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INDEPENDENT AUDITOR'S REPORT

To,

The Shareholders of The Hisar Urban Co-operative Bank Ltd., Hisar

Report on the Audit of the Financial Statements

Opinion

1. We have audited the Financial Statements of The Hisar Urban Co-operative bank Ltd, Hisar. Which comprise the Balance Sheet as at 31 March 2026, the Profit and Loss Account for the year then ended and notes to Financial Statements including a summary of significant accounting policies and other explanatory information in which are included returns for the year ended on that date of branch audited by us.
2. In our opinion and to the best of our information and according to the explanations given to us. The aforesaid standalone Financial statements give the information required by the Banking Regulation Act, 1949 in the manner so required for Bank and are in conformity with accounting principles generally accepted in India and:
 - a) The Balance Sheet, read with the notes there on is a full and fair Balance Sheet containing all the necessary particulars, is properly drawn up so as to exhibit a true and fair view of the state of affairs of the Bank as at 31st March, 2026.
 - b) The profit and loss account, read with the notes thereon shows a true balance of profit subject to the followings:
 - (i) **No Amount against provision for Deferred Tax has been provided during the year.**
 - (ii) **Certain amount has been re grouped in previous year to match with current year grouping in profit and loss appropriation account.**



Basis for Opinion

3. We conducted our audit in accordance with the standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with ethical requirements that are relevant to our audit of the Financial Statements in India, and we have fulfilled our other ethical responsibilities in accordance with these requirements and code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Statements of the current period. These matters were addressed in the context of our audit of the Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Responsibilities of Management and Those charged with Governance for the Standalone Financial Statements

5. Management of the Bank is responsible with respect to the preparation of these Financial Statements in accordance with accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of Section 29 of the Banking Regulation Act, 1949 and circulars and guidelines issued by the Reserve Bank of India (RBI) from time to time. This responsibility also includes maintenance of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection of application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, 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 should give a true and fair view and should be free from material misstatement. Whether due to fraud or error.

In preparing the Financial Statement, the Management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements.



6. Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SA's, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intention omission, misrepresentations, or the override of internal control.
- To obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be



communicated in our report because the adverse consequences doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements.

7. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with Section 29 of the Banking Regulation Act, 1949.
8. Subject to the limitations of the audit indicated in paragraphs above, 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; and
 - c) The returns received from the offices of the Bank have been found adequate for the purpose of our audit.
9. We further report that:
 - a) In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books and proper returns adequate for the purposes of our audit have been received by us;
 - b) The Balance Sheet and the Profit and Loss Account dealt with by this report are in agreement with the books of account.
 - c) In our opinion, the Balance Sheet and the Profit and Loss Account comply with the applicable accounting standards, to the extent they are not inconsistent with the accounting policies prescribed by RBI.

Date. 08/06/2026

Place. Hisar

Jain Mittal Chaudhary & Associates
CHARTERED ACCOUNTANT




CA Sanjeev Jain
PARTNER

FRN - 015140N, M NO. 500771

UDIN :26500771DEROSS5187

HISSAR URBAN CO-OPERATIVE BANK LIMITED , HISSAR
HO: HISSAR

Balance Sheet as on March 31 2026

Particulars	Schedule	(Amount in ₹ Thousands)	
		As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
Capital and Liabilities			
Capital	1	5200	12090
Reserves and Surplus	2	61027	60067
Minority Interest	2A	Nil	Nil
Deposits	3	200478	177105
Borrowings	4	Nil	Nil
Other Liabilities and Provisions	5	2160	2148
Total		268865	251410
Assets			
Cash and Balances with Reserve Bank of India	6	2345	1767
Balances with banks and money at call and short notice	7	33376	29752
Investments	8	71479	59479
Advances	9	108624	107182
Fixed Assets	10	50904	50883
Other Assets	11	2137	2347
Goodwill on Consolidation		Nil	Nil
Total		268865	251410
Contingent liabilities	12	1813	1767
Bills for collection		Nil	Nil


JAGDISH SAINI
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RAJIV CHAUDHARY
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SAROJ
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MAHESH KUMAR
(CEO)

Jain Mittal Chaudhary & Associates


(CA Sanjeev Jain)
(PARTNER)
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PLACE:- HISSAR



Schedule 1 – Capital

Particulars

(Amount in ₹ Thousands)

	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
Authorized Capital (... Shares of Rs ... each)	50000	50000
issued Capital (... Shares of Rs ... each)	5200	12090
subscribed Capital (... Shares of Rs ... each)	Nil	Nil
Called-up Capital (... Shares of Rs ... each)	Nil	Nil
Less: Calls unpaid	Nil	Nil
Add: Forfeited shares	Nil	Nil
Total	5200	12090

Schedule 2 - Reserves and Surplus

(Amount in ₹ Thousand)

	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
Statutory Reserves	2353	2247
Capital Reserves		
Capital Reserve on Consolidation ²	Nil	Nil
Share Premium	Nil	Nil
Other Reserves (specify nature)	11407	10943
Revaluation Reserve	45280	45280
Revenue and other Reserves		
Balance in Profit and Loss Account	1987	1597
Total	61027	60067

Schedule 2A - Minority Interest

(Amount in ₹ Thousand)

	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
Minority interest at the date on which the parent-subsidiary relationship came into existence	NA	NA
Subsequent increase/ decrease	NA	NA
Minority interest on the date of balance sheet	NA	NA


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Schedule 3 – Deposits

(Amount in ₹Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Current year)
A. I. Demand Deposits	00	00
(i) From banks	00	00
(ii) From others	5305	2885
II. Savings Bank Deposits	45170	46285
III. Term Deposits	00	00
(i) From banks	00	00
(ii) From others	150003	127935
Total (I, II and III)	200478	177105
B. (i) Deposits of branches in India ¹	00	00
(ii) Deposits of branches outside India ²	00	00
Total (i and ii)	200478	177105

Includes deposits of Indian branches of subsidiaries

2. Includes deposits of foreign branches of subsidiaries

Schedule 4 - Borrowings

Particulars

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Borrowings in India	Nil	Nil
(i) Reserve Bank of India	Nil	Nil
(ii) Other banks	Nil	Nil
(iii) Other institutions and agencies	Nil	Nil
II. Borrowings outside India	Nil	Nil
Total (I and II)	Nil	Nil
Secured borrowings included in I and II above	Nil	Nil

Schedule 5 - Other Liabilities and Provisions

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Bills payable	Nil	Nil
II. Inter-office adjustments (net)	Nil	Nil
III. Interest accrued	483	496
IV. Deferred Tax Liabilities	Nil	Nil
V. Others (including provisions)	1677	1652
Total	2160	2148


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Schedule 6 - Cash and Balances with Reserve Bank of India**(Amount in ₹ Thousand)**

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Cash in hand (including foreign currency notes)	2345	1767
II. Balances with Reserve Bank of India	Nil	Nil
(i) In Current Account	Nil	Nil
(ii) In Other Accounts	Nil	Nil
Total (I and II)	2345	1767

Schedule 7 - Balances with Banks and Money at Call and Short Notice**(Amount in ₹ Thousand)**

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. In India		
(i) Balances with banks		
(a) In Current accounts	15481	13857
(b) In Other Deposit accounts	17895	15895
(ii) Money at call and short notice	Nil	Nil
(a) With banks		
(b) With other institutions		
Total (i and ii)	33376	29752
II. Outside India		
(i) In Current Account	Nil	Nil
(ii) In Other Deposit Accounts	Nil	Nil
(iii) Money at call and short notice	Nil	Nil
Total (i, ii and iii)		
Grand Total (I and II)	33376	29752


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Schedule 8 – Investments

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
<i>I. Investments in India in</i>		
(i) Government securities	59479	59479
(ii) Other approved securities	00	00
(iii) Shares	0	0
(iv) Debentures and Bonds	0	0
(v) Associates	0	0
(vi) Others (to be specified)-Non SLR	12000	0
Total	71479	59479
<i>II. Investments outside India in</i>	0	0
(i) Government securities (including local authorities)	0	0
(ii) Associates	0	0
(iii) Other investments (to be specified)	0	0
Total	0	0
Grand Total (I and II)	71479	59479
<i>III. Investments in India</i>	71479	59479
(i) Gross value of investments	71479	59479
(ii) Aggregate of provisions for depreciation	0	0
(iii) Net investment	71479	59479
<i>IV. Investments outside India</i>	0	0
(i) Gross value of investments	0	0
(ii) Aggregate of provisions for depreciation	0	0
(iii) Net investment	0	0


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Schedule 9 – Advances

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
A. (i) Bills purchased and discounted		
(ii) Cash credits, overdrafts and loans repayable on demand	87597	87203
(iii) Term loans	21027	19979
Total (i, ii and iii)	108624	107182
B. (i) Secured by tangible assets (includes advances against book debts)	108624	107182
(ii) Covered by Bank/Government Guarantees	00	00
(iii) Unsecured	0	0
Total (i, ii and iii)	108624	107182
Grand total	108624	107182
C. I. <i>Advances in India</i>	00	0
(i) Priority sector	64453	67239
(ii) Public sector	00	00
(iii) Banks	00	00
(iv) Others	44171	39943
Total (I, ii, iii and iv)	108624	107182
C. II. <i>Advances outside India</i>	00	00
(i) Due from banks	00	00
(ii) Due from others	00	00
(a) Bills purchased and discounted	00	00
(b) Syndicated Loans	00	00
(c) Others	00	00
Total (i and ii)	00	00
Grand Total (C.I. and C.II.)	108624	107182


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Schedule 10 - Fixed Assets

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Premises	48831	54850
At cost as on 31 st March of the preceding year	00	00
Additions during the year	00	6019
Deductions during the year	00	00
Depreciation to date	00	00
IA. Premises under construction	2052	1955
II. Other Fixed Assets (including furniture and fixtures)	00	00
At cost (as on 31 March of the preceding year)	21	97
Additions during the year	00	0
Deductions during the year	00	00
Depreciation to date	00	00
IIA. Leased Assets	00	00
At cost as on 31 st March of the preceding year	00	00
Additions during the year including adjustments	00	00
Deductions during the year including provisions	00	00
Depreciation to date	00	00
Total (I, IA,II and IIA)	50904	50883
III. Capital-Work-in progress (including Leased Assets) net of Provisions	Nil	Nil
Total (I, IA, II, IIA and III)	Nil	Nil


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Schedule 11 - Other Assets**(Amount in ₹ Thousand)**

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Inter-office adjustments (net)	00	00
II. Interest accrued	1529	1722
III. Tax paid in advance/tax deducted at source	00	00
IV. Stationery and stamps	00	00
V. Non-banking assets acquired in satisfaction of claims	00	00
VI. Deferred Tax assets	00	00
VII. Others	608	625
Total	2137	2347

Schedule 12 - Contingent Liabilities**(Amount in ₹ Thousand)**

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Claims against the bank not acknowledged as debts	00	00
II. Liability for partly paid investments	00	00
III. Liability on account of outstanding forward exchange contracts	00	00
IV. Guarantees given on behalf of constituents	00	00
(a) In India	00	00
(b) Outside India	00	00
V. Acceptances, endorsements and other obligations	00	00
VI. Other items for which the bank is contingently liable	1813	1767
Total	1813	1767


JAGDISH SAINI**(CHAIRMAN)**

RAJIV CHADHA**(DIRECTOR)**

SAROJ**(DIRECTOR)**

MAHESH KUMAR**(CEO)****Jain Mittal Chaudhary & Associates**

(CA Sanjeev Jain)
(PARTNER)**M.NO.:- 500771****FRN:- 015140N****UDIN:- 26500771DEROSS5187****DATE:- 08/06/2026****PLACE:- HISAR**

HISSAR URBAN CO-OPERATIVE BANK LIMITED , HISSAR

HO: HISAR

Form B

Form of Profit and Loss Account for the year ended on 31st March 2026

(Amount in ₹ Thousands)

	SCHEDULE	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I	Income		
	Interest earned	13	15809
	Other income	14	89
	Total	15898	15728
ii	Expenditure		
	Interest expended	15	8886
	Operating expenses	16	6473
	Provisions and contingencies		100
	Total	15359	15304
	Profit/Loss		
	Net profit/loss(-) for the year	539	424
	Profit/loss(-) brought forward	1597	1281
	Total	2136	1705
iv	Appropriations		
	Transfer to statutory reserves	106	90
	Other Reserve/Provision	43	18
	Balance carried over to Balance sheet	1987	1597


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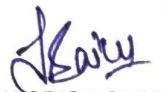
DATE:- 08/06/2026

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Schedule 13 - Interest Earned**(Amount in ₹ Thousands)**

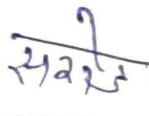
Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Current year)
I. Interest/discount on advances/bills	10047	9972
II. Income on investments (including dividend)	5762	5663
III. Interest on balances with Reserve Bank of India and other inter bank funds	00	00
IV. Others	00	00
Total	15809	15635


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Schedule 14 - Other Income

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Previous year)	As on 31.03.2025 (Current year)
I. Commission, exchange and brokerage	6	9
II. Profit on sale of land, buildings and other assets Less: Loss on sale of land, buildings and other assets	Nil	Nil
III. Profit on exchange transactions Less: Loss on exchange transactions	Nil	Nil
IV. Profit on sale of investments (net) Less: Loss on sale of investments	Nil	Nil
V. Profit on revaluation of investments Less: Loss on revaluation of investments	Nil	Nil
a) Lease finance income	Nil	Nil
Lease management fee		
Overdue charges		
Interest on lease rent receivables		
VII. Miscellaneous income	83	84
Total	89	93

Schedule 15 - Interest Expended

(Amount in ₹ Thousands)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Current year)
I. Interest on deposits	8886	8076
II. Interest on Reserve Bank of India/inter-bank borrowings	00	00
III. Others	0	0
Total	8886	8076


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Schedule 16 - Operating Expenses

(Amount in ₹ Thousand)

Particulars	As on 31.03.2026 (Current Year)	As on 31.03.2025 (Previous Year)
I. Payments to and provisions for employees	2576	2684
II. Rent, taxes and lighting	208	162
III. Printing and stationery	00	00
IV. Advertisement and publicity	00	00
V.	132	146
(a) Depreciation on bank's property other than Leased Assets	00	00
(b) Depreciation on Leased Assets	73	51
VI. Directors' fees, allowances and expenses	46	41
VII. Auditors' fees and expenses (including branch auditors' fees and expenses)	00	0
VIII. Law charges	02	13
IX. Postage, telegrams, telephones, etc.	27	185
X. Repairs and maintenance	00	00
XI. Insurance	00	00
XII. Amortization of Goodwill, if any	3409	3846
XIII. Other expenditure	6473	7128
Total		


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SCHEDULE 17 – SIGNIFICANT ACCOUNTING POLICIES

1. BACKGROUND:

Hissar Urban Cooperative Bank Limited Hisar came into existence vide notification dated 17/02/1983 is governed by the Banking Regulation Act, 1949 and has it's branch network in the district of Hisar only.

2. BASIS OF PREPARATION AND METHOD OF ACCOUNTING

The Financial Statements have been prepared on going concern basis in accordance with requirements prescribed under the Third Schedule (Form 'A' and Form 'B') of Banking Regulation Act, 1949. The Financial Statements have been prepared on the historical cost basis and conform to Generally Accepted Accounting Principles in India, the guidelines issued by Reserve Bank of India and other applicable statutory provisions, regulatory norms prevailing in banking industry in India.

3. REVENUE RECOGNITION:

- 3.1 Revenue is recognized to the extent it is probable that the economic benefits will flow to the bank and the revenue can be reliably measured.
- 3.2 Interest income is recognized in the profit and loss account on accrual basis, except in the case of Non-Performing Assets. Interest on Non-Performing Assets is recognized as per prudential norms of the RBI. Penal interest is recognized upon certainty of its realization.
- 3.3 Commission, exchange, and other service charges are accounted for as income on receipt basis.
- 3.4 In case of unpaid / unclaimed matured Term Deposits, interest is provided at savings bank rate.

4. INVESTMENTS:

- 4.1 All investments are being made by the Bank as per Investment Policy of the Bank.
- 4.2 The transactions in Securities are recorded on "Settlement Date".
- 4.3 The investment portfolio of the Bank is comprised of SLR securities and Non-SLR securities.
- 4.4 Investments are classified into six categories in the Balance sheet as stipulated in Form A of the Third Schedule to the Banking Regulation Act, 1949.
- 4.5 UCB have been advised by Reserve Bank of India vide their Circular No.RBI/2021-22/100 DOR.MRG. REC.50/21.04.141/2021-22 dated. 20/09/2021 to classify the entire investment portfolio under three categories viz. 'Held to Maturity', 'Available for Sale' and 'Held for Trading' The bank has classified the same.

5. ADVANCES:

- 5.1 Advances are classified as performing and non-performing assets and provisions are made in accordance with prudential norms prescribed by the RBI to the extent identified by the management.
- 5.2 Provisions in respect of doubtful advances have been deducted from advances to the extent and excess have been included under "other liabilities and provisions"

6. EMPLOYEES BENEFITS:



6.1 The Bank pays its contribution as required under the provisions of the said Act. The contributions are charged to Profit & Loss Account.

6.2 **GRATUITY:** Gratuity liability is a defined benefit obligation and is provided at the end of the Financial Year. The bank has maintained a account with LIC Karnal .

6.3 **COMPENSATED ABSENCES (Leave Encashment)** provision is made for compensated absences (Privilege Leaves).

7. PROVISION FOR INCOME TAX:

7.1 Current tax is the expected tax payable on the taxable income for the year determined in accordance with the provisions of Income Tax Act 1961 and the Rules framed there under and after due consideration of the judicial pronouncements and legal opinion if any.

8. PROVISIONS:

8.1 Provisions are made when (a) the Bank has a present obligation as a result of past events (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and (c) a reliable estimate is made of the amount of obligation.

8.2 Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. If it is no longer probable that any outflow of resources is required to settle the obligation, the provision is reversed.

SCHEDULE 18 – NOTES ON ACCOUNTS

1. REGULATORY CAPITAL:

a) Composition of regulatory capital

CALCULATION OF CRAR	
FIGURES AS ON 31/03/2026	
Amount In :THOUSANDS	
I Capital Funds	
A Tier I Capital elements	
(a) Paid-up Capital	5,200.00
Less: Intangible assets and losses	
Net Paid-up Capital	5,200.00
(b) Reserves & Surplus	
1. Statutory reserves	2,353.00
2. Capital reserves (see note below)	
3. Other reserves	22,537.00
4. Surplus in Profit & Loss Account*	1987.00
Total Reserves & Surplus	26,877.00
1. Total Capital Funds (a + b)	32,077.00
B Tier II Capital elements	
(i) Undisclosed reserves	
(ii) Revaluation reserves	
(iii) General provisions and loss reserves #	438.00
(iv) Investment Fluctuation Reserves / Funds	812.00
(v) Hybrid debt capital instruments	
(vi) Subordinated debts	
Total	1,250.00



HEAD ROOM DEDUCTION	
2. Net Supplementary Capital	0.00
Total Capital (1 + 2)	1,250.00
II Risk Assets	33,327.00
(a) Adjusted value of funded risk assets i.e. on Balance Sheet items (tallies with Part 'B')	94,351.26
(b) Adjusted value of non-funded and off-Balance Sheet items (tallies with Part 'C')	0.00
(c) Total risk-weighted assets (a+b)	94,351.26
III Percentage of capital funds to risk-weighted assets I / II x 100	35.32%

Asset Item	(i) Gross Book Value	(ii) Margins And Provisions	(iii) Net Book Value [i - ii]	(iv) Risk Weights (%)	(v) Risk Adjusted Value [(iii*iv)/100]
I Balances	17,826.00	0.00	17,826.00		3,096.20
i. Cash in hand (including foreign currency notes)	2,345.00		2,345.00	0.00	0.00
ii. Balances with RBI			0.00	0.00	0.00
iii. Balances in current account with other UCBs			0.00	20.00	0.00
iv. Balances in current account with other banks	15,481.00		15,481.00	20.00	3,096.20
II Investments	89,374.00	0.00	89,374.00		17,366.81
i. Investment in Government Securities			0.00	2.50	0.00
ii. Investment in Other Approved Securities guaranteed by Central Government	23,573.00		23,573.00	2.50	589.33
iii. Investment in Other Approved Securities guaranteed by State Government	35,906.00		35,906.00	2.50	897.65
ix. Claims on commercial banks, District Central Cooperative Banks and State Co-operative Banks such as fixed deposits, certificates of deposits, etc.	17,894.00		17,894.00	20.00	3,578.80
xiii. All Other Investments *	12,001.00		12,001.00	102.50	12,301.03
III. Loans and Advances	1,08,624.00	2,638.00	1,05,986.00		69,016.25
v. Real Estate Exposure	9,381.00	0.00	9,381.00		5,622.25
a) Mortgaged residential housing loan to individuals	9,381.00	0.00	9,381.00		5,622.25
upto `30.00 lakh (LTV* ratio ≤ 75%)	5,654.00		5,654.00	50.00	2,827.00
above `30.00 lakh (LTV ratio ≤ 75%)	3,727.00		3,727.00	75.00	2,795.25
vi. Retail Loans and Advances	66,441.00	2,638.00	63,803.00		63,394.00
a) Consumer credit including personal loan			0.00	125.00	0.00
b) Loans upto `1 lakh against gold and silver ornaments	818.00		818.00	50.00	409.00
c) All other loans and advances including educational loan	65,623.00	2,638.00	62,985.00	100.00	62,985.00
ix. Advances for term deposits, Life policies, NSCs, IVPs and KVPs where adequate margin is available	32,802.00		32,802.00	0.00	0.00



V Other Assets	54835	0	54835		4872
i. Premises, furniture and fixture	4747		4747	100	4747
ii. Interest due on Govt. Securities	904		904	0	0
v. Interest receivable from banks	625		625	20	125

b) Draw Down from Reserves

There is no draw down from Reserves during the year.

2. ASSET LIABILITY MANAGEMENT:

Maturity pattern of certain items of assets and liabilities

(Amount in ₹ Thousand)

	Deposits	Advances	Investments	Borrowings	Foreign Currency assets	Foreign Currency liabilities
Day 1	-	-	-	-	Nil	Nil
2 to 7 days	-	-	-	-	Nil	Nil
8 to 14 days	7428	26097	0	-	Nil	Nil
15 to 30 Days	1662	89	-	-	Nil	Nil
31 days to 2 months	7954	521	0	-	Nil	Nil
Over 2 months and up to 3 months	-	-	-	-	Nil	Nil
Over 3 months and up to 6 months	11710	2381	12000-	-	Nil	Nil
Over 6 Months and up to 1 year	58265	1565	-	-	Nil	Nil
Over 1 year and up to 3year	110990	67226	17894	-	Nil	Nil
Over 3 years and up to 5 years	2418	4984	-	-	Nil	Nil
Over 5 years	51	5761	59479	-	Nil	Nil
Total	200478	108624	89373	-	Nil	Nil



3. INVESTMENTS:

a) Composition of Investment Portfolio

As at 31.03.2026

	(Amount in ₹ Thousand)											
	Investments in India						Investments outside India				Total Investments	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others		Total Investments outside India
Held to Maturity	38663	-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for non-performing investments (NPI)		-	-	-	-	-	-	-	-	-	-	-
Net	38663	-	-	-	-	-	-	-	-	-	-	-
Available for Sale	20816	-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net	20816	-	-	-	-	-	-	-	-	-	-	-
Held for Trading		-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net		-	-	-	-	-	-	-	-	-	-	-
Total Investments	59479	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for non-Performing investments		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net	59479	-	-	-	-	-	-	-	-	-	-	-



As at 31.03.2026

Previous Year

	Investments in India						Investments outside India				(Amount in ₹ Thousand)	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others	Total Investments outside India	Total Investments
Held to Maturity	38663	-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for non-performing investments (NPI)		-	-	-	-	-	-	-	-	-	-	-
Net	38663	-	-	-	-	-	-	-	-	-	-	-
Available for Sale	20816	-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net	20816	-	-	-	-	-	-	-	-	-	-	-
Held for Trading		-	-	-	-	-	-	-	-	-	-	-
Gross		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net		-	-	-	-	-	-	-	-	-	-	-
Total Investments	59479	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for non-performing investments		-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI		-	-	-	-	-	-	-	-	-	-	-
Net	59479	-	-	-	-	-	-	-	-	-	-	-



Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(Amount in ₹ Thousand)

Particulars	Current Year 2025-26	Previous Year 2024-25
i) Movement of provisions held towards depreciation on investments		
a) Opening balance	361	361
b) Add: Provisions made during the year	0	0
c) Less: Write off / write back of excess provisions during the year	0	0
d) Closing balance	361	361
ii) Movement of Investment Fluctuation Reserve		
a) Opening balance	466	138
b) Add: Amount transferred during the year	346	328
c) Less: Draw down	0	0
d) Closing balance	812	466
iii) Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category	3.90%	2.24%

c) Sale and transfers to/from HTM category

There is no sale and transfer to/from HTM category during the year, which is required to be disclosed as per guidelines for disclosure in financial statements issued by the RBI.

d) Non-SLR investment portfolio

i) Non-performing non-SLR investments

(Amount in ₹ Thousand)

Sr. No.	Particulars	Current Year 2025-26	Previous Year 2024-25
a)	Opening balance	Nil	Nil
b)	Additions during the year since 1 st April	Nil	Nil
c)	Reductions during the above period	Nil	Nil
d)	Closing balance	Nil	Nil
e)	Total provisions held	Nil	Nil

ii) Issuer composition of non-SLR investments

Sr. No.	Issuer	Amount		Extent of Private Placement		Extent of 'Below Investment Grade' Securities		Extent of 'Unrated' Securities		Extent of 'Unlisted' Securities	
(1)	(2)	(3)		(4)		(5)		(6)		(7)	
		Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year	Current year	Previous Year
a)	PSUs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b)	FIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
c)	Banks	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
d)	Private Corporate	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
e)	Subsidiaries/ Joint	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil



	Ventures											
f)	Others	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
g)	Provision held towards depreciation	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
	Total	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

iii) (Amount in ₹ thousand)

e) Repo transactions (in face value terms)

(Amount in ₹ thousand)

	Minimum outstanding during the year	Maximum outstanding during the year	Daily average outstanding during the year	Outstanding as on March 31
i) Securities sold under repo	Nil	Nil	Nil	Nil
a) Government securities				
b) Corporate debt securities				
c) Any other securities				
ii) Securities purchased under reverse repo	Nil	Nil	Nil	Nil
a) Government securities				
b) Corporate debt securities				
c) Any other securities				



4. ASSET QUALITY:

a) Classification of advances and provisions held

	(Amount in ₹ Thousand)				
	Standard	Non-Performing			Total
	Total Standard Advances	Sub-standard	Doubtful	Loss	Total Non-Performing Advances
Gross Standard Advances and NPAs	105986		2022	616	2638
Opening Balance	-	-	-	-	108624
Add: Additions during the year					
Less: Reductions during the year					
Closing balance					
Reductions in Gross NPAs due to:					
i) Up gradation					
ii) Recoveries (excluding recoveries from upgraded accounts)					
iii) Technical/ Prudential Write-offs					
iv) Write-offs other than those under (iii) above					
Provisions (excluding Floating Provisions)					
Opening balance of provisions held	432	1000	2729	0	
Add: Fresh provisions made during the year	6			616	
Less: Excess provision reversed/ Write-off loans		1000	616		
Closing balance of provisions held	438	0	2022	616	
Net NPAs					
Opening Balance	-	-	-	-	
Add: Fresh additions during the year					
Less: Reductions during the year					
Closing Balance					



	(Amount in ₹ Thousands)				
	Standard	Non-Performing			Total
	Total Standard Advances	Sub-standard	Doubtful	Loss	Total Non-Performing Advances
Floating Provisions	-	-	-	-	-
Opening Balance	-	-	-	-	-
Add: Additional provisions made during the year	-	-	-	-	-
Less: Amount drawn down during the year	-	-	-	-	-
Closing balance of floating provisions	-	-	-	-	-
Technical write-offs and the recoveries made thereon	-	-	-	-	-
Opening balance of Technical/ Prudential written-off accounts	-	-	-	-	-
Add: Technical/ Prudential write-offs during the year	-	-	-	-	-
Less: Recoveries made from previously technical/ prudential written-off accounts during the year	-	-	-	-	-
Closing balance	-	-	-	-	-

Ratios (in per cent)	Current Year 2025-26	Previous Year 2024-25
Gross NPA to Gross Advances	2.43%	3.48%
Net NPA to Net Advances	0.00%	0.00%
Provision coverage ratio	-	-



Sector-wise Advances and Gross NPAs

(Amounts in ₹ Thousands)

Sr. No.	Sector	Current Year 2025-26		Previous Year 2024-25		Percentage of Gross NPAs to Total Advances in that sector
		Outstanding Total Advances	Gross NPAs	Outstanding Total Advances	Gross NPAs	
i) Priority Sector						
a) Agriculture and allied activities						
b) Advances to industries sector eligible as priority sector lending						
c) Services						
d) Personal loans/ Retail/Business		64453	2638	67239	3729	5.55%
Subtotal (i)						
ii) Non-priority Sector						
a) Agriculture and allied activities						
b) Industry						
c) Services						
d) Others		44171		39943		
Sub-total (ii)						
Total (i + ii)		108624	2638	107182	3729	3.48%

b) Particulars of resolution plan and restructuring

i) Details of accounts subjected to restructuring

	Agriculture and allied activities	Corporate (excluding MSME)		Micro, Small and Medium Enterprises (MSME)		Retail (excluding agriculture and MSME)		Total	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Number of borrowers	-	-	-	-	-	-	-	-	-
Gross Amount (₹ crore)	-	-	-	-	-	-	-	-	-



(all amounts in ₹ crore)	From SCBs, RRBs, UCBs, SCBs, DCCBs, AIFs, SFBs and NBFCs including Housing Finance Companies (HFCs)	From ARCs
Aggregate principal outstanding of loans acquired	-	-
Aggregate consideration paid	-	-
Weighted average residual tenor of loans acquired	-	-



Fraud accounts

	Current Year 2025-26	Previous Year 2024-25
Number of frauds reported	-	-
Amount involved in fraud (₹ crore)	-	-
Amount of provision made for such frauds (₹ crore)	-	-
Amount of Unamortized provision debited from 'other reserves' as at the end of the year (₹ crore)	-	-

e) Disclosure under Resolution Framework for COVID-19-related Stress

(Amount in ₹ crore)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan— Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half- year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half- year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	-	-	-	-	-
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

5. Exposures:**a) Exposure to real estate sector**

(Amount in ₹ Thousand)

Category	Current Year 2025-26	Previous Year 2024-25
<i>i) Direct exposure</i>		
a) Residential Mortgages— Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Individual housing loans eligible for inclusion in priority sector advances shall be shown separately. Exposure would also include non-fund based (NFB) limits. Individual housing loans in priority sector advances	9381	10609
b) Commercial Real Estate— Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily		



residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;

c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures– i. Residential ii. Commercial Real Estate ii) Indirect Exposure Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	-----	-----
Total Exposure to Real Estate Sector	9381	10609

b) Unsecured advances

(Amount in ₹ Thousand)

Particulars	Current Year 2025-26	Previous Year 2024-25
Total unsecured advances of the bank	NIL	NIL
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	-	-
Estimated value of such intangible securities	-	-

6. Concentration of deposits, advances, exposures and NPAs:

a) Concentration of deposits

(Amount in ₹ Thousand)

Particulars	Current Year 2025-26	Previous Year 2024-25
Total deposits of the twenty largest depositors	33761	50663
Percentage of deposits of twenty largest depositors to total deposits of the bank	16.84%	28.6%

b) Concentration of advances

(Amount in ₹ Thousand)

Particulars	Current Year 2025-26	Previous Year 2024-25
Total advances to the twenty largest borrowers	65012	67147
Percentage of advances to twenty largest borrowers to total advances of the bank	59.85%	62.64%

c) Concentration of exposures

(Amount in ₹ Thousand)

Particulars	Current Year 2025-26	Previous Year 2024-25
Total exposure to the twenty largest borrowers/customers	49387	58905



Percentage of exposures to the twenty largest borrowers/ customers to the total exposure of the bank on borrowers/ customers	15.97%	20.72%
--	--------	--------

d) Concentration of NPAs

(Amount in ₹ Thousand)		
	Current Year 2025-26	Previous Year 2024-25
Total Exposure to the top twenty NPA accounts	2638	1896
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	100%	50.84%

7. Transfers to Depositor Education and Awareness Fund (DEA Fund)

(Amount in ₹ Rupees)			
Sr. No.	Particulars	Current Year 2025-26	Previous Year 2024-25
i)	Opening balance of amounts transferred to DEA Fund	1767167.87	1537861.46
ii)	Add: Amounts transferred to DEA Fund during the year	46255.29	229306.41
iii)	Less: Amounts reimbursed by DEA Fund towards claims	-	-
iv)	Closing balance of amounts transferred to DEA Fund	1813423.16	1767167.87

8. Disclosure of complaints

a) Summary information on complaints received by the bank from customers and from the Offices of Ombudsman

Sr. No	Particulars	Current Year 2025-26	Previous Year 2024-25
Complaints received by the bank from its customers			
1.	Number of complaints pending at beginning of the year	-	-
2.	Number of complaints received during the year	-	-
3.	Number of complaints disposed during the year	-	-
3.1	Of which, number of complaints rejected by the bank	-	-
4.	Number of complaints pending at the end of the year	-	-
Maintainable complaints received by the bank from Office of Ombudsman			
5.	Number of maintainable complaints received by the bank from Office of Ombudsman	-	-
5.1.	Of 5, number of complaints resolved in favour of the bank by Office of Ombudsman	-	-
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman	-	-
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the bank	-	-
6.	Number of Awards unimplemented within the stipulated time (other than those appealed)	-	-

b) Top five grounds of complaints received by the bank from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
--	---	---	--	---	---



1	2	3	4	5	6
	Current Year 2025-26				
Loans and Advances	-	-	-	-	-
ATM/ Debit Cards	-	-	-	-	-
Staff Behavior	-	-	-	-	-
Levy of charges without prior notice/ excessive charges/ foreclosure charges	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-
	Previous Year 2024-25				
Loans and Advances	-	-	-	-	-
ATM/ Debit Cards	-	-	-	-	-
Staff Behavior	-	-	-	-	-
Levy of charges without prior notice/ excessive charges/ foreclosure charges	-	-	-	-	-
Others	-	-	-	-	-
Total	-	-	-	-	-

9. Disclosure of penalties imposed by RBI :

(Amount in ₹ Thousands)

S. No.	Particulars	Current Year 2025-26	Previous Year 2024-25
1	Penalty imposed by RBI	NIL	NIL

10. Other Disclosures:

a) Business ratios

Particular	Current Year 2025-26	Previous Year 2024-25
i) Interest Income as a percentage to Working Funds	6.50%	6.77%
ii) Non-interest income as a percentage to Working Funds	0.05%	0.04%
iii) Cost of Deposits	4.62	4.74
iv) Net Interest Margin	4.14%	5.18%
v) Operating Profit as a percentage to Working Funds	0.27%	0.18%
vi) Return on Assets	8.76%	6.17%
vii) Business (deposits plus advances) per employee(in crore)	30.91	28.43
viii) Profit per employee (in Lakhs)	5.79	4.24

b) Bank assurance business:

Commission Income from various Insurance partners is as follows:

(Amount in ₹ Thousand)

Sr. No.	Particular	Current Year 2025-26	Previous Year 2024-25
1.	-	-	-
2.	-	-	-
3.	-	-	-
4.	-	-	-
5.	-	-	-



c) Disclosures regarding Priority Sector Lending Certificates (PSLCs)

The Bank has not issued/sold and subscribed/purchased the Priority Sector Lending Certificates (PSLCs) during the Financial Year,

(Amount in ₹ Thousand)

S. No.	Scheme Type	Purchase Position	Sale Position	Net Position
1.	PSLC – Agriculture	-	-	-
2.	PSLC - SF/MF	-	-	-
3.	PSLC – General	-	-	-
4.	PSLC - Micro Enterprises	-	-	-

d) Provisions and contingencies

Breakup of "Provisions and Contingencies" shown under the head Expenditure in Profit & Loss Account is as follows.

(Amount in ₹ Thousand)

Provision debited to Profit and Loss Account	Current Year 2025-26	Previous Year 2024-25
i) Provisions for NPI	2638	3729
ii) Provision towards NPA	0	100
iii) Provision made towards Income tax	438	432
iv) Other Provisions and Contingencies (with details)	-	-
a) Provision for depreciation on investments (Net)	438	432
b) Provision towards Standard Assets	-	-
c) Provision for loss due to fraud, dacoity etc. (Net)	-	-

e) Break-up of Contingent Liabilities is as follows:

(Amount in ₹ Thousand)

S.No.	Particulars	Current Year 2025-26	Previous Year 2024-25
a)	Bank Guarantees issued	-	-
b)	Demand raised by Income Tax Authorities (appeals pending before Appellant Authorities)	-	-
c)	SCN received for Service Tax Demand (matter pending before Adjudicating Authority)	-	-
d)	Unclaimed deposit remitted to RBI under DEA Fund Scheme	-	-
e)	Claims against the Bank not acknowledged as debts	-	-
	TOTAL	-	-

f) Payment of DICGC Insurance Premium

(Amount in ₹)

S.No.	Particulars	Current Year 2025-26	Previous Year 2024-25
i)	Payment of DICGC Insurance Premium	223670+(40260GST)	222673 + (40081 GST)
ii)	Arrears in payment of DICGC premium	00	00

11. Details of Single Borrower Limit (SBL), Group Borrower Limit (GBL) exceeded by Bank:



The Bank has not exceeded the prudential credit exposure limits in respect of any Single Borrower Account and/or Group Borrower Account.

12. **Miscellaneous – Amount of provisions made for Income Tax during the year:**

a) **The detail of provisions made for Income Tax is as under**

S.No.	Particulars	(Amount in ₹)	
		Current Year 2025-26	Previous Year 2024-25
1	Provision for Income Tax	0	100000
2	Provision for differed Tax (DTA)	Nil	Nil
	Total	0	100000

13. **Disclosure Requirements as per Accounting Standards where RBI has issued guidelines in respect of disclosures items for 'Notes to Accounts':**

a) **AS-1 Disclosure of accounting policies.**

There is accounting policy regarding Loan, accountability audit policy, Cyber security policy, VPT policy, IAS policy.

b) **AS-3 Cash/Fund flow statement**

Cash/Fund flow statement is available.

c) **AS 5 - Prior Period & Change in Accounting Policy**

There were no material prior period income / expenditure items requiring disclosures under AS 5

d) **AS 6 - Depreciation & accounting**

Depreciation rates is applicable as per The Haryana Cooperative Societies Act, 1984.

e) **AS 9 – Revenue Recognition**

Bank recognized income on accrual basis except NPA loans.

f) **AS 10 – Property, Plant & Equipment.**

Bank recognized assets on cost model. However, for Building, Bank uses revaluation model prescribed as per Bank's norms, policies and requirements.

g) **AS 15 – Employees Benefits:**

Gratuity: Gratuity liability is a defined benefit obligation and is provided at the end of the Financial Year. The bank has maintained a account with LIC Karnal.

Compensated Absences (Leave Encashment): Provision is made for compensated absences (Privilege leaves)

PF: The Bank pays its contribution as required under the provisions of the said Act. The contributions are charged to Profit & Loss Account.

h) **AS 18 – Related Party Transactions:**

In compliance to AS-18 issued by the ICAI, details pertaining to 'Related Party Transaction' are as under:

Particulars	Name & Designation	Liability towards the Bank as on 31.03.2026
Key Managerial Personnel	Mahesh Kumar Chief Executive officer	Nil

i. **Particulars of remuneration of CEO (Chief Executive Officer),**

		(Amount in Thousands)
		Chief Executive Officer
a)	Salaries(including DA & Arrears)	815
b)	Employer's contribution to Provident Fund	-
c)	Monetary value of any benefit and perquisite	-
	TOTAL	815



- i) Figures of the previous year have been regrouped/rearranged /reclassified wherever necessary to confirm current year classification.
- j) **AS 19- Provisions Contingent Liabilities and Contingent Assets**
Is not followed.
- k) **AS 22- Accounting for Taxes on Income**
Is not followed.

JAIN MITTAL CHAUDHARY & ASSOCIATED
CHARTERED ACCOUNTANTS

CA SANJEEV JAIN
PARTNER
FRN - 015140N
UDIN - 26500771DEROSS5187
DATE - 08/06/2026
PLACE - HISAR



CHIEF EXECUTIVE OFFICER
HISAR URBAN CO-OPERATIVE BANK LIMITED



144, 1ST Floor, Red Square Market,
Hisar-125001
Phone 93543-11647, 98963-11463
Aniljain64@gmail.com, Sanjeevacs@gmail.com

To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

SLR requirements under Section 24 of the Banking Regulation Act, 1949.

Sir,

We have verified the SLR requirements under section 24 of the Banking Regulation act 1949 (BR ACT 1949 (AACS)) and certify that Bank has correctly maintained CRR/SLR of net DTL of on the Friday specified. From the fortnight beginning September 6 2025 bank has correctly maintain CRR/SLR on fortnightly basis. The Bank has timely submitted all the prescribed return of CRR/SLR. The computation of net DTL and corresponding SLR is accurate.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

CRAR calculation based on RBI circular.

Sir,

The CRAR calculation of the Bank is verified. The Bank has correctly calculated the CRAR which is based on CR-NO. DOR.CAP.REC. 2/09.18.201/ 2022-23 dated. April 1, 2022 of RBI. The calculation of CRAR is as under.

CALCULATION OF CRAR	
FIGURES AS ON 31/03/2026	
Amount In :THOUSANDS	
I Capital Funds	
A Tier I Capital elements	
(a) Paid-up Capital	5,200.00
Less: Intangible assets and losses	
Net Paid-up Capital	5,200.00
(b) Reserves & Surplus	
1. Statutory reserves	2,353.00
2. Capital reserves (see note below)	


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT


CA SANJEEV JAIN
PARTNER

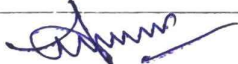
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3. Other reserves	22,537.00
4. Surplus in Profit & Loss Account*	1987.00
Total Reserves & Surplus	26877.00
1. Total Capital Funds (a + b)	32,077.00
B Tier II Capital elements	
(i) Undisclosed reserves	
(ii) Revaluation reserves	
(iii) General provisions and loss reserves #	438.00
(iv) Investment Fluctuation Reserves / Funds	812.00
(v) Hybrid debt capital instruments	
(vi) Subordinated debts	
Total	1,250.00
HEAD ROOM DEDUCTION	0.00
2. Net Supplementary Capital	1,250.00
Total Capital (1 + 2)	33,327.00
II Risk Assets	
(a) Adjusted value of funded risk assets i.e. on Balance Sheet items (tallies with Part 'B')	94,351.26
(c) Total risk-weighted assets (a+b)	94,351.26
III Percentage of capital funds to risk-weighted assets I / II x 100	35.32%


CHIEF EXECUTIVE OFFICER

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CHARTERED ACCOUNTANTS


CA SANJEEV JAIN

PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Income recognition, asset classification and provisions have been made as per the guidelines issued by RBI

Sir,

It is certify that the Income recognition, asset classification and provisions has been made as per the guidelines issued by RBI vide direction issued on 28th November 2025 bearing no. RBI/DOR/2025-26/286 DOR.STR.REC. 205/21.04.048/2025-26.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Reconciliation of UCB's investments

Sir,

It is certified that Board of Directors of the Bank classified the investment portfolio.

"Board of Directors of the Bank classified the (Investment portfolio) securities in HTM, AFS and HFT in the beginning of financial year. The investment proof in the physical form is available with Bank except holding in demat account. The Bank is adhering RBI ceiling of investment in the ratio of 40%, 20% & 10% in government securities, with Banks and in Non- SLR respectively. The Bank is also maintaining investment register. Quarterly position of the investment is also being put up in Board for review and information"

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Compliance with the exposure norms

Sir,

It is hereby certify that Bank is in compliance with the exposure norms related to single and group borrower/parties and large exposures contained in the circular RBI/2025-26/19DOR.CRE.REC.14.07.10.002/2025-26 dated 01/04/2025.

CHIEF EXECUTIVE OFFICER

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CHARTERED ACCOUNTANT



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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Total Assets of Bank

Sir,

It is certified that the total assets of the Bank is less than 500 crore and no loan account having outstanding of 5 crore. The guidelines for reporting large exposures' to central reporting of information as large credit (CRILC) as per the provision of circular DoR (PCB). BPD. Cir. No.1/13.05.001/2020 21 dated August 12, 2020, is not applicable to the Bank.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Assets Classification

Sir,

It is certified that instructions of RBI circular no DOR.STR.REC. 9/21.04.048/2024-25 dated April 02, 2024 dated August 12, 2020 on system based assets classification –UCB is not applicable to Hisar Urban Cooperative Bank Limited as the assets of the Bank is less than 2000 crore.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

UCB's compliance to the instructions on 'COVID- 19 Regulatory Package.

Sir,

It is certified that the Bank has complied with the instruction on COVID-19 regulatory package, issued by RBI as circular no. DOR.No.BP.BC.47/21.04.048 /2019-20 dated March 27, 2020; DOR.No.BP.BC.71/21.04.048/2019-20 dated May 23, 2020; DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020; DOR.STR.REC.4/21.04.048/2021-22 dated April 07, 2021; DOR. STR. REC. 11/21.04.048/2021-22 dated May 05, 2021; DOR.STR.REC.12/21.04.048/2021-22 dated May 05, 2021. DOR.STR.REC. 9/21.04.048/2024-25 dated April 02, 2024, Bank has made no advance under the scheme.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT



PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Calculation of interest rate

Sir,

It is hereby certify that the calculation of interest rate is same as per the instruction contained in master direction on management of advances issued vide circular no. DOR.CRE.REC.No.13/07.10.002/2025-26 dated April 1 2025 and direction issued on November 28 2025 bearing no. DOR.CRE.REC.202/13.03.000/2025-26

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT



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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

DICGC PREMIUM

Sir,

It is certified that the computation of Deposit Insurance premium of Rs. 108612/- + GST of RS. 19550/- Total Rs. 128162/- paid by Hisar Urban Cooperative Bank Limited based on its Assessable deposit of Rs. 181019599.63 for the half year ended September 2025 and paid Rs. 115057.88/- + GST Rs. 20710.42/- Total Rs. 135768.30 for its assesible deposit of Rs. 191763139.10 for the half year ended March 2026 respectively has been verified and found to be correct as per the guidelines issued by DICGC vide Circular DICGC. IOD. No. / 4413 / 05. 60. 999 / 2017 - 18 dated June 02, 2017, and CO.DICG.IOD.No.S1563/05.60.999/2022-2023 dated November 28, DOR .CRE. REC. No.27/07.10.002/2023-24 dated July 25, 2023 and amendments issued from time to time.

As per information and explanation given to us.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANTS



CA SANJEEV JAIN
PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

PRIORITY SECTOR CLASSIFICATION

Sir,

It is certified that the loans classified under priority sector, across various categories, are strictly as per their eligibility detailed in DOR.CRE.REC.18/07.10.002/2023-24 dated June 08, 2023 read with DCBR.BPD (PCB).Cir. No.07/09.09.002/2017-18 dated May 10, 2018, DOR (PCB).BPD.Cir No.10/13.05.000/2019-20 dated March 13, 2020, DOR.CRE.REC.18/07.10.002/2023-24 dated June 08, 2023 and master direction on Priority sector Lending- Target and Classification RBI/FIDD.CO.PSD.BC. 13/04.09.001/2024-25 March 24 2025 and other instruction/ updation issued from time to time.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT


CA-SANJEEV JAIN
PARTNER
FRN- 015140N
UDIN:-26500771DEROSS5187
DATE:-08/06/2026
PLACE:- HISAR





1st Floor, Red Square Market,
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Aniljain64@gmail.com. Sanjeevacs@gmail.com

To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

INTEREST SUBVENTION SCHEME

Sir,

It is certified that no interest subvention claims made under the interest subvention scheme for MSMEs as per the extant circular no DOR (PCB).BPD.CIR.No.3/13.05.001/2020-21 dated October 7, 2020.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT


CA SANJEEV JAIN
PARTNER
FRN- 015140N
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4, 1ST Floor, Red Square Market,
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Aniljain64@gmail.com, Sanjeevac@gmail.com

To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

RECONCILIATION STATUS OF GENERAL LEDGER

Sir,

It is certified that all the heads of General Ledger as well as profit and loss accounts are reconciled as on 31/03/2026 and no difference exists as on 31/03/2026.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT


CA SANJEEV JAIN
PARTNER
FRN- 015140N
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Aniljain64@gmail.com, Sanjeevac@gmail.com

To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

CONTINGENT LIABILITY

Sir,

It is certified that the Bank has contingent liability of Rs. 1813423.16- of DEAF amount as on 31/03/2026. No Income Tax demand notice, etc has been received by the bank. Hence, No provision required.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANTS


CA SANJEEV JAIN
PARTNER



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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

TRANSACTION IN FMRI

Sir,

It is hereby certified that no fraud or fraudulent activity detected during financial year 2025-26. As no such activity detected, hence there is no need to make any provision or report under FMRI within three weeks.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN

PARTNER

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JAIN MITTAL CHAUDHARY & ASSOCIATES
Chartered Accountants,



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Phone 93543-11647, 98963-11463
Aniljain64@gmail.com, Sanjeevacs@gmail.com

To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

DIVERGENCE

Sir,

It is hereby certified that no accounts is indentified by SSM. Hence, no provision has been made.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN

PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

PENDING OBSERVATIONS IN PREVIOUS STATUTORY AUDIT REPORT

Sir,

It is certified that there is no compliance pending of observations the previous year's statutory Audit Report.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Compliance with Cyber Security Guidelines

Sir,

It is certify that Bank is in compliance with cyber security guidelines as contained in circular DOS.CO/CSITE/BC.4083/31.0.052/2019-20 on "Comprehensive Cyber Security framework for Primary (Urban) Cooperative Banks (UCBs) – A Graded approach" dated December 31, 2019. The IS audit report and Vulnerability Assessment Testing audit has been got done by Bank during FY. 2025-26.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

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JAIN MITTAL CHAUDHARY & ASSOCIATES
Accountants,



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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

NON- Banking Assets

Sir,

It is hereby certified that the Bank is not having any non- Banking assets. No conversion has been made of nonperforming assets to non Banking assets.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Bucketing of assets and liabilities

Sir,

It is certified that bucketing of assets and liabilities of the Bank in the ALM statement as per circular DOR RBI/DOR/2025-26/285 DOR.LRG.NO.204/13-10-006/2025-26 dated of November 28, 2025 has been reported to RBI on quarterly basis. The information reported in ALM statements are correct.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT




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PARTNER
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Computation of Net Worth by HUCB as on 31/03/2026

Sr. No.	Description	Amount (Rs. Thousand)
1	Paid-up share capital collected from regular members having voting powers	5200
2	Perpetual Non-Cumulative Preference Shares (PNCPS)	Nil
3	Contributions received from associate/ nominal members where the by-laws permit allotment of shares to them and provided there are restrictions on withdrawals of such shares, as applicable to regular members	2353
4	Contribution/ non-refundable admission fees collected from the nominal and associate members which is held separately as 'reserves' under an appropriate head since these are not refundable	Nil
5	Free Reserves including "Building Fund", Capital Reserves etc. but excluding Revaluation Reserves. Free reserves shall exclude all reserves / provisions which are created to meet anticipated loan losses, losses on account of fraud etc., depreciation in investments and other assets, and other outside liabilities.	2161
6	Investment Fluctuation Reserve (IFR) in excess of stipulated 5% of investment in AFS & HFT categories ⁵	Nil
7	Credit balance in Profit & Loss Account, if any	1987
Deductions		
8	Debit balance in Profit & Loss Account, if any	Nil
9	All Intangible Assets, including, inter alia, Deferred Tax Assets (DTA)	30
	TOTAL NET WORTH	11671


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT


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To,

The Chairman
Hisar Urban Cooperative Bank Limited
Hisar

Assessment of provisions

Sir,

It is certified that Bank has not transferred any Loan to Assets Reconstruction Company and the Bank investment in security receipt is NIL. Hence, no provision is required as per Circular no. (DOR. STR.REC.51/21.04.048/2021-22) dated September 24, 2021 and certification issued by RBI on June 28, 2022 (DOR.STR.REC.51/21.04.048/ 2022 - 23).


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT



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To,

The Chairman
Hissar Urban Cooperative Bank Limited
Hisar

EXPOSURE

Sir,

It is certified that housing finance exposure and real estate exposure of the UCB are in terms of RBI circular DOR.CRE.REC.NO.11/07.10.002/2025-26 dated April 01, 2025.


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANTS




CA SANJEEV JAIN
PARTNER

FRN- 015140N

UDIN:-26500771DEROSS5187

DATE:-08/06/2026

PLACE:- HISAR

JAIN MITTAL CHAUDHARY & ASSOCIATES
Chartered Accountants.



1st Floor, Red Square Market,
Hisar-125001
Phone 93543-11647, 98963-11463
Email: jain64@gmail.com, Sanjeevacas@gmail.com

To,

The Chairman
Hissar Urban Cooperative Bank Limited
Hisar

INTEREST ON DEPOSIT

Sir,

It is certified that the payment of interest on deposits is made as per the Master Direction DBR.DIR.no 84/13.3.00/2015 dated March 3, 2016 and updated as on September 16, 2022.

CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

JAIN MITTAL CHAUDHARY & ASSOCIATES
CHARTERED ACCOUNTANT

CA SANJEEV JAIN
PARTNER

FRN- 015140N

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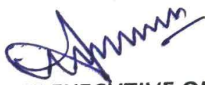


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Exposure LIMIT

To individual borrower and group borrower as the exposure to an individual borrower does not exceed 15% of capital funds.	
The exposure to a group of borrower does not exceed 25% of capital funds.	
As on 31/03/2026	
Capital funds	
Tier-I capital shall comprise	
Paid up capital collected for regular member	5200
Contributions received from associate/ nominal member	
Contribution / non- refundable admission fee/ statutory reserve	2353
Free reserve as per the audited accounts	22537
Capital reserve representing surplus arising out sole sale proceeds of assets.	NIL
Any surplus in profit & loss account	1987
Total Tier-I	32077
Credit Exposure	
Individual borrower 15% of total Tier-I	4812
Group of borrower 25% of total Tier-I	8019
Credit Exposure shall not include loans and advances against the security of Bank's own term deposit.	

*	
Building fund	2161
Revaluation reserve	20376
Total Free Reserve	22537


CHIEF EXECUTIVE OFFICER

HISSAR URBAN COOPERATIVE BANK LIMITED

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CHARTERED ACCOUNTANT



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PARTNER

FRN- 015140N

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We, Jain Mittal Chaudhary & Associates hereinafter referred to as "Statutory Central Auditors" have been requested by (Hissar Urban Cooperative Bank Limited), having its registered office at the above mentioned address, to issue the Annual Certificate containing the details of returns filed with the Reserve Bank of India ("the Statement") for the financial year 2025-26 for the purpose of submission to Reserve Bank of India (RBI) in accordance with the Depositor Education and Awareness Fund Scheme, 2014 and the following circulars of Reserve Bank of India.

- i. DBOD.No.DEAFCell.BC.114/30.01.002/2013-14dated May 27,2014
- ii. DBOD.No.DEAFCell.BC.123/30.01.002/2013-14dated June 25,2014
- iii. DBOD.No.DEAFCell.BC.126/30.01.002/2013-14dated, June 26,2014
- iv. DBRNo.DEAFundCell.3044/30.01.002/2017-18dated September 27,2017
- v. DBR.DEAFundCell.BCNo.110/30.01.002/2017-18,dated June 7,2018
- vi. DBR.No.DEAFundCell.1642/30.01.002/2018-19, dated August 27,2018

2. Auditor's Responsibility

Pursuant to the requirements of the Depositor Education and Awareness Fund Scheme, 2014, it is our responsibility to provide are as on assurance whether the returns filed by the bank with the RBI have been correctly compiled by the bank in accordance with the Depositor Education and Awareness Fund Scheme, 2014.

3. The following documents have been furnished by the bank:

- a) Copy of monthly returns in Form I and Form II filed with RBI duly certified by the concurrent auditors of the bank
- b) Details of settlement made by the branches of the bank to customers
- c) Other books and records of the bank and
- d) Written representation.

4. We have performed the following procedures:

- a) Verified Form I and Form II
- b) Verified details received from the branches regarding settlement made to customers on sample basis
- c) Verified that Half-yearly Reconciliation Certificates (Form III) have been submitted on time
- d) Verified that the returns have been correctly compiled in accordance with the Depositor Education and Awareness Fund Scheme, 2014.





5. The balance of DEA Fund as it appears in the books of the bank as on 31.03.2026 is as under
(Amount in Rupees)

Sr. No.	Particular	Current Year 31.03.2026	Previous Year 31.03.2025
1.	Opening balance of DEA Fund as on 01.04.2025	1767167.87	1537861.46
2.	Add: Amounts transferred to DEAF und During the year 2025-26	46255.29	229306.41
3.	Less: Amounts reimbursed by DEA Fund Towards claims during the year 2025-26	-----	-----
4.	Closing balance of DEA Fund as on 31.03.2026	1813423.16	1767167.87

6. Based on the procedures performed by us as mentioned in paragraph 4 above, information and explanations given to us by the bank's management and to the best of our knowledge, **we report that the DEA Fund Returns/Certificates have been compiled correctly by the bank***in accordance with Depositor Education and Awareness Fund Scheme, 2014.

7. This certificate is issued ~~solely~~ for the purpose of submission to RBI. This certificate should not be used by any other person or for any other purpose.



Signatures of Statutory Auditors with firm's registration number (FRN) & seal

Place: Hisar

Date: 08/06/2026

M.NO.: 500771

FRN:- 015140N

UDIN:- 26500771DEROSS5187



144, 1ST Floor, Red Square Market,
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Phone 93543-11647, 98963-11463
Aniljain64@gmail.com, Sanjeevacs@gmail.com

Long Form Audit Report (LFAR) F.Y- 2025-2026

To,

The Chairman

Hissar Urban Cooperative Bank Limited

Hissar

<u>I. ADVANCES</u>	
(i) Loan Policy Existence of Loan Policy - specifying the prudential exposure norms, industry-wise exposures, regular updation of the policy, system of monitoring and adherence there to.	The loan policy duly approved by BOD in its meeting held on 15/01/2025 is applicable in the bank. The policy specifies the prudential exposure norms, industry wise exposure and system of monitoring. The policy is being annually updated in the Bank.
(ii) Credit Appraisal Existence of a well laid-down system of appraisal of loan/credit proposals, including adequacy of information for appraising the credit worthiness of the applicant, and adherence there to.	Yes, a well laid down system of appraisal of loan/credit proposals, including adequacy of information for appraising the credit worthiness of the applicant is existing in the Bank.
(III) Sanctioning/disbursement	
Delegation of powers/authority at various levels; adherence to authorized limits; whether limits are disbursed after complying with terms and conditions of sanction.	Yes, delegation of power at various level has been given by BOD. The loans are disbursed after complying with terms and condition of sanction is maintained.
(iv) Documentation	
System of ensuring that documents are executed as per the terms of sanction	System of ensuring that documents are executed as per terms and condition of sanction.
Nature of documentation defects observed during audit and suggestions to avoid such Defects.	No such major defects observed during the audit of the Bank.
System of documentation in respect of joint/consortium advances.	No Joint/ Consortium advances sanctioned by the Bank.
Renewal of documents	Cash credit limit are renewed after obtaining financial papers i.e ITR, Balance Sheet etc.





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(V) Review/monitoring/supervision	
Periodic balance confirmation/ acknowledgement of debts.	Yes, system of periodic balance confirmation/ acknowledgement of debts exist in the Bank.
Receiving regular information, Stock/Book Debt statements, Balance-Sheet etc.	Yes, Bank is receiving regular information/stock report and balance sheet etc as per terms and conditions of the Bank.
Receiving audited accounts in the case of borrowers with limits beyond Rs. 25 lakhs.	Yes, Bank is receiving audited accounts in case of borrowers with limits beyond Rs. 25 Lakh.
System of Scrutiny of the above information and follow-up by the bank.	Yes, the system of Scrutiny of the financial information prevails in the Bank.
System of periodical physical verification or inspection of stocks, equipment and Machineries and other securities.	Yes, system of periodical physical verification of stocks exists in the Bank.
System and periodicity of stock audits.	No large advances is sanctioned, hence no stock audits is being done.
Inspection reports and their follow-up.	
Norms and awarding of Credit Rating.	Banks generate CIBIL/ Equifax for the purpose credit rating of the borrower.
Review of advances including enhancement of limits.	Yes, review of advances are being done on regular basis and limits are being enhance after obtaining all the financial papers with proper authority.
Monitoring and follow up of over dues arising out of other businesses such as leasing, hire purchase, credit cards etc.	Not applicable, No such business is conducted by the Bank.
Overall monitoring of advances through maturity/ageing/industry wise exposures and adherence to loan policy.	Yes, as per loan policy monitoring of advances are being done. The Bank is adhering exposure limits as per loan policy of the Bank.





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(vi) Recovery Policy in respect of Bad / Doubtful debts/NPAs	
Existence of recovery policy, regular updation thereof, monitoring and adherence thereto, compliance with RBI guidelines.	Yes, recovery policy is implemented by Bank. The regular updation is also being done. The policy is in compliance with RBI guidelines.
System of monitoring of recovery from credit card dues in respect of credit card issued.	No such business is being conducted by Bank.
Effectiveness of the system for compiling data relating to the bad and doubtful advances and the provision in respect thereof.	Yes, the effective system for compiling data related to the bad and doubtful advances is prevailing in the Bank as per RBI guidelines.
System for identification, quantification and adequacy of provision	The identification, quantification and provisions has been made as per RBI guidelines.
System for suspension of charging of interest and adherence thereto.	Yes suspension of interest is done by Bank.
Ascertaining the realizable value of securities (including the valuation of fixed assets) and the possible realization from guarantors including DICGC/ECGC.	No advances are covered under DICGC/ECGC hence, not applicable in case of Bank.
Assessment of the efficacy of rehabilitation programs.	No rehabilitation program is conducted by the Bank.
Method of appropriation of recoveries against principal, interest etc.	The interest is being recovered first after that principal amount is being adjusted.
System of compromise settlements: Review of all such cases of recovery of over Rs. 1 crore and also cases where limits of sacrifice aid down in the recovery policy is exceeded. Compliance with RBI guidelines.	Bank is not having any advances of Rs. 1 crore and further no settlement has been made under OTS policy of the Bank.
Provisions/write-offs under proper authority	Nil





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Recovery procedure, including that relating to suit-filed and decreed accounts.	No Suit filed/decreed accounts are prevailing in the Bank, case is pending with SARFAESI.
System of identifying and reporting of willful defaulters.	No such systems of identifying and reporting of willful defaulters is prevailing in the Bank. However monitoring of advances are being done on monthly basis.
(VII) Large Advances	
Comments on adverse features considered Significant and which need management's attention.	No large advance is being sanctioned by the Bank. No adverse features found in remaining advances.
II. LIQUIDITY AND FUNDS	
MANAGEMENT	
(i) Investments	
Existence of investment policy and adherence thereto: compliance with RBI guidelines.	The investment policy duly sanctioned by Board prevails in the Bank. The investment are being done as per RBI guidelines. The Bank adhered the limits of 40%, 10% and 20% in case of govt securities (SLR) non SLR are deposited with Banks. Further the Bank has restricted its investments of 5% to the individual Bank and the percentage has been taken on the bases of deposits as on 31/03/2025.
System of purchase and sale of investments, delegation of powers, reporting systems, segregation of back office functions etc.	The power of investment has been delegated to CEO and investment committee. All the transactions are being put up to the BOD for approval. However no government securities purchased or sold during the year.
Controls over investments, including periodic verification/reconciliation of investments with book records.	Yes the system is available in the Bank. Periodically it is being verified. All accounts are reconciled as on 31/03/2026.
Valuation: Mode, changes in mode of valuation compared to previous year; shortfall and provision therefore.	Mode of valuation is on cost basis there is no HFT category and for AFS category valuation has been done on annual basis and rate of valuation on 31/03/2026 as per rate available in the market. Mumbai.





Long Form Audit Report (LFAR) F.Y- 2025-2026

Composition of investment portfolio as per RBI guidelines and the depreciation on investments, if any, not provided for.	The composition of investment portfolio is as per RBI guidelines having Rs. 360447/- in Investment Depreciation fund.
System relating to unquoted investments in the portfolio and the liquidity of such Investments.	No such unquoted investment system prevails in the Bank as no investment made other than cash or cash equivalent for which no market value required from an approved source.
System relating to SGL/BRs; control over SGL/BRs outstanding at the year-end and their subsequent clearance.	SGL/BR account is maintained with HDFC bank and same is reconciled annually. The account is reconciled as on 31/03/2026.
System and periodicity of concurrent and internal audit/inspection of investment activities; follow up of such reports.	The concurrent audit of investment is being done on quarterly basis. The certificate/audit Reports are being put up to BOD. As on 31/03/2026 all the investments of the Bank are in line with RBI guidelines.
System of recording and accounting of income from investments.	Accrued incomes are calculated on quarterly basis and at the time of actual receipt of the interest necessary entries are being passed.
System of monitoring of income accrued and due but not received.	System of monitoring of income accrued and due but not received exists in the Bank. It is controlled by the system. On quarterly basis necessary entries are being passed.
System of monitoring matured investments and their timely encashment.	System of monitoring matured investments and their timely encashment exists in the Bank. No delay in encashment of securities observed during the course of audit.
Average yield on investments.	6.93%
System relating to Repos.	No such system prevails in the Bank.
(ii) SLR / CRR Requirements — System on ensuring compliance	
System of compiling weekly DTL position from branches.	Bank is operating with one HO linked branch as such not applicable to the Bank. Both Branch and Head Office are at same premises.
Records maintained for the above purpose.	DTL register is being updated in the Bank. During test checking of the CRR/SLR no default noticed





Long Form Audit Report (LFAR) F.Y- 2025-2026

(iii) Cash	
System of monitoring of cash at branches; and management of cash through currency Chest operations.	Only one branch hence not applicable. Bank is not linked with any currency chest.
Insurance cover (including insurance for cash in transit).	Insurance cover of Rs. 80 Lakh (including 30 lakh for cash & 50 lakh for gold) is available in the bank. Insurance cover is available upto 19/05/2026 & 29/10/2026 respectively for cash & gold.
System and procedure for physical custody of cash.	Cash remains in joint custody of two officials of the Bank and verified by the CEO.
(iv) Call money operations	
System relating to inter-bank call money operations.	No call money is available in the Bank.
(v) Asset Liability Management	
Existence of policy on Asset — Liability Management and monitoring thereof; compliance with the RBI guidelines.	Yes, assets liability policy is available in the Bank. The policy is as per RBI guidelines.
Functioning of Asset Liability Management Committee.	Yes, Asset Liability Management Sub Committee meeting was held on 17/05/2025 and 16/12/2025.
Structural Liquidity at periodical intervals.	NA
<u>III. INTERNAL CONTROL</u>	
(i) Written guidelines/instructions/manual for accounting aspects	Written guidelines /instructions/ manual for accounting aspects are available as copy given by CEO.
(ii) Balance of Books/Reconciliation of control and subsidiary records	
System of monitoring the position of balancing of books/reconciliation of control and subsidiary records.	System of monitoring the position of balancing of books/ reconciliation of control and subsidiary records exists in the Bank. It is only





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	available in electronic mode in computer.
Follow up action.	There is weekly statement generated and kept on record.
(iii) Inter-Branch Reconciliation	
Comments on the system/procedure and records maintained.	There is only one Head Office and Branch at same premises therefore not applicable.
Test check for any unusual entries put through inter-branch/head office accounts.	There is only one Head Office and Branch at same premises therefore not applicable.
Position of outstanding entries and system for locating long outstanding items of high value.	There is only one Head Office and Branch at same premises therefore not applicable.
Steps taken or proposed to be taken for bringing the reconciliation up-to-date.	There is only one Head Office and Branch at same premises therefore not applicable.
Compliance with the RBI guidelines with respect to provisioning for old outstanding entries.	There is only one Head Office and Branch at same premises therefore not applicable.
(iv) Branch Inspections	
System of branch inspections; Frequency; scope/coverage of inspection internal audit, concurrent audit or revenue audit; reporting.	HO with one linked Branch only. Inspection of branch office is conducted by CEO and report submitted to BOD.
System of follow-up of these reports; position of compliance.	The compliance of inspection report is done by Branch.
(v) Frauds/Vigilance	
Observations on major frauds discovered during the year under audit.	Nil
System of follow-up on vigilance reports.	Nil
(vi) Suspense Accounts, Sundry Deposits etc.	





Long Form Audit Report (LFAR) F.Y- 2025-2026

System for clearance of items debited/credited to these accounts.	There are Sundry deposits of Rs. 1346745.59/- as per details given.
<u>IV. CAPITAL ADEQUACY</u> Enclose a copy of the capital adequacy certificate.	The capital adequacy certificate is attached with the Balance sheet.
<u>V. AUTOMATION AND Computerization</u>	
Existence of Computerization and Automation Policy; progress made during the year under review.	Bank is fully Computerized.
Critical areas of operations not covered by automation.	Nil
Number of branches covered by computerization and the extent of computerization.	One fully computerized.
Procedures for back-ups, off-site storage, contingency and disaster recovery and adherence thereto.	The back-ups, off-site storage, contingency and disaster recovery are with the vendor that is stellar no backup is available in Bank Premises.
Existence of Systems / EDP audit; coverage of such audit.	The EDP audit is being conducted and report submitted to BOD. No major discrepancies are reported.
- Electronic Banking; existence of systems and procedures; monitoring; regular updation of technology; method of review and audit of procedures. - Suggestions, if any, with regard to computerization and automation.	Electronic Banking does not exist. There should be facility of Electronic Banking.
<u>VI. PROFITABILITY</u>	
Analysis of variations in major items of income and expenditure compared to previous year. Important ratios such as ROA, ROE, etc.	No major variation noticed in major items of income and expenditure compared to previous year.
Policy relating to general provisions/reserves.	Policy relating to general provisions/reserves is available with the Bank and the same has been mentioned in BYE-LAWS of the Bank. During





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Long Form Audit Report (LFAR) F.Y- 2025-2026

	the year necessary amount has been transferred to statutory reserve and bad and doubtful reserves.
<u>VII. SYSTEM AND CONTROLS</u>	
Existence of systems and procedures for concurrent and internal audits, inspections, EDP audit of computer systems / software etc., monitoring and follow-up of such reports.	Yes, systems and procedures for concurrent and internal audits, inspections, EDP audit of computer systems / software etc., monitoring and follow-up of such reports exists in the Bank.
Existence of Management Information System: method of compilation and accuracy of information.	Management Information System exists in the Bank. The system generates all the reports which are found accurate.
Reliability of regulatory reporting under the offsite surveillance system of the RBI.	Reporting under OSS (offsite surveillance system) is reliable.
<u>VIII. OTHER MATTERS</u>	
Comments on accounting policies including comments on changes in accounting policies made during the period.	No, changes have been made on accounting policies during this financial year.
Policies and systems for monitoring activities such as underwriting, derivatives, etc.	No such system available in the Bank.
Adequacy of provisions made for statutory liabilities such as Income Tax, Interest Tax, Gratuity, Pension, Provident Fund, etc.	Adequate provisions made for Income Tax, Gratuity, Pension, Provident Fund, etc
Adequacy of provisions made for off-balance sheet exposures and other claims against the bank.	There is no off balance sheet exposure and other claims against the bank.
Any major observations on branch returns and process of their consolidation in final statement of accounts.	There should be a electronic Banking System
Balances with other banks — observations on outstanding items in reconciliation	Balance with other bank are reconciled as on 31/03/2026. No deficiencies observed in the





Long Form Audit Report (LFAR) F.Y- 2025-2026

statements.	reconciliation of Bank account with other bank.
Procedure for revaluation of NOSTRO accounts and outstanding forward exchange contracts.	Nil
<u>IX. OBSERVATIONS ON THE WORKING OF SUBSIDIARIES OF THE BANK, IF ANY:</u>	
Reporting system to the holding bank and Major losses of the subsidiary, if any.	NA
<u>X. COMPLIANCE TO DEA, FUND SCHEME, 2014</u>	
Transfer of all unclaimed deposits to DEA Fund since inception.	Yes
Submission of various forms and returns.	Filed
Submission of Reconciliation Certificate.	Filed
System of addressing customer complaints.	Complaint committee of the bank has been constituted for redressal of complaint. Complaint box is available in the bank premises. No complaint received during the year.
Refund of deposits to customers/claimants.	Nil.
Audit of the records maintained by the banks.	Available
<u>XI. MANAGEMENT</u>	
Functioning of elected board, composition, committees, composition of committees, their oversight, corporate governance, professionalization of management, regularity in conduct of meetings, issues discussed in the meetings, defaulting directors, if any, violations of bye-laws by the directors, disqualification of directors, etc. In case, Administrator is in-charge of the bank,	Present BOD was constituted on 10/06/2022. The election of office bearer held on 21/02/2023. Present Board of Directors consists of two professional directors, two women directors and one scheduled caste director. The regular monthly meeting of BOD are held during the financial year 2025-26 and no violation of Bye Laws was seen during the year. BOD constituted Sub committee, such as audit committee, loan committee, Expenditure committee, Complaint committee, Investment committee, Staff Sub Committee,





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comments may be made on the performance of the administrator.	Discipline subcommittee, Recovery committee, Vigilance Sub committee, NPA Sub committee. The meeting of all the Sub committees held twice during the FY 2025-26. Functioning of BOD found satisfactory during financial year.
Whether the CEO has been appointed as per the fit and proper criteria prescribed.	Yes CEO has been appointed as per the fit and proper criteria prescribed by RBI.
Competence of CEO in managing the bank and in implementation of policies in conformity with the guidelines issued by GOI / RBI.	CEO is competent to manage the affairs of the Bank CEO implemented the policies in conformity with the guidelines issued by GOI/RBI.
Competence of second line management, specific job card, recruitment policy, training and HRD plans, rotation of staff, accountability, etc.	Second line of management is of clerical level. In spite of that theirs competency is of satisfactory level. Bank is working with one regular employee only so, rotation of staff is not possible. The accountability policy exists in the Bank.


MAHESH KUMAR
(Chief Executive Officer)
DATE:08.06.2026
PLACE:- HISAR

Jain Mittal Chaudhary & Associates
(CHARTERED ACCOUNTANT)



CA SANJEEV JAIN
PARTNER

M.NO:-500771

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PLACE:- HISAR

