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The Odisha State Cooperative Bank Ltd.

Pandit Jawaharlal Nehru Marg,
Bhubaneswar – 751 001

Ref. No. OSCB / HRDD/ ⁽⁵⁹⁾ 2309 /2023-24

Date: 17.07.2023

To
All Members of the
General Body of
Odisha State Cooperative Bank.

Sub. : Notes on Agenda of 76th General Body Meeting of the Odisha State Cooperative Bank to be held on 28.07.2023.

Ref.: This office Notice bearing No. OSCB/ HRDD/ 2179(59)/ 2023-24 dated 10.07.2023

Sir,

With reference the above notice, the 76th General Body Meeting of the Odisha State Cooperative Bank Ltd., is scheduled to be held on 28.07.2023 (Friday) at 12.30 PM in the Conference Hall of the Bank in its registered office at Pandit Jawaharlal Nehru Marg, Bhubaneswar – 751 001. A copy of the Notes on Agenda of the General Body meeting is enclosed herewith for favour of your perusal.

Yours faithfully,


Managing Director

Encl. : As above.

Notes on Agenda for the 76th General Body Meeting of the Odisha State Cooperative Bank Ltd., Bhubaneswar will be held on 28.07.2023(Friday) at 12.30 PM

Agenda No. 1 : To confirm the proceedings of the 75th General Body Meeting held on 30.03.2022.

Notes : The proceedings of the last General Body meeting held on 30.03.2022 was communicated to all concerned vide OSCB letter No. OSCB/ HRDD/ 222(58) / 2022-23 dated 16.04.2022. No comment / observations on the same has been received. The same may kindly be confirmed.

Notes on Agenda
Cooperative
12.30 PM

Agenda No. 1

The Action Taken Report on decisions taken in the last Annual General Body Meeting is placed on table.

Agenda No.2 : To discuss on the compliance on the observations in the Statutory Audit Report of the Bank and Audit Certificate for the year ending 31.03.2022.

Notes : The compliance on the observations in the Statutory Audit Report of the Bank alongwith the Audit Certificate for the year ending 31.03.2022 is placed on table.

Agenda No. 3 : To consider to distribute the net profit of the Bank for the year 2021-22 and 2022-23 as recommended by the Managing Committee.

Notes : The Bank has earned a net profit of Rs.1,43,13,18,246.76 and Rs.2,29,13,78,941.77 during the year 2021-22 and 2022-23 respectively as per Audit Report. Distribution of the net profits as per the provisions of the Bye-laws of the Bank as given below is proposed;

Particulars	(Amount in Rs.)	
	2021-22	2022-23
Statutory Reserve Fund (25% of net profit)	35,78,29,561.69	57,28,44,735.44
Agriculture Credit Stabilisation Fund (15% of net profit)	21,46,97,737.01	34,37,06,841..27
Government Share Capital redemption Fund (25% of Net Profit)	35,78,29,561.69	57,28,44,735.44
Dividend (for 2021-22 – 4.01% & 2022-23 – 5.89% of Equity)	28,56,10,434.00	45,81,28,173.00
Staff Welfare Fund	2,00,000.00	2,00,000.00
Cooperative Development Fund	2,00,000.00	2,00,000.00
Charitable fund	1,00,00,000.00	1,00,00,000.00
Building fund	20,00,00,000.00	20,00,00,000.00
Balance carried to Reserve Fund	49,50,952.37	13,34,54,456.60
Total	1,43,13,18,246.76	2,29,13,78,941.77

Agenda No. 4 : **To discuss and consider the Annual Administrative Report of the Bank for the year 2021-22 and 2022-23.**

Notes : The Annual Administrative Report of the Bank for the year 2021-22 and 2022-23 are made available in the website of the Bank www.odishascb.com and is also placed on table for perusal and consideration.

Agenda No. 5 : **To consider and approve the Annual Work Programme and Budget Estimate of the Bank for the year 2023-24.**

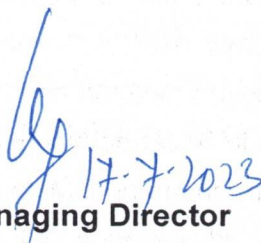
Notes : The Annual Work Programme and Budget Estimate of the Bank for the year 2023-24 is placed on table for perusal and approval of members.

Agenda No. 6 : **To consider the proposal for amendment of bye-law No. 6 of Odisha State Cooperative Bank and recommend the same to the General Body.**

Notes : The Share Capital of the Bank stands at Rs.816.78 crore against Authorised Capital of Rs.800.00 crore as per Audit Report of the Bank as on 31.03.2023, which need to be enhanced.

The Authorized Share Capital of the Bank shall be Rs.1000,00,00,000/- (Rupees one thousand crore) made upto 99,00,000 (Ninety nine lakh) shares of Rs.1,000/- each allotted to State Government, Central Government, Apex Cooperative Banks and any other Society as members and 10,00,000 (Ten lakh) shares of Rs.100/- each allotted to the Body Corporate, Self Help Groups other than Cooperative Society and individuals as nominal member which was approved for amendment of Bye-law clause No. 6 of the Bank vide resolution dt. 18.07.2022 of the Management. The proposed amendment may be considered for approval by the General Body in order to create gap for mobilizing more share capital and to raise maximum Borrowing Power.

Agenda No. 6 : Any other with permission of the Chair


17.7.2023
Managing Director

Action taken on the Resolution of the 75th Annual General Body Meeting held on 30.03.2022 at 11.00 A.M.

Sl.	Agenda	Resolution	Action taken
1	To confirm the proceedings of the 74 th General Body meeting held on 06.08.2021.	The proceedings of the last General Body Meeting held on 06.08.2021 and the Action Taken Report on the decisions of the last General Body Meeting were confirmed / approved.	No action required.
2	To discuss on the compliance on the observations in the Statutory Audit Report of the Bank and Audit Certificate for the year ending 31.03.2021.	<p>The compliance report on the observations made in the Statutory Audit Report for the year ending 31.03.2021 was placed before the General Body for discussion and approval. The compliance report was approved after the following discussion.</p> <p>Sri Ambika Prasad Das, delegate advised for proper follow-up action on the observations which have been noted for guidance by the Bank.</p> <p>Sri Mahendra Kumar Nayak, delegate invited attention to the observations made in the Audit Report regarding unwarranted provisions to arrest the net profit and debar benefits to members. It was appraised that no such practice is being adopted by OSCB. The observation made in the report is a general comment without specific reference which may be due to lack of proper communication and understanding of the issue. The bank is rather striving hard for maximum payout as dividend to shareholder members.</p> <p>Sri Nayak, delegate further invited attention to the observations made in the Audit Report regarding nominal expenses incurred by the Bank. It was appraised that expenditure under different heads has been incurred within the budget provision and for valid reasons in the interest of the Bank. After detailed deliberation, the members expressed their satisfaction of the clarification given.</p>	No action required.
3	To consider distribution of net profit of the Bank for the year 2020-21.	The management of the Bank has recommended for distribution of profit including dividend payment pertaining to the financial year 2020-21 in pursuance of Reserve Bank of India circular No. RBI/2021-22 / 23 DOR.ACC.REC.7 / 21.02.067 / 2021-22 dated 22.04.2021 regarding payment of dividend on shares.	Distribution of Profit was made as per the decision of General Body.

The recommendation of the Management of the Bank with regard to distribution of net profit of the Bank for the year 2020-21 in conformity with the provisions of the Odisha Cooperative Societies Act, 1962, Rules framed there under, the Bye-laws of the Bank and the directives guidelines issued by NABARD / RBI, is as under;

Particulars	Amount (in Rs.)
Statutory Reserve Fund (25% of net profit)	17,12,37,975.91
Agriculture Credit Stabilization Fund (15% of net profit)	10,27,42,785.55
Dividend (2.16% of Equity)	13,69,43,329.00
Investment Fluctuation Reserve	6,04,11,281.00
Staff Welfare fund	2,00,000.00
Cooperative Development Fund	2,00,000.00
Charitable Fund	1,00,00,000.00
Building Fund	10,00,00,000.00
Balance carried to Statutory Reserve Fund	10,32,16,532.19
Total	68,49,51,903.65

The Managing Director proposed one amendment to the above proposal and explained that owing to some inadvertent entries in books of account, the share capital money received from three of the shareholder members viz. Sidha Mahapurusa Multipurpose Cooperative Society Ltd., Maa Mangala Consumer cooperative Store Ltd. and Maa Tarini Multipurpose Cooperative Society Ltd. has been accounted for as admission money> hence, though share certificates have been issued to them dividend has not been calculated. The above discrepancy needs rectification and consequently dividend of Rs.5946.00 needs to be paid on such shares which will be in excess of the total recommended dividend of Rs.136943329.00. This will make the total dividend payout in the order of Rs.136949275.00 only and accordingly the balance to be credited to the Statutory Reserve Fund will be reduced by Rs.5946.00 making the same Rs.103210586.19. The proposal was accepted and approved. Accordingly, the distribution of profit would be as under;

Particulars	Amount (in Rs.)
Statutory Reserve Fund (25% of net profit)	17,12,37,975.91
Agriculture Credit Stabilization Fund (15% of net profit)	10,27,42,785.55
Dividend (2.16% of Equity)	13,69,49,275.00

		<table border="1"> <tr> <td>Investment Fluctuation Reserve</td> <td>6,04,11,281.00</td> </tr> <tr> <td>Staff Welfare fund</td> <td>2,00,000.00</td> </tr> <tr> <td>Cooperative Development Fund</td> <td>2,00,000.00</td> </tr> <tr> <td>Charitable Fund</td> <td>1,00,00,000.00</td> </tr> <tr> <td>Building Fund</td> <td>10,00,00,000.00</td> </tr> <tr> <td>Balance carried to Statutory Reserve Fund</td> <td>10,32,16,532.19</td> </tr> <tr> <td>Total</td> <td>68,49,51,903.65</td> </tr> </table> <p>It was resolved to approve distribution of net profit of the bank for the year 2020-21 based on recommendations of the Management as amended by the General Body in the foregoing table.</p>	Investment Fluctuation Reserve	6,04,11,281.00	Staff Welfare fund	2,00,000.00	Cooperative Development Fund	2,00,000.00	Charitable Fund	1,00,00,000.00	Building Fund	10,00,00,000.00	Balance carried to Statutory Reserve Fund	10,32,16,532.19	Total	68,49,51,903.65	
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4	To discuss and consider the Annual Administrative Report of the Bank for the year 2020-21.	The Annual Administrative Report of the bank for the year 2020-21 was approved after discussion.	No action required.														
5	To consider and approve the Annual Work Programme and Budget Estimate of the Bank for the year 2022-23.	<p>The Annual Work Programme and the Budget Estimate of the Bank for the year 2022-23 was discussed in details. The General Body noted the highlights of the work programme and budget Estimate as under;</p> <ul style="list-style-type: none"> ➤ Share Capital of the Bank is projected at Rs.845.00 crore in 2022-23 as against Rs.773.00 crore in 2021-22 with a growth rate of 9%. ➤ Deposit to grow from Rs.10866.42 crore in 2021-22 to Rs.12034.46 crore in 2022-23 at a growth rate of 11%. ➤ Borrowing from NABARD to increase from Rs.9018.94 crore in 2021-22 to Rs.9772.97 crore in 2022-23 with a growth rate of 8%. ➤ Working capital to increase from Rs.22046.45 crore as at the end of 2021-22 to Rs.24117.87 crore in 2022-23 maintaining a growth rate of 9%. ➤ Aggregate loans and advances to increase from Rs.14443.23 crore in 2021-22 to Rs.16354.99 crore in 2022-23 at a growth rate of 13%. ➤ Loans and advances outstanding under production credit to increase from Rs.11000.00 crore in 2021-22 to Rs.12500.00 crore in 2022-23 recording a growth of 14%. ➤ Investment of Rs.6751.42 crore in 2021-22 will be increased to Rs.,6873.26 crore in 2022-23 with a growth rate 2% 	No action required														

		<p>➤ Surplus of income over expenditure is projected at Rs.119.52 crore (Income of Rs.1287.40 crore – Expenditure of Rs.1167.88 crore) in 2022-23 as against Rs.102.14 crore in 2021-22.</p> <p>After detailed discussion, the Annual Work Programme and Budget Estimate of the Bank for the year 2022-23 were approved.</p>	
6	<p>Any other with permission of the Chair.</p>	<p>The Administrator solicited suggestions from the members on the working of the Bank for discussion. The following issues / suggestions came up for deliberation.</p> <p>Sri Ambika Prasad Das, delegate suggested to work on the up-gradation of the software with regard to NPA classification and provisioning requirement. It was appraised that NPA classification / provisioning are being system generated under CBS.</p> <p>Sri Das further advised to have maximum allotment of lockers available with the Bank. The Managing Director explained that all possible steps including wide publicity are being taken to ensure that there is optimum utilization of locker facilities of the Bank.</p> <p>Sri Mahendra Kumar Nayak, delegate advised to take appropriate steps to sensitize customers to claim their unclaimed deposit amounts. The Managing Director apprised that the unclaimed deposits are being transferred to the Depositors Education Awareness Fund (DEAF) as per stipulation made by Reserve bank of India and upon claim by customer the same is being reclaimed for payment to the customer. However, it was agreed upon that the Branches should take proactive steps to sensitize depositors in this regard.</p>	<p>No action required.</p> <p>Branch managers have been instructed to initiate prompt action for allotment of available lockers. Publicity for locker facility availability has been made.</p> <p>Branches have been contacting account holders through phone, SMS and visits for updation of KYC and activation of accounts.</p>


 Managing Director