

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

79th Annual General Report

F.Y. 2023-2024



496-498, Sir J. J. Road, Mumbai – 400 008

Mob: 84220 41314

Website: hccsurban.com

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

- | | | |
|-----|-------------------------|----------------|
| 1. | Shabbir Z. Boltwala | Chairman |
| 2. | Shabbir F. Kagalwala | Hon. Treasurer |
| 3. | Shabbir T. Kapadia | Director |
| 4. | Zoher M. Diler | Director |
| 5. | Amir H. Bohra | Director |
| 6. | Suryakant G. Jadhav | Director |
| 7. | Kisanrao B. Tarmale | Director |
| 8. | Tasnim A. Karbalai | Director |
| 9. | Tasneem Q. Dalal | Director |
| 10. | Adnan A. Dadla | Director |
| 11. | Burhanuddin A. Kachwala | Director |
| 12. | Haider A. Madarwala | Director |

REGISTERED OFFICE

496-498, Sir J. J. Road, Mumbai – 400 008.

Administrative Executive
Juzar I. Mukadam

Internal Auditors

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

Chief Accountant

Inayatoli G. Shaikh

BANKERS

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

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: 08.09.2024

TIME: 10.00 AM

NOTICE TO MEMBERS

Notice is hereby given that **79th Annual General Meeting** of the Members of **THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD, MUMBAI** will be held on **Sunday, 08.09.2024** 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 78th Annual General Meeting held on Sunday, 17th September, 2023.
2. To approve Annual Report & Audited Statement of Accounts of Society for the year ended 31st March 2024.
3. To pass appropriation of Net Profit and the declaration of dividend for 2023-2024.
4. To pass Budget for the Financial Year 2024-2025.
5. To approve amendments to Byelaws of the Society suggested by the Board of Directors.
6. To appoint Statutory Auditors for the Financial Year 2024-2025 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/-

Shabbir Z. Boltwala
(Chairman)

Place: Mumbai.
Date: 19.07.2024

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 04.09.2024 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 2020-2021 before 31.03.2025 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 04.09.2024 by 4.00 pm)
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:

It gives me great pleasure to address the 79th Annual General Meeting (AGM) of the shareholders of The HCCS Urban Co-op Credit Society Ltd in Mumbai. On behalf of the Society's Board of Directors, Management, and Employees, I welcome you to this Annual General Meeting.

The Annual Report, including the Directors' Report and Audited Accounts of the Society for the fiscal year ending March 31, 2024, has been in your hands for some time. With your permission, I'll take it as read.

Our members' prosperity is the driving force behind our success, and they will find in us a swift, timely, flexible, cooperative, and competitive partner in their development. We attempt to reach out to our members anywhere and at any time to make their interactions with us enjoyable. We will gladly welcome them into our aesthetic surroundings or bring our services to their doorsteps. We are committed to being approachable, simple, and transparent in our interactions with all of our stakeholders, and we will be a temple of their trust.

The Society has, the members would agree, despite the bleak economic scenario, improved its performance for the Financial Year 2023-2024. The healthy growth in the Society's Balance Sheet parameters are a measure of continued faith and confidence that our members have in our Society and due to this faith alone, the Board and the Management were able to produce the financial results that are now being presented to the members.

We will use employee's engagement and a feeling of community to foster high levels of teamwork, efficiency, excellence, and profits. We will mobilize vigorously, invest smartly, disburse responsibly, recover diligently, cut expenses, and build a learning organization that produces products and services that are in sync with and ahead of the trends.

Let me continue by stating that the Society's finances are robust. My Board of Directors and myself are sincerely committed to taking the Society to new heights. In this endeavour, we request your co-operation and ongoing patronage.

With my personal best regards,

Shabbir Z. Boltwala

DIRECTOR'S REPORT

Dear Members,

The Board of Directors is pleased to present the 79th 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, 2024.

Each successive year provides us with renewed confidence in our commitment to the highest ethical standards, professional integrity, and regulatory compliance. The emphasis has been on increasing business volume, aggressive marketing, and recovery to achieve exponential growth and emerge as a powerful and thriving society.

Financial Performance: The Society achieved good results in the fiscal year 2023-24 thanks to the combined efforts of its personnel, executives, and board, as well as your unwavering support.

During the fiscal year 2023-24, the society maintained a consistent performance, as detailed below:

No	Particulars	2022-2023 (As on 31.03.2023)	2023-2024 (As on 31.03.2024)	Result in %
1	Gross Income	6,97,55,780.50	6,32,31,721.39	-9.35
2	Total Expenditure	6,13,31,308.42	5,41,67,815.78	-11.68
3	Net Profit	84,24,472.08	90,63,905.61	7.59
4	Loans	48,19,08,405.25	44,70,86,379.00	-7.23
5	Deposits	55,08,46,531.07	62,14,23,454.95	12.81
6	Amount available for appropriation	84,27,705.62	90,66,975.23	7.59
7	Dividend	15%	15% Proposed	

Budget: Proposed Budget targets for the F.Y. 2024-2025 are as under:

(Figures are in Crore)

No	Particulars	Budgeted Figure F/Y 2023-24	Achieved Figure as on 31.03.2024	Budgeted Comparisons %	Estimated Figure F.Y. 2024-25
1	Share Capital	1.85	1.75	-5.41	1.83
2	Reserves & other Fund	19.00	17.56	-7.58	18.44
3	Deposit	60.00	62.14	3.57	66.00
4	Loans & Advances	53.00	44.71	-15.64	53.00
5	Investment	28.00	36.21	29.32	27.00
6	Gross Profit	8.00	6.32	-21.00	8.00
7	Net Profit	1.00	0.91	-9.00	1.00

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 – 2022/2023		3,069.62
	Profit for the F.Y. – 2023-2024		90,63,905.61
Less:			
	Statutory Reserve Fund @ 25 %	22,65,977.00	
	Dividend @ 15% on (Prorata Basis)	25,79,718.00	
	Bad & Doubtful Debts Fund	41,00,000.00	
	Building & Repair/Renovation Fund	10,000.00	
	Co-operative Education & Training Fund	10,000.00	
	HCCS Welfare Fund	76,000.00	
	Centenary Celebration Fund	10,000.00	
	Dividend Equalization Fund	10,000.00	
	C/F to Next Year	5,280.23	
	Total	90,66,975.23	90,66,975.23

Reserve Funds: The Reserve Funds of the Society has increased from Rs.4,65,34,295.44 to Rs. 4,87,42,568.44 for the year under report. It stands to 278.39% of paid-up capital of the Society.

Membership: The number of shareholder members of the Society as on 31.03.2024 is 6384. During the year, 325 memberships were discontinued because of resignation, death etc.

Fund Management:

- i) **Investments:** The Society's reserve and any surplus money are invested outside of its operations in the form of fixed deposits with cooperative banks. The Society has an investment policy in place that is regularly evaluated in compliance with the Commissioner of Cooperation's guidelines. To avoid risk concentration, the board routinely monitors adherence to prudential investment limitations in various co-operative banks. The bank's investment as of March 31, 2024 was Rs. 36,20,54,930. The statutory ratios are well maintained as prescribe in MCS Act.
- ii) **Borrowings:** In order to meet increased demand for loans and advances from members, the Society borrowed Rs. 3,00,22,291.08 from banks against its own long-term fixed deposits. The Society also concentrated on churning its investment portfolio with the goal of lowering borrowing costs.

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 improved during the year 2023-2024.

The details of Member's Deposit during the F.Y. 2023-2024 is hereunder:

No.	Type of Deposit	As on 31.03.2023	As on 31.03.2024
1	Fixed Deposit	20,22,38,215.00	20,16,39,495.00
2	Fixed Cum Recurring	31,43,35,916.00	38,75,46,577.00
3	Recurring Deposit	41,42,200.00	22,09,350.00
4	Saving Deposit	3,01,30,200.07	3,00,28,032.95
	Total	55,08,46,531.07	62,14,23,454.95

- ii) **Loans & Advances:** Credit growth remains affected this fiscal year due to high prices and an economic slowdown. The EMI-1000, Loan against Property Scheme, Cash Credit against Gold / Society's F.D, and Taxi Loan has been enormously popular among members for its advantage of value based rate of interest paired with the provision of equivalent instalments.

Recovery & NPA Management: Society is particularly cautious about their recovery, filing litigation against defaulting borrowers in the appropriate place as provided by law. During the year, the Society was required to file complaints under Section 101 of the MCS Act of 1960 and Section 138 of the NIA for recovery. In addition, Society has had some success in its actions against defaulting loans.

Society is committed to building on the effectiveness of its recovery efforts during the year under review by enhancing pre-and-post-sanction monitoring, follow-ups, and taking timely action to recover its dues.

Net Profit: To augment consistent profitability, the Society stressed prudent and vigilant fund management, quality credit development, and spending control and operational efficiency respectively. The Society's net profit for the year 2023-2024 stood at **Rs. 90,63,905.61.**

Dividend: Society has a consistent record of paying 15% p.a. dividend from 29 years. In accordance with this policy, in recognition of the commendable performance during 2023-2024, and with a view to maintaining a healthy outlook for the future, your Board is happy to recommend a dividend of 15% per share for the fiscal year ending March 31, 2024, which is maximum permissible limit under MCS Act. Dividends on a prorata basis will be paid to new shareholders or additional shareholdings enrolled during the F/Y 2023-2024.

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) **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 continue to be rewarded.

Management:

- i) **Board of Directors:** The Board of Directors and its several Sub-Committees met on a regular basis during the fiscal year 2023-2024. These meetings have contributed to the Society's general growth and progress. The Society's board of directors includes experts from the banking and cooperative sectors, as well as industrialists, consultants, businessmen, and professionals.

The Board is in charge of overseeing all aspects of the Society's operations. The Board's tasks, responsibilities, and accountability are clearly stated. The Board, in addition to monitoring performance, also carries out functions such as approvals for loans above certain stipulated limits, discussing strategic issues in relation to credit policy, deliberation on the quality of the credit portfolio, reviewing and approving the annual budgets and borrowing limits, fixing exposure limits in regards to advances and investment, and ensuring that the Society continues to improve the working

- 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.2,12,35,792/- 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. Kanchwala & 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. Vishwanath R. Nayak & Co. (Chartered Accountant) Panel No.16215 had completed Statutory Audit of the Society for the year 2023-2024 with invaluable advices & suggestions, which are much appreciated. The society extends its thanks for its valuable guidance's & suggestions. **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, 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, Bharat Co-operative Bank (Mumbai) 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 Z. Boltwala
(Chairman)

Date: 19.07.2024

Place: Mumbai

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI
BALANCE SHEET AS ON 31ST MARCH 2024.

As on 31.03.23 RUPEES	LIABILITIES	RUPEES	As on 31.03.24 RUPEES
	1 SHARES CAPITAL		
25000000.00	(A) Authorised : 250000 Ordinary Shares of Rs.100/- each.		25000000.00
18129200.00	(B) Issued and paid up : Balance as per last balance sheet 181292 Ordinary Shares of Rs.100/- each.	18129200.00	
	Add : 9214 Ordinary Shares of Rs.100/- each issued during the year	921400.00	
	Less : 15418 Shares of Rs. 100/- each adjusted and refunded during the year.	1541800.00	17508800.00
	2 RESERVES AND OTHER FUNDS		
46534295.44	(A) STATUTORY RESERVE FUND		
	Balance as per last balance sheet	46534295.44	
	Add : (1) Appropriation made during the year	2106119.00	
	(2) Unclaimed Dividend	101024.00	
	(3) Entrance Fees	1130.00	48742568.44
53179730.00	(B) BAD & DOUBTFUL DEBTS RESERVE		
	Balance as per last balance sheet	53179730.00	
	Add : Appropriation made during the year	3524000.00	
	Add : Transferred during the year	7500000.00	
	Less : Amount utilised during the year	13852932.25	50350797.75
1951000.00	(C) DIVIDEND EQUALIZATION FUND		
	Balance as per last balance sheet	1951000.00	
	Add : Appropriation made during the year	10000.00	1961000.00
4924954.00	(D) STAFF GRATUITY FUND		
	Balance as per last balance sheet	4924954.00	
	Add : Interest on investment	777132.00	5702086.00
14725000.00	(E) BUILDING & REPAIRS & RENOVATION FUND		
	Balance as per last balance sheet	14725000.00	
	Add : Appropriation made during the year	10000.00	14735000.00
8308732.12	(F) HCCS WELFARE FUND		
	Balance as per last balance sheet	8308732.12	
	Add : Appropriation made during the year	40000.00	
	Add : Transferred during the year	22367.00	
	Less : Amount utilised during the year	145500.00	8225599.12
0.00	(G) CENTENARYCELEBRATION FUND		
	Balance as per last balance sheet	0.00	
	Add : Appropriation made during the year	10000.00	10000.00
127900.00	(H) CO-OPERATIVE EDUCATION & TRAINING FUND		
	Balance as per last balance sheet	127900.00	
	Add : Appropriation made during the year	10000.00	
	Less : Amount utilised during the year	28200.00	109700.00
45812946.00	(I) BUILDING REVALUATION FUND		
	Balance as per last balance sheet		45812946.00
29470061.00	3 INTEREST RESERVE ACCOUNT		25865875.00
223163818.56	BALANCE C/F.		219024372.31

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI
BALANCE SHEET AS ON 31ST MARCH 2024.

As on 31.03.23 RUPEES	ASSETS	RUPEES	As on 31.03.24 RUPEES
39310.65	1 CASH AND BANK BALANCE		
	(A) Cash in Hand	4565.00	
	(B) Cash at Bank	46666.85	51231.85
267154930.00	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	362050630.00	362054930.00
481908405.25	3 LOANS AND ADVANCES		
	(A) Secured Loan	374759510.00	
	(Against gold ornaments, fixed deposits vehicles, Govt. Sec. Stock ,Machinery and Property) (An amount of Rs.6,58,32,076/- is doubtful of recovery)		
	(B) On personal Sureties of one or more members (An amount of Rs.1,18,03,716 is doubtful of recovery)	51058577.00	
	(C) Advance to staff	32500.00	
	(D) Loans due by Board of Directors & Family Members (An amount of Overdue is NIL)	21235792.00	447086379.00
30253148.00	4 INTEREST RECEIVABLE		26553963.00
	(Doubtful of recovery Rs.2,58,65,875/-)		
	5 FIXED ASSETS :		
51105000.00	(A) Building		51105000.00
	Balance as per last balance sheet		
185041.34	(B) OFFICE EQUIPMENTS	185041.34	
	Balance as per last balance sheet		
	Add: Addition during the year	30474.58	
	Less : Depreciation during the year	30486.71	185029.21
410324.03	(C) FURNITURE AND FIXTURE	410324.03	
	Balance as per last balance sheet		
	Add: Addition during the year	0.00	
	Less : Depreciation during the year	41032.40	369291.63
186810.34	(D) AIR CONDITIONERS	186810.34	
	Balance as per last balance sheet		
	Less : Depreciation during the year	18681.03	168129.31
22162.11	(E) VEHICLES	22162.11	
	Balance as per last balance sheet		
	Less : Depreciation during the year	5540.53	16621.58
14798.99	(F) ELECTRICAL FITTINGS	14798.99	
	Balance as per last balance sheet		
	Less : Depreciation during the year	1479.90	13319.09
831279930.71	BALANCE C/F.		887603894.67

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI
BALANCE SHEET AS ON 31ST MARCH 2024.

As on 31.03.23 RUPEES	LIABILITIES		RUPEES	As on 31.03.24 RUPEES
223163818.56	BALANCE B/F.	RUPEES		219024372.31
40749827.31	4 SECURED LOAN			
	A)Overdraft from M.S.C. Bank (Sec. FDR RS.400.00 Lacs)		16978797.71	
	B)Overdraft from M.D.C. Bank (Sec. FDR RS.638.50 Lacs)		335881.05	
	C)Overdraft from SATARA Bank (Sec. FDR RS.5.00 Lacs)		3327.55	
	D)Overdraft from BHARAT Bank (Sec. FDR RS.600.00 Lacs)		10187300.20	
	E)Overdraft from COSMOS Bank(Sec.FDR RS.101.00 Lacs)		688.80	
	F)Overdraft from MOGAVEERA Bank(Sec.FDR RS.5.00 Lacs)		1359.60	
	G)Overdraft from NEWINDIA Bank(Sec.FDR RS.5.00 Lacs)		0.00	
	H)Overdraft from SHREE WARANA Bank(Sec.FDR RS.200 Lacs)		121.00	
	I)Overdraft from MODEL Bank (Sec.FDR RS.5.00 Lacs)		1692.26	
	J)Overdraft from SARASWAT Bank(Sec.FDR RS.199.99 Lacs)		2513122.91	30022291.08
550846531.07	5 DEPOSITS			
	(A) Fixed Deposits		201639495.00	
	(B) Fixed cum Recurring Deposits		386610698.00	
	(C) Recurring Deposits		2209350.00	
	(D) Saving Deposits		30028032.95	
	(E) Security Deposits (F.C.R.)		935879.00	621423454.95
12342410.39	6 CURRENT LIABILITIES AND PROVISIONS			
	(A) Sundry Creditors		3760173.25	
	(B) Outstanding Expenses		1069960.00	
	(C) Employee Benefit Scheme		8053280.00	
	(D) Bachat Welfare Scheme		276973.00	
	(E) T. D. S. Payable		30688.00	13191074.25
3442130.00	7 UNCLAIMED DIVIDEND			3442410.00
1437693.83	8 INTEREST ACCRUED & DUE BUT NOT PAID			838102.83
8427705.62	9 PROFIT & LOSS ACCOUNT			
	Balance as per last balance sheet.	8427705.62		
	Less : Appropriations :			
	(A) Statutory Reserve Fund	2106119.00		
	(B) Dividend	2714517.00		
	(C) Building & Rep.& Renovation Fund	10000.00		
	(D) HCCS Welfare Fund	40000.00		
	(E) DIVIDEND EQUALIZATION FUND	10000.00		
	(F)CO-OPERATIVE EDU.& TRAINING FUND	10000.00		
	(G)CENTENARY CELEBRATION FUND	10000.00		
	(H)BAD & DOUBTFUL DEBTS FUND	3524000.00		
	Carried forward to next year		3069.62	
	Add : Profit For the year 2023 - 2024		9063905.61	9066975.23
840410116.78	TOTAL	RUPEES		897008680.65

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI
BALANCE SHEET AS ON 31ST MARCH 2024.

As on 31.03.23 RUPEES	ASSETS		As on 31.03.24 RUPEES
831279930.71	BALANCE B/F	RUPEES	887603894.67
61825.92	(G) COMPUTER		
	Balance as per last balance sheet	61825.92	
	Add :Addition during the Year	217754.24	
	Less : Depreciation during the year	111832.06	167748.10
715.15	(H) MONSOON SHED		
	Balance as per last balance sheet	715.15	
	Less : Depreciation during the year	107.27	607.88
9067645.00	6 OTHER ITEMS		
	(A) Prepaid Expenses	132684.00	
	(B) Accrued Interest	392248.00	
	(C) Stock of stationery and stamps	90837.00	
	(D) Deposits	8620661.00	9236430.00
840410116.78	TOTAL	RUPEES	897008680.65

2

PLACE : MUMBAI
DATE : 20-07-2024

AS PER OUR REPORT OF EVEN DATE
M/S. VISHWANATH R. NAYAK & CO.
CHARTERED ACCOUNTANTS
Panel No.16215

FOR & ON BEHALF OF THE BOARD OF DIRECTORS
THE HCCS URBAN CO-OP. CREDIT SOCIETY LTD.,MUMBAI

SHABBIR Z. BOLTWALA
Chairman

SHABBIR T. KAPADIA
Director

SHABBIR F. KAGALWALA
Hon. Treasurer

THE HCCS URBAN CO-OPERATIVE CREDIT SOCIETY LTD.,MUMBAI				
PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31st MARCH 2024				
As on 31-03-2023 RUPEES	%	EXPENDITURE	%	As on 31-03-2024 RUPEES
		TO INTEREST		
36921163.00	52.93%	ON DEPOSITS	50.99%	32244287.00
2490502.39	3.57%	ON BORROWINGS	3.41%	2156352.04
7364633.00	10.56%	TO SALARY, BONUS, ALLOW &EBS.	12.23%	7736150.00
213742.00	0.31%	TO CONVEYANCE	0.27%	173882.00
87764.00	0.13%	TO RENT, RATES & TAXES	0.05%	30979.00
115232.88	0.17%	TO POSTAGE & TELEPHONE	0.14%	88804.60
644221.24	0.92%	TO PRINTING & STATIONERY	0.20%	129360.14
180000.00	0.26%	TO INTERNAL AUDIT FEES	0.28%	180000.00
217573.00	0.31%	TO STATUTORY /TAX AUDIT FEES	0.37%	232704.00
39902.00	0.06%	TO OFFICE EXPENSES	0.07%	46208.40
965136.00	1.38%	TO LEGAL & PROFESSIONAL FEES	0.84%	531812.00
151450.00	0.22%	TO ELECTRICITY	0.28%	176690.00
56282.62	0.08%	TO INSURANCE	0.13%	81645.00
893775.00	1.28%	TO COMMISSION & SERVICE FEES	1.49%	940716.00
1250.00	0.00%	TO MUMBAI SHK. BOARD FEES	0.00%	1250.00
1392.00	0.00%	TO BOMBAY LABOUR FUND	0.00%	1296.00
637707.00	0.91%	TO MEETING & OTHER EXPENSES	1.16%	734531.00
230764.82	0.33%	TO REPAIR & MAINTENANCE	0.45%	282324.00
367023.50	0.53%	TO SUNDRY EXPENSES	0.67%	424060.10
143211.13	0.21%	TO DEPRECIATION	0.33%	209159.90
23878.00	0.03%	TO ADVERTISEMENT	0.11%	67547.60
9500000.00	13.62%	TO PROV FOR BAD&DOUBT. DEBTS	11.86%	7500000.00
0.00	0.00%	TO ELECTION EXPENSE	0.18%	115000.00
84704.84	0.12%	TO GST EXP	0.13%	83057.00
8424472.08	12.08%	TO NET PROFIT	14.33%	9063905.61
69755780.50	100.00%	TOTAL	100.00%	63231721.39

FORM NO. N-2
[See Rule 69 (3)]

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 19/10/2023

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 2024 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 2023 to 31st March 2024.

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, 2024;
 - (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 VISHWANATH R. NAYAK & CO.
CHARTERED ACCOUNTANTS
FRN-111592W
SD/-
(VISHWANATH R. NAYAK)
PROPRIETOR
M NO. 036906
PANEL NO. 16215
UDIN:- 24036906BKGUDB7687

Date:20-07-2024

Place: Mumbai.

THE HCCS URBAN CO-OPERATIVE CREDIT SCOEITY LTD.

Audit for the year 2023-24

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 VISHWANATH R. NAYAK & CO.

CHARTERED ACCOUNTANTS

FRN-111592W

SD/-

(VISHWANATH R. NAYAK)

PROPRIETOR

M NO. 036906

PANEL NO. 16215

Date:20-07-2024

Place: Mumbai.

Proposed Amendment to Byelaws

	Bye-laws Number	Wording of the Existing Bye-laws	Wording of the Proposed Bye-laws	Reasons
1	Preface (3)	<p>Area of Operation of the Society</p> <p>The area of operation of the society will be limited to the geographical area of <u>Mumbai, Thane, Navi Mumbai, Raigad & Pune.</u></p> <p>(Page No. 1)</p>	<p>Area of Operation of the Society</p> <p>The area of operation of the society will be limited to the geographical area of <u>Mumbai, Thane, Navi Mumbai, Raigad, Pune & Palghar</u></p>	To expand area of operation
2	11(1)(3)	<p><u>Eligibility of the Borrower & Guarantor:</u></p> <p>(3) One member can be guarantor to a maximum two members for loan.</p> <p>(Page No.40)</p>	<p><u>Eligibility of the Borrower & Guarantor:</u></p> <p>(3) One member can be guarantor to a maximum five members for loan</p>	This amendment is proposed because a member with sound financial position and capability and net worth can stand as surety up to five members.
3	Sec 5 (13)	<p>Approved Byelaws</p> <p>To improve financial position of the Members by providing loans under various schemes.</p> <p>(Page No. 3 & 4)</p>	<p>New Byelaws:</p> <p>For Social Cause & Member affected by Natural Calamities, Society should be allowed to give Interest Free / Subsidized Loan between 1 lakh to 10 lakh under one financial year.</p>	<p>Within the jurisdiction of the Society</p> <ul style="list-style-type: none"> * Loss due to Heavy monsoon & flood * Loss due fire & collapse of building * Due to above mentioned reasons or due to any loss of life & wealth or business loss, society should provide interest free / subsidized loan recoverable within 10 EMI.
4	15(3)(a)	<p>Direct participation of the active member means he/she has taken loan of Rs 5000/- for minimum one year in consecutive 5 years.</p> <p>(Page no 8)</p>	<p>Direct participation of the active member means he/she has taken loan of Rs 125000/- in consecutive five years.</p>	To increase the volume of the business, the Eligibility for direct participation of the active membership means he/she should be availed the loan of Rs. 125,000/- in consecutive five years & in case of change in criteria refer to note on Page No. 9 of byelaws
5	15(3)(b)	<p>Running Capital for the Society should be Rs. 25 Cr. or more and Minimum Deposit should be Rs. 10,000/-</p> <p>(Page no 8)</p>	<p>Running Capital for the Society should be Rs. 25 Cr. or more and Minimum Deposit should be Rs. 50,000/-</p>	To increase deposits.
6	15(3) C	<p>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.</p> <p>(Page no 8)</p>	<p>If member 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</p>	To increase the volume of the business and the profit of the Society
7	Annexure C-4 Loan against Fixed Deposit	<p>Against the self or Third-party Fixed Deposit, Society should sanction maximum 85% or 15% of Total Deposit whichever is less</p>	<p>Against the self or Third-party Fixed Deposit, Society should sanction maximum 90% of en-cashable value</p>	To increase loan portfolio.

<<< Notice to Members >>>

Board of Directors in their meeting held on 21.02.2024, unanimously agreed to modify deposit rates with effect from 22.02.2024

S.No.	Period	Rate of Interest per annum
1	015 Days to 045 Days	3.00 %
2	046 Days to 090 Days	3.50 %
3	091 Days to 180 Days	4.50 %
4	181 Days to 001 Years	5.00 %
5	Above 1 Year to 2 Years	5.50 %
6	Above 2 Year to 3 Years	6.00 %
7	Above 3 Year to 5 Years	6.50 %
8	Saving Account	4.00 %
9	Bachat 350 Days	4.00 %
10	Bachat 500 Days	4.25 %
11	Bachat 1000 Days	4.50 %

* Premature F.D. encashment will attract 1.00 % penalty

* Any bulk deposit above Rs. 50 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.

