.

For & on behalf of
THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD, MUMBAI.
Sd/-
Shabbir F. Hirani
(Hon. Secretary/Vice Chairman)

Date: 30.08.2022
Place: Mumbai

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI			
BALANCE SHEET AS ON 31ST MARCH 2022			
As on 31.03.21 RUPEES	LIABILITIES	RUPEES	As on 31.03.22 RUPEES
	1 SHARES CAPITAL		
	(A) Authorised :		
25000000.00	250000 Ordinary Shares of Rs.100/- each.		25000000.00
18453000.00	(B) Issued and paid up :		
	Balance as per last balance sheet		
	184530 Ordinary Shares of Rs.100/- each.	18453000.00	
	Add : 3490 Ordinary Shares of Rs.100/- each issued during the year	349000.00	
	Less : 2151 Shares of Rs. 100/- each adjusted and refunded during the year.	215100.00	18586900.00
	2 RESERVES AND OTHER FUNDS		
41526196.44	(A) STATUTORY RESERVE FUND		
	Balance as per last balance sheet	41526196.44	
	Add : (1) Appropriation made during the year	2413738.00	
	(2) Unclaimed Dividend	94939.00	
	(3) Entrance Fees	1190.00	44036063.44
16470000.00	(B) BAD & DOUBTFUL DEBTS RESERVE		
	Balance as per last balance sheet	16470000.00	
	Add : Appropriation made during the year	4400000.00	
	Add : Transfer during the year	18489730.00	39359730.00
1932000.00	(C) DIVIDEND EQUALIZATION FUND		
	Balance as per last balance sheet	1932000.00	
	Add : Appropriation made during the year	9000.00	1941000.00
3974248.00	(D) STAFF GRATUITY FUND		
	Balance as per last balance sheet	3974248.00	
	Add : Interest on investment	492537.00	
	Less : Gratuity paid	54548.00	4412237.00
14705000.00	(E) BUILDING & REPAIRS & RENOVATION FUND		
	Balance as per last balance sheet	14705000.00	
	Add : Appropriation made during the year	10000.00	14715000.00
19048975.00	(F) HCCS WELFARE FUND		
	Balance as per last balance sheet	19048975.00	
	Add : Appropriation made during the year	45000.00	
	Add : Transfer during the year	4547832.12	
	Less : Transferred to Bad&doubtful fund	15000000.00	
	Less : Amount utilised during the year	237550.00	8404257.12
13500000.00	(G) PLATINUM JUBILEE FUND		
	Balance as per last balance sheet	13500000.00	
	Add : Appropriation made during the year	45262.12	
	Less : Transferred to HCCS Welfare fund	4010964.12	
	Less : Amount utilised during the year	9534298.00	0.00
172700.00	(H) CO-OPERATIVE EDUCATION & TRAINING FUND		
	Add : Appropriation made during the year	10000.00	
	Less : Amount utilised during the year	34200.00	148500.00
0.00	(I) BUILDING REVALUATION FUND		
	Balance as per last balance sheet	0.00	
	Add : Transfer during the year	45812946.00	45812946.00
23183638.00	3 INTEREST RESERVE ACCOUNT		26111548.00
152965757.44	BALANCE C/F.		203528181.56

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI			
BALANCE SHEET AS ON 31ST MARCH 2022.			
As on 31.03.21	ASSETS		As on 31.03.22
RUPEES		RUPEES	RUPEES
10291296.83	1 CASH AND BANK BALANCE		
	(A) Cash in Hand	4900.00	
	(B) Cash at Bank	150248.88	155148.88
416536478.00	2 INVESTMENT (AT COST)		
	(A) Shares of other Co-op. Society.		
	(1) 1 Share of M.S.C. Bank Ltd., of Rs.1000/- each (Unquoted)	1000.00	
	(2) 2 Shares of M.D.C.C. Bank Ltd., of Rs.1000/- each (Unquoted)	2000.00	
	(3) 30 Shares of Kapol Co-op.Bank Ltd., of Rs.10/- each (Unquoted)	300.00	
	(4) 10 Shares of Brihan.Mum.Nagari Sah.Path.Fed.Ltd., of Rs.100/- each (Unquoted)	1000.00	
	(B) Fixed Deposits with Co-op. Banks	381030630.00	381034930.00
487079601.50	3 LOANS AND ADVANCES		
	(A) Secured Loan		
	(Against gold ornaments, fixed deposits vehicles, Govt. Sec. Stock ,Machinery and Property) (An amount of Rs.7,79,91,623/- is doubtful of recovery)	439727916.00	
	(B) On personal Sureties of one or more members (An amount of Rs.1,41,60,379.25 is doubtful of recovery)	61841174.25	
	(C) Advance to staff	40000.00	
	(D) Loans due by Board of Directors & Family Members (An amount of Overdue is NIL)	14994532.00	516603622.25
25683481.00	4 INTEREST RECEIVABLE		27235992.00
	(Doubtful of recovery Rs.2,61,11,548/-)		
	5 FIXED ASSETS :		
5292054.00	(A) Building		
	Balance as per last balance sheet	5292054.00	
	Add : Revaluation amount transferred during the year	45812946.00	51105000.00
220163.16	(B) OFFICE EQUIPMENTS		
	Balance as per last balance sheet	220163.16	
	Add: Addition during the year	34940.00	
	Less : Depreciation during the year	37407.47	217695.69
498656.21	(C) FURNITURE AND FIXTURE		
	Balance as per last balance sheet	498656.21	
	Add: Addition during the year	7500.00	
	Less : Depreciation during the year	50240.62	455915.59
230630.04	(D) AIR CONDITIONERS		
	Balance as per last balance sheet	230630.04	
	Less : Depreciation during the year	23063.00	207567.04
39399.31	(E) VEHICLES		
	Balance as per last balance sheet	39399.31	
	Less : Depreciation during the year	9849.83	29549.48
18270.36	(F) ELECTRICAL FITTINGS		
	Balance as per last balance sheet	18270.36	
	Less : Depreciation during the year	1827.04	16443.32
945890030.41	BALANCE C/F.		977061864.25

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI
BALANCE SHEET AS ON 31ST MARCH 2022.

As on 31.03.21 RUPEES	LIABILITIES		RUPEES	As on 31.03.22 RUPEES
152965757.44	BALANCE B/F.	RUPEES		203528181.56
20611866.84	4 SECURED LOAN			
	A)Overdraft from M.S.C. Bank (Sec. FDR RS. 5.00 Lacs)		231426.09	
	B)Overdraft from M.D.C. Bank (Sec. FDR RS.158.50 Lacs)		7625887.54	
	C)Overdraft from SATARA Bank (Sec. FDR RS.150.00 Lacs)		15184.55	
	D)Overdraft from BHARAT Bank (Sec. FDR RS.250.00 Lacs)		2716204.27	
	E)Overdraft from MOGAVEERA Bank(Sec.FDR RS.100.00 Lacs)		8729.80	
	F)Overdraft from NEWINDIA Bank(Sec.FDR RS.400.00 Lacs)		19556.36	
	G)Overdraft from SHREE WARANA Bank(Sec.FDR RS.300.00 Lacs)		952.60	
	H)Overdraft from MODEL Bank(Sec.FDR RS.100.00 Lacs)		9523.92	
	I)Overdraft from SARASWAT Bank(Sec.FDR RS.299.99 Lacs)		22128646.09	32756111.22
755535496.85	5 DEPOSITS			
	(A) Fixed Deposits		324301385.00	
	(B) Fixed cum Recurring Deposits		364111467.00	
	(C) Recurring Deposits		5934050.00	
	(D) Saving Deposits		30003504.60	
	(E) Security Deposits (F.C.R.)		1399589.00	725749995.60
9298203.39	6 CURRENT LIABILITIES AND PROVISIONS			
	(A) Sundry Creditors		1695508.39	
	(B) Outstanding Expenses		677786.00	
	(C) Employee Benefit Scheme		6558330.00	
	(D) Bachat Welfare Scheme		251573.00	
	(E) T. D. S. Payable		35362.00	9218559.39
1894932.00	7 UNCLAIMED DIVIDEND			2714702.00
2185943.83	8 INTEREST ACCRUED & DUE BUT NOT PAID			1911848.83
9657089.46	9 PROFIT & LOSS ACCOUNT			
	Balance as per last balance sheet. 9657089.46			
	Less : Appropriations :			
	(A) Statutory Reserve Fund	2413738.00		
	(B) Dividend	2765907.00		
	(C) Building & Rep.& Renovation Fund	10000.00		
	(D) HCCS Welfare Fund	45000.00		
	(E) DIVIDEND EQUALIZATION FUND	9000.00		
	(F)CO-OPERATIVE EDU.& TRAINING FUND	10000.00		
	(G)BAD & DOUBTFUL DEBTS FUND	4400000.00		
	Carried forward to next year		3444.46	
	Add : Profit For the year 2021 - 2022		9575593.08	9579037.54
952149289.81	TOTAL	RUPEES		985458436.14

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI			
BALANCE SHEET AS ON 31ST MARCH 2022.			
As on 31.03.21	ASSETS		As on 31.03.22
RUPEES		RUPEES	RUPEES
945890030.41	BALANCE B/F	RUPEES	977061864.25
120877.57	(G) COMPUTER		
	Balance as per last balance sheet	120877.57	
	Add :Addition during the Year	9750.00	
	Less : Depreciation during the year	52251.03	78376.54
989.83	(H) MONSOON SHED		
	Balance as per last balance sheet	989.83	
	Less : Depreciation during the year	148.48	841.35
6137392.00	6 OTHER ITEMS		
	(A) Prepaid Expenses	75918.00	
	(B) Accrued Interest	449410.00	
	(C) Stock of stationery and stamps	333480.00	
	(D) Deposits	7403646.00	
	(D) Debtors	54900.00	8317354.00
952149289.81	TOTAL	RUPEES	985458436.14
Place : Mumbai			AS PER OUR REPORT OF EVEN DATE
DATE : 30.08.2022			M/S. VIJAY T. JAIN & CO.
			CHARTERED ACCOUNTANTS
			FRN - 111436W
	FOR & ON BEHALF OF THE BOARD OF DIRECTORS		
	THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD.,MUMBAI		
	SHABBIR Z. BOLTWALA		
	Chairman		MR. VIJAY T. JAIN
			(Proprietor)
			Panel No.11763
SHABBIR F. HIRANI			SHABBIR F. KAGALWALA
Vice Chairman/Hon. Secretary			Hon. Treasurer

INDEPENDENT AUDITOR'S REPORT

To
The Members of
THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,
(Regd. No. BOM / 9923 / 1946),
Mumbai - 08.

Ref: - Appointment Letter Reference No. Nil Dated 28/09/2021

Report on the Financial Statements as a Statutory Auditor

1. We have audited the accompanying financial statements of **The HCCS Urban Co-operative Credit Society Ltd**, which comprise the Balance Sheet as at 31st March 2022 and the Statement of Profit and Loss / Income and Expenditure for the year ended, and a summary of significant accounting policies and other explanatory information incorporated in these financial statements of the Society audited by us for the period 1st April 2021 to 31st March 2022.

Management's Responsibility for the Financial Statements

2. Management is responsible for the preparation of these financial statements in accordance with Maharashtra Co-operative Societies Act, 1960 and Rules there under. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the applicable Standards by The Institute of Chartered Accountants of India and under the MCS 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 from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Society's preparation and fair presentation of the financial statements 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 management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

6. Subject to the observations in the Audit Memo No.1 and Report in part "A", "B" & "C", in our opinion and to the best of our information and according to the explanations given to us, the said accounts together with the notes thereon give the information required as per the Maharashtra Co-operative Societies Act 1960, in the manner so required for the society gives a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) in the case of the Balance Sheet, of the state of affairs of the society as at 31st March, 2022;
- (ii) in the case of the Statement of profit and loss / Income & Expenditure of the profit/ loss for the year ended on that date; and

Report on Other Legal and Regulatory Matters

7. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with the provisions of the Maharashtra State Co-operative Act.

8. 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 Society, which have come to our notice, have been within the powers of the Society.
- (c) The returns received from the offices of the Society have been found adequate for the purposes of our audit.

9. In our opinion, the Balance Sheet and Profit and Loss / Income & Expenditure Account comply with applicable Accounting Standards.

10. We further report that:

- (i) The Balance Sheet and Profit and Loss / Income and Expenditure Account dealt with by this report, are in agreement with the books of account and the returns.

- (ii) In our opinion, proper books of account as required by law have been kept by the Society so far as appears from our examination of these books.
- (iii) The reports on the accounts of the branches audited by branch auditors have been dealt with in preparing our report in the manner considered necessary by us.
- (iv) For the year under audit, the society has been awarded “B” classification.

**FOR VIJAY T. JAIN & CO.
CHARTERED ACCOUNTANTS
FRN-111436W**

Sd/-

**(VIJAY T. JAIN)
PROPRIETOR
M NO. 042661
PANEL NO. 11763**

**Date: 30.08.2022
Place: Mumbai.**

THE HCCS URBAN CO-OPERATIVE CREDIT SCOEITY LTD.

Audit for the year 2021-22

Schedule - 1

Transaction involving infringements of the provisions M.C.S. Act,
Rules of Bye-law of

Please see audit report "Part A"

Schedule - 2

Particulars of same which ought to have been brought but have not been
brought into account.

NIL

Schedule - 3

Improper and irregular payments.

NIL

Schedule - 3A

Irregularities in the realization of money.

NIL

Schedule - 4

List of Doubtful Debts.

List enclosed.

**FOR VIJAY T. JAIN & CO.
CHARTERED ACCOUNTANTS**

FRN-111436W

Sd/-

**(VIJAY T. JAIN)
PROPRIETOR
M NO. 042661
PANEL NO. 11763**

Date: 30.08.2022

Place: Mumbai.

	Bye-laws Number	Wording of the Existing Bye-laws	Wording of the Proposed Bye-laws	Reasons
1		<u>Eligibility of the Borrower & Guarantor:</u> (3) One member can be guarantor to a maximum two members for loan (Page No.40)	<u>Eligibility of the Borrower & Guarantor:</u> (3) One member can be guarantor to a maximum eight members for loan	This amendment is proposed because a member with sound financial position and net worth can stand as surety upto eight members.
2		New Byelaw	For Social Cause & Member affected by Natural Calamities, Society should be allowed to give Interest Free / Subsidized Loan.	To help deserving members to come out of hardship
3	15(3)(a)	Direct participation of the active member means he/she has taken loan of Rs 5000/- for minimum one year.	Direct participation of the active member means he/she has taken loan of Rs 125000/- for minimum one year.	To increase loan and advances.
4	15(3)(b4)	Above Rs. 25 Cr. Minimum Deposit Rs. 10000/-	Above Rs. 25 Cr. Minimum Deposit Rs. 50000/-	To increase deposits.
5	15(3) C	If he/she has availed other ancillary services, other than deposit or loan for an amount of Rs.1000/- or more at least for one year out of the last consecutive 5 years	If he/she has availed other ancillary services, other than deposit or loan for an amount of Rs.5000/- or more at least for one year out of the last consecutive 5 years	To increase profit.
6	52A(2)	<u>Statutory Liquidity ratio</u> The cooperative credit society by itself will maintain an amount not less than Twenty percent (20%) of the total deposits of the last quarter as statutory liquidity ratio on daily basis for the ensuing quarter. The statutory liquidity amount will be maintained in the form of term deposit in State / District Central cooperative bank or in any other form permitted by rules, laws or general or special orders of the State government.	<u>Statutory Liquidity ratio</u> The cooperative credit society by itself will maintain an amount not less than Twenty percent (20%) of the total deposits of the last quarter as statutory liquidity ratio on daily basis for the ensuing quarter. The statutory liquidity amount will be maintained in the form of term deposit in State / District Central cooperative bank / Schedule Co-op. Bank or in any other form permitted by rules, laws or general or special orders of the State government.	To explore better options for investment & in event of any eventuality, Society's hard earned fund does not get jeopardizes.

HIGHLIGHTS

DEPOSITS:

2020-21	:	Rs. 75,55,35,496.85
2021-22	:	Rs. 72,57,49,995.60
Growth	:	- 3.94 %

LOANS:

2020-21	:	Rs. 48,70,79,601.50
2021-22	:	Rs. 51,66,03,622.25
Growth	:	6.06 %

PROFITABILITY:

2020-21	:	Rs. 96,54,951.55
2021-22	:	Rs. 95,75,593.08
Growth	:	-0.82 %

SHARE CAPITAL:

2020-21	:	Rs. 1,84,53,000.00
2021-22	:	Rs. 1,85,86,900.00
Growth	:	0.73 %

RESERVES & OTHER FUNDS:

2020-21	:	Rs. 11,13,29,119.44
2021-22	:	Rs. 15,88,29,733.56
Growth	:	42.67 %

WORKING CAPITAL:

2020-21	:	Rs. 95,21,49,289.81
2021-22	:	Rs. 98,54,58,436.14
Growth	:	3.50 %

<<< Rate of Interest on Deposits >>>

Board of Directors in their meeting held on 22.09.2021, unanimously agreed to modify deposit rates with effect from 23.09.2021

S. No.	Period	Rate of Interest per annum
1	015 Days to 045 Days	2.00 %
2	046 Days to 090 Days	2.50 %
3	091 Days to 180 Days	3.50 %
4	181 Days to 001 Years	4.00 %
5	Above 1 Year to 2 Years	4.50 %
6	Above 2 Year to 3 Years	5.00 %
7	Saving Account	3.00 %
8	Bachat 350 Days	3.00 %
9	Bachat 500 Days	3.25 %
10	Bachat 1000 Days	3.50 %

* Premature F.D. encashment will attract 0.50 % penalty

* Any bulk deposit above Rs. 25 Lakh, depositors have to get the approval from the O/B of the Society, two days in advance with proper forms & documentations.

* Other Terms & Conditions remains same.

THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD.; MUMBAI
Lending Rates with effect from 01.07.2021

Particulars	Rate%	Days/Months
Gold Loan (Term Loan)	8.50	84 M
Gold Loan (Cash Credit)	9.00	84 M
Taxi Loan	12.50	1825 D
Vehicle Loan (Two Wheelers)	10.00	36 M
Vehicle Loan (4 Wheelers Upto 15 Lakh)	10.00	48 M
Vehicle Loan (4 Wheelers Above 15 Lakh)	8.50	48 M
Machinery Loan	12.00	48 M
Loan Against Government Security (Term Loan)	8.50	84 M
Loan Against Government Security (Cash Credit)	9.00	84 M
Loan Against Society's FD (Self/Third Party – Term Loan)	1.00	84 M
Loan Against Society's FD (Self/Third Party – Cash Credit)	1.00	84 M
	O&A	
Loan Against NSC/KVP/LIC (85%) (Term Loan)	8.50	84 M
Loan Against NSC/KVP/LIC (85%) (Cash Credit)	9.00	84 M
Educational Loan Upto 25 Lac (Secured)	7.50	84 M
Bachat Loan 350 Days	12.00	350 D
Bachat Loan 500 Days	12.00	500 D
Bachat Loan 1000 Days	12.00	1000 D
Bachat Loan 1825 Days	12.00	1825 D
EMI-17 Months	11.00	17 M
EMI-34 Months	11.00	34 M
EMI-60 Months	11.00	60 M
Short Term Loan (90 days Upto Rs.5 Lac)	10.00	90 D
Housing Loan (Term Loan)	8.50	180 M
Loan Against Property Loan (Term Loan)	11.00	120 M
Loan Against Property Loan (Cash Credit)	11.50	84 M

* Conditions Apply

