

THE VAISH COOPERATIVE ADARSH BANK LTD.
3, NETAJI, SUBHASH MARG, DARYA GANJ,
NEW DELHI – 110 002

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FOR THE YEAR ENDED
31ST MARCH, 2026

A) SIGNIFICANT ACCOUNTING POLICIES:

1. GENERAL

The financial statements have been prepared on historical cost convention, on the accrual basis except otherwise stated in accordance with the generally accepted accounting principles and confirm to the statutory provision and practice prevalent in respect of Cooperative Bank in Delhi.

2. INVESTMENTS

- i. Investments are categorized as “Held to maturity” and “Available For Sale” in terms of RBI guidelines.
- ii. Investments under Held to maturity are valued at acquisition cost, unless the cost is more than the face/maturity value in which case the premium is amortized over the remaining period of maturity.
- iii. Investments under Available for sale are valued at acquisition cost.

3. ADVANCES

- i. Advances are classified into standard, sub standard, doubtful and loss assets in line with RBI guidelines vide Master Circular No.DOR. NO. STR.REC.205./21-04.048/2025-26 dated 28.11.2025.
- ii. Provisions are made in conformity with RBI guidelines, on the gross amount including a general provision of 0.40% made on all standard assets except loan against the real estate on which provision is made @ 1.00%.

4. FIXED ASSETS

- i. The Fixed assets are stated at cost less depreciation charged in the books. All other incidental expenses incurred to put the assets to use are also included in the cost of assets.
- ii. Premises include cost of land whether freehold or leasehold.

5. DEPRECIATION ON FIXED ASSETS:

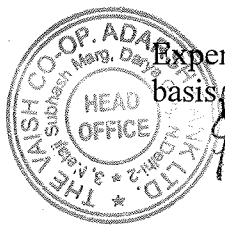
- i. Depreciation is charged on the written down value method at the rates determined by the bank except on Computers and peripherals on which depreciation is charged on straight line method at the rates prescribed by the Reserve Bank of India. Depreciation on the additions made during the year is charged in Pro-rata basis.
- ii. Depreciation on premises is charged on composite value of Premises containing the cost of land whether free hold or lease hold, since cost of land is not separately identifiable.

6. REVENUE RECOGNITION

Income/Expenditure is generally accounted for on accrual basis except the following: -

Income: - Interest income on Non Performing Assets, Dividends on Investments are accounted for on receipt basis.

Expenditure: - Arbitration charges, Legal charges, Municipal Taxes are accounted for on payment basis.



7. STAFF BENEFITS

i) Gratuity: Group Gratuity Policy has been taken by the bank from Life Insurance Corporation of India (L.I.C.) and premium paid to L.I.C is charged as expenditure to Profit & Loss Account. The L.I.C. has worked out the actuarial valuation as on date.

ii) Provident fund contribution is accounted for on payment basis and charged to Profit & Loss account.

8. Provision for Income Tax has been made on the basis of the estimated tax liability as per Income Tax Act, 1961.

9. The Net Profit shown in the Profit & Loss Account is arrived at after :-

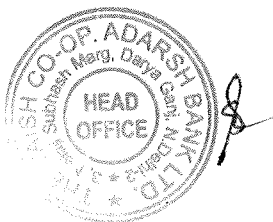
- i) Provision on NPA Advances and
- ii) Other usual and statutory provisions.

10. In the opinion of the Management, the value of the loans and advances, investments and other assets is not less than the value at which they are stated in the Balance Sheet and all the known liabilities have been adequately provided for in the accounts.

11. In the opinion of the Management, the amount outstanding in "Provision for Bad & Doubtful Assets". "Standard Assets" and Investment as determined in accordance with the guidelines issued by the RBI is more than required.

12. According to the information available with the bank regarding the status of units with it, the bank does not owe any sum to entities as defined under Micro, Small & Medium Enterprises Act, 2006.

13. Previous year figures have been rearranged, reconsidered, regrouped or reclassified wherever considered necessary.



14. Exposure of Various limits as on 31.03.2026

S.No.	Particulars	Exposure (As per extant RBI Guidelines)	Actual	Variation
1	A Inter Bank Deposit Exposure	Not exceeding 20% of total deposit liabilities as on 31 st March of the previous year	12.72% (Rs.1899.13 Lacs against the deposit of Rs. 14929.15 Lacs)	No Violation
	B Single Bank Deposit Exposure	Not exceeding 5% of total deposit liabilities as on 31 st March of the previous year	4.35% (Rs.650.00 Lacs against the deposit of Rs. 14929.15 Lacs)	No Violation
2	SLR Investment	Within the range of (18.00% - 40%) of total of Demand and Time Liabilities.	69.82% (Rs. 10082.15 Lacs against TDL Rs. 14440.73 Lacs)	*Violation by 29.82%
3	Unsecured Advance	Not exceeding 10% of total Assets as on 31 st March of the previous year	6.45% (Rs.1192.80 Lacs against total assets Rs. 18501.49 Lacs)	No Violation
4	Real Estate Sector Advance	Not exceeding (10+5) % of total Assets as on 31 st March of the previous year.	4.62% (Rs.854.83 Lacs as reported to RBI through OSS Report against total assets Rs. 18501.49 Lacs)	No Violation

*Bank has no option but to invest the funds considering the Low CD ratio during the year.

COMPLIANCE OF ACCOUNTING STANDARDS ISSUED BY ICAI

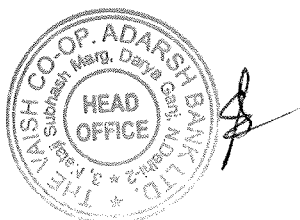
A. Retirement Benefits: AS-15

Group gratuity Policy has been taken by the bank from Life Insurance Corporation of India (LIC) and the bank has paid premium amounting to Rs.24,874/- (P.Y-Rs.4,61,070/-) during the year to LIC based upon the actuarial valuation done by LIC and has charged the same as expenditure to Profit & Loss Account.

Leave Encashment Policy has been taken by the bank from Life Insurance Corporation of India (LIC) and the bank has not paid any premium since no demand was raised by LIC (P.Y.-Rs.0.00/-).

Fund Balance as on 31.03.2026 maintained with LIC amounted to as follows, for which no accounting treatment is made by the bank as per the previous practice.

S.No	Policy	Closing Balance as on 31.03.2026
01	Gratuity	3,60,97,265.48
02	Leave Encashment	1,42,28,948.05



B. Business Segment: AS-17

The bank is mainly engaged in two kinds of operations.

- Banking operations, which consists of lending activities and rendering of Banking Services including acceptance of deposits.
- Treasury operations, which comprises of planning funds in long term & short term investments in government securities and deposit in other banks for earning interest income on investments.

The Bank has recognized Business Segment as Primary Reporting Segment in Compliance with the Accounting Standard 17.

The relevant information is given below:-

Part A: Business Segments

(Amount in Rs.Crores)

Business Segment	Treasury		Corporate/Wholesale Banking		Retail Banking		Other Banking Business		Total	
Particulars	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Revenue	7.68	7.83	Nil	Nil	6.66	6.91	Nil	Nil	14.34	14.74
Result	-	-	-	-	-	-	-	-	-	-
Unallocated expenses	-	-	-	-	-	-	-	-	13.94	14.37
Operating profit	-	-	-	-	-	-	-	-	0.40	0.37
Provision for BDDR	-	-	-	-	-	-	-	-	0.01	0.01
Income Taxes/Deferred Tax	-	-	-	-	-	-	-	-	0.06	0.06
Extra ordinary Profit/Loss	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Net Profit	-	-	-	-	-	-	-	-	0.33	0.30
Other Information	-	-	-	-	-	-	-	-	-	-
Depreciation & amortization in respect of Segment Asset	-	-	-	-	0.24	0.29	-	-	0.24	0.29
Non-cash expenses w.r.t. Segment Asset	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Segment assets	103.12	103.19	Nil	Nil	129.25	125.30	Nil	Nil	232.37	228.49
Unallocated assets	-	-	-	-	-	-	-	-	-	-
Total assets	-	-	-	-	-	-	-	-	232.37	228.49
Segment liabilities	-	-	-	-	-	-	-	-	-	-
Unallocated liabilities	-	-	-	-	-	-	-	-	232.37	228.49
Total liabilities	-	-	-	-	-	-	-	-	232.37	228.49



Part B: Geographic Segments**(Amount in Rs. Crores)**

	DOMESTIC		INTERNATIONAL		TOTAL	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
a) Revenue	14.34	14.74	Nil	Nil	14.34	14.74
b) Assets	232.37	228.49	Nil	Nil	232.37	228.49

C. Related Party Disclosures: AS-18

Items/Related Party	Parent(as per ownership or control)	Subsidiaries	Associates/Joint Ventures	Key Management Personnel	Relatives of Key Management Personnel	Total
Borrowings#	Nil	Nil	Nil	Nil	Nil	Nil
Deposits#	Nil	Nil	Nil	Nil	Nil	Nil
Placement of deposits#	Nil	Nil	Nil	Nil	Nil	Nil
Advances#	Nil	Nil	Nil	Nil	Nil	Nil
Investments#	Nil	Nil	Nil	Nil	Nil	Nil
Non-Funded commitments#	Nil	Nil	Nil	Nil	Nil	Nil
Leasing/ HP arrangements provided#	Nil	Nil	Nil	Nil	Nil	Nil
Purchase of fixed assets	Nil	Nil	Nil	Nil	Nil	Nil
Sale of fixed assets	Nil	Nil	Nil	Nil	Nil	Nil
Interest received	Nil	Nil	Nil	Nil	Nil	Nil
Rendering of services*	Nil	Nil	Nil	Nil	Nil	Nil
Receiving of services*	Nil	Nil	Nil	Nil	Nil	Nil
Management contracts*	Nil	Nil	Nil	Nil	Nil	Nil

D. Accounting for lease: AS-19

The bank has revocable operating lease and disclosure under AS-19 is as follows:

- Rent payment amounting to Rs 27.80 Lakh (P.Y.Rs.27.20 Lacs) for leasing of Branch/Office premises have been charged to the Profit & Loss account.
- The lease agreement executed for leasing of branches/Offices and the rent agreements are for a period from 3 to 10 years and renewable on mutual agreement of both the parties except Shakarpur branch of which lease agreement was not renewed due to the death of Property Owner. The said lease/ rent agreements contain escalation clause and are revocable in nature.



E. Earnings per Share: AS-20

Earnings per Share have been computed as under:

	Current Year	Previous Year
a) Net Profit (Rs. In Lakhs)	32.74	30.08
b) No of Equity Shares Rs.100/- each	291605	308706
c) Earning Per Share (Basic & Diluted)(in Rs.)	11.23	9.74
d) No of Equity Shares Rs.10/-each	7	7
e) Earning Per Share (Basic & Diluted)(in Rs.)	1.12	0.97

F. Accounting for Taxes: AS-22

In accordance with the Accounting Standard (AS-22), regarding "Accounting for Taxes on Income" issued by The Institute of Chartered Accountants of India, the cumulative Tax effect of significant timing differences, that resulted in Deferred Tax Liabilities and Assets and description of item thereof that creates differences are as follows:

	<u>Deferred Tax</u> <u>Assets/(Liability)</u> <u>as at 31.03.2025</u>	<u>Current Year</u> <u>Change</u>	<u>Deferred tax</u> <u>Assets/(Liability)</u> <u>as at 31.03.2026</u>
Excess of Book WDV of Fixed Assets over Tax WDV of Fixed Assets	Rs.128180/-	-(Rs. 17058/-)	Rs.111122/-

G. Transaction with related party-AS 18

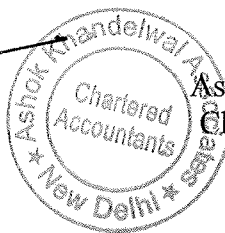
1. Name of Related Party:

Sh.Rajnish Bhardwaj (CEO): Key Management Personnel

Particulars	Amount
Remuneration	Rs.8,51,000.00

(Sunil Kumar Jain)
D.G.M

(Rajnish Bhardwaj)
CEO



Ashok Khandelwal Associates
Chartered Accountants
Internal Auditors

(Nirmal Jain)
Director

(Shree Narain Gupta)
Vice Chairman

(Arun Kumar Jain)
Chairman

For APN & ASSOCIATES
Chartered Accountants
(FRN- 001876N)

C.A. NARESH CHAND GUPTA
Partner
Membership No.087233



Place: New Delhi

Date: 24.06.2026

UDIN: 26087233XNIFTT8662

