



MOHAN & MOHAN ASSOCIATES
CHARTERED ACCOUNTANTS
'Karunalayam', Wayanad Road, Calicut-673 001

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INDEPENDENT AUDITOR'S REPORT

To
The Members,
(Erstwhile) Malappuram District Co-Operative Bank Ltd, No. 4329

Report on the Audit of the Financial Statements

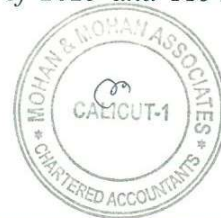
Qualified Opinion

We have audited the financial statements of **(Erstwhile) Malappuram District Co-Operative Bank Ltd, No. 4329** ('the Bank'), which comprise the Balance sheet as at March 31, 2026 and the profit and loss Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter said in the *Basis for qualified opinion* section of our report, the aforesaid financial statements give the information required by the Banking Regulation) Act, 1949 and the guidelines issued by National Bank for Agriculture and Rural Development (as applicable) and guidelines issued by Reserve Bank of India and Kerala co-operative societies Act, 1969 ('the Act') in the manner so required for co-operative banks and give a true and fair view in conformity with accounting principles generally accepted in India, of the state of affairs of the Bank as at March 31, 2026, and its profit for the year ended on that date.

Basis for Qualified Opinion

- 1) *The Bank has not accounted for interest income on investments made through Kerala Bank during the year. In the absence of such recognition, interest income and the corresponding profit for the year are understated. The exact impact of this omission on the financial statements has not been determined. Its further submitted that the merger of the erstwhile Malappuram District Co-operative Bank Ltd with the Kerala State Co-operative Bank is currently sub judice before the Hon'ble Supreme Court of India in Civil Appeal Nos. 11861-11863 of 2023 and 11542-11546 of 2023, and the matter is pending final adjudication.*



Branches : A-21, 'Revathi', Jawahar Nagar, Kawdiar, **Trivandrum** - 695 041. Ph : 2721731
57/996B, Verkote NSS Karayogam Jn. Giri Nagar K.P. Vallon Road, Kadavanthara, **Ernakulam** - 682 020. Ph : 2368819
Delshe Tower, LIC Road, Talap, **Kannur** - 670 002. Ph : 2703957
CC 39/3633 E 2, Fourth Floor, Landmark Enclave, Valanjambalam, **Cochin** - 682 016, Tel: 0484 2359776
22/842, 1st Floor, K.K Complex Kunnathurmedu, Near Stadium Bus Stand, **Palakkad** - 678 013, Ph:7403878985

Emphasis of Matter:

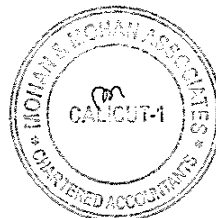
- 1) *We observe that the Bank has recognised an amount of Rs. 1,83,57,370.70 as prior period income on account of Input Tax Credit (ITC) pertaining to earlier periods, which had previously been treated as expenditure. The Bank has subsequently recognised the same as a current asset and set off the corresponding output tax liability during the year. The impact of this treatment on the current year's income and prior period expenses may be considered by the users of the financial statements.*
- 2) *GST reconciliation between the books of account and GSTR-2B reflects an unreconciled difference of ₹1,10,737.03. The reconciliation statement indicates that invoices aggregating to ₹13,08,095.42 appearing in GSTR-2B could not be matched with the books of account, while invoices aggregating to ₹14,18,832.45 recorded in the books were not appearing in GSTR-2B. The Bank has stated that individual invoice values could not be matched and, therefore, invoice-wise reconciliation could not be completed. Consequently, the reasons for the unmatched items and the resultant difference of ₹1,10,737.03 could not be independently verified by us.*
- 3) *We draw attention to the fact that the Bank has not deducted and remitted GST TDS on payments made to contractors in cases where the value of individual transactions exceeds Rs. 2.50 lakhs. Consequently, the Bank may be exposed to potential liabilities towards tax, interest, and penalties in respect of such non-compliance. The impact of the same has not been quantified.*
- 4) *We draw attention to the fact that the Information Systems (IS) Audit, which forms part of the Bank's overall audit and control assessment framework, had not been completed as of the date of this report. The findings and observations arising from the IS Audit, if any, may have implications for the assessment of information technology controls and related processes. Our opinion is not modified in respect of this matter.*

Our opinion is not modified in respect of these matters.

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

Information Other than the Financial Statements and Auditor's Report thereon

The Bank's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board of Directors Report including other explanatory information, but does not include Financial Statements and our auditor's report thereon.



Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Report of Board of Directors including other explanatory information, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and the members in the Annual General Meeting.

Responsibilities of Management and those Charged with Governance for the Financial Statements

The Bank's Board of Directors is responsible for the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Bank in accordance with accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, the provisions of the BR Act, the Act and Rules made thereunder and RBI, from time to time. This responsibility also includes maintenance of adequate records in accordance with the provisions of the Act for safeguarding of assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, 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 give true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, 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 management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Boards of Directors are responsible for overseeing the Bank's financial reporting process.

Auditor's Responsibility for the Audit of Financial Statements

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 auditor's report that includes our opinion. Reasonable assurance is high level of assurance, but it is not a guarantee 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 aggregate, they could reasonably be expected to influence the economic decision of users taken on the basis of these Financial Statements.

As part of an audit in accordance with SAs, 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, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.
- 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.

Report on Other Legal & Regulatory Requirements

1. The Balance Sheet and the Profit and Loss Account have been drawn in accordance with the provision of section 29 of the Banking Regulation Act, 1949.



2. As required by sub section (4) of section 30 of the Banking Regulation Act, 1949 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 to be satisfactory.

b) 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 from the branches or offices.

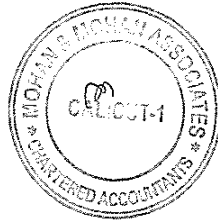
c) The transactions of the Bank which came to our notice have been within the powers of the Bank.

e) The accounting standards adopted by the Bank are consistent with those laid down by accounting principles generally accepted in India, so far applicable to the Banks.

For Mohan and Mohan Associates

Chartered Accountants

FRN: 002092S



CA. T Gopakumar, B.com, FCA

Partner

Mem No: 024111

UDIN : 26024111UJCKPR4679

Date: 26-06-2026

Place: Kozhikode

Erstwhile The Malappuram District Co-Operative Bank Limited
Balance Sheet as on 31st March 2026

(Amount in Thousands)

Particulars	Schedule No	As at 31st March 2026 (Current Year)	As at 31st March 2025 (Previous Year)
CAPITAL AND LIABILITIES			
Capital	1	1,376,014.89	1,409,024.26
Reserves and Surplus	2	-1,352,815.34	-423,175.53
Deposits	3	58,323,555.43	54,360,347.48
Borrowings	4	-	-
Other Liabilities and Provisions	5	3,269,857.89	5,785,925.40
Total		61,616,612.87	61,132,121.61
ASSETS			
Cash and balances with Reserve Bank of India	6	3,162,258.13	2,998,612.82
Balance with banks and money at call and short notice	7	15,614,791.43	15,091,767.51
Investments	8	9,895,759.20	9,212,953.26
Advances	9	32,166,347.73	30,807,289.00
Fixed Assets	10	113,875.49	116,931.92
Other Assets	11	663,580.88	2,904,567.10
Total		61,616,612.87	61,132,121.61
Contingent Liabilities	12	690,424.31	114,786.42
Bills for collection		105,695.86	75,846.32
Principle State Partnership Fund-As per Contra		15,183.01	15,183.01
Significant Accounting Policies	17		
Notes forming part of accounts	18		

Schedules referred to above form an integral part of the Balance Sheet.

As per our report of even date

For Mohan & Mohan Associates
Chartered Accountants
Firm's Reg. No: 002092S



C.A.T Gopakumar, B.com, FCA
Partner

Membership No: 024111

UDIN: 26024111 UJCKPR 4679

Place: Thiruvananthapuram

Date: 26-06-2026

For and on behalf of the board of directors of
The Kerala State Co-Operative Bank Limited

Mohanan Master P
President

Rajesh T
Vice President

Jorty M Chacko
Chief Executive Officer

P. Gagrin
Director

Erstwhile The Malappuram District Co-Operative Bank Limited
Profit and Loss Account for the year ended on 31st March 2026

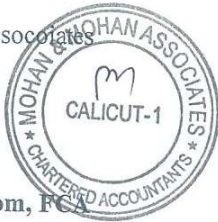
(Amount in Thousands)

Particulars	Schedule No	Year ended 31.03.2026 (Current Year)	Year ended 31.03.2025 (Previous Year)
I Income			
Interest earned	13	4,004,113.49	3,773,495.06
Other income	14	42,121.63	162,829.74
Total		4,046,235.12	3,936,324.81
II Expenditure			
Interest expended	15	4,066,689.14	3,910,585.62
Operating expenses	16	1,011,442.65	967,285.94
Provisions and contingencies		-98,365.03	105,582.19
Total		4,979,766.76	4,983,453.75
III Profit/Loss			
Net profit/loss(-) for the year		(933,531.63)	(1,047,128.95)
Profit/loss(-)brought forward		-1,381,836.42	-334,707.47
Total		(2,315,368.05)	(1,381,836.42)
IV Appropriations			
Transfer to statutory reserves		-	-
Transfer to other reserves		-	-
Transfer to Government/proposed dividend		-	-
Balance carried over to balance sheet		(2,315,368.05)	(1,381,836.42)
Total		(2,315,368.05)	-1,381,836.42

Schedules referred to above form an integral part of the Profit and Loss account

As per our report of even date

For Mohan & Mohan Associates
Chartered Accountants
Firm's Reg. No: 002092S



C.A T Gopakumar, B.com, FCA
Partner

Membership No: 024111

UDIN: 26024111 UTCKPR4679

Place: Thiruvananthapuram

Date: 26-06-2026

For and on behalf of the board of directors of
The Kerala State Co-Operative Bank Limited

Mohan Master P
President

Rajesh T
Vice President

Jorjy M Chacko
Chief Executive Officer

P. Gagrin
Director

Erstwhile The Malappuram District Co-Operative Bank Limited
Schedules forming part of Financial Statements

Schedule 1 - Capital

(Amount in Thousands)

	As on 31-03-2026	As on 31-03-2025
Authorised Capital	2,750,000.00	2,750,000.00
2,50,000 A Class Shares of Rs.5000 each	1,250,000.00	1,250,000.00
5,00,000 B Class Shares of Rs. 1000 each	500,000.00	500,000.00
15,00,000 C Class Shares of Rs.500 each	750,000.00	750,000.00
50,000 D Class Shares of Rs.5000 each	250,000.00	250,000.00
Issued Capital	1,376,014.89	1,409,024.26
1,81,145 (31st March 2025 : 1,79,287) A Class Shares of Rs.5000	905,728.00	896,434.00
1,20,276 (31st March 2025 : 1,20,276) B Class Shares of Rs. 1000	120,276.00	120,276.00
6,56,011 (31st March 2025 : 7,44,499) C Class Shares of Rs.500 each	328,005.89	372,249.26
4,401 (31st March 2025 : 4,013) D Class Shares of Rs.5000 each	22,005.00	20,065.00
Subscribed Capital	1,376,014.89	1,409,024.26
1,81,145 (31st March 2025 : 1,79,287) A Class Shares of Rs.5000	905,728.00	896,434.00
1,20,276 (31st March 2025 : 1,20,276) B Class Shares of Rs. 1000	120,276.00	120,276.00
6,56,011 (31st March 2025 : 7,44,499) C Class Shares of Rs.500 each	328,005.89	372,249.26
4,401 (31st March 2025 : 4,013) D Class Shares of Rs.5000 each	22,005.00	20,065.00
Called-up Capital	1,376,014.89	1,409,024.26
1,81,145 (31st March 2025 : 1,79,287) A Class Shares of Rs.5000	905,728.00	896,434.00
1,20,276 (31st March 2025 : 1,20,276) B Class Shares of Rs. 1000	120,276.00	120,276.00
6,56,011 (31st March 2025 : 7,44,499) C Class Shares of Rs.500 each	328,005.89	372,249.26
4,401 (31st March 2025 : 4,013) D Class Shares of Rs.5000 each	22,005.00	20,065.00
Less: Calls unpaid	-	-
Add: Forfeited shares	-	-

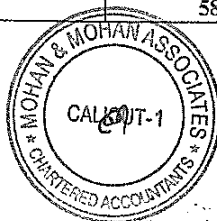
Schedule 2 - Reserves and Surplus

	As on 31-03-2026	As on 31-03-2025
I. Statutory Reserves		
Opening Balance	596,560.59	596,560.59
Additions during the year	596,560.59	596,560.59
Deductions during the year	-	-
II. Capital Reserves		
Opening Balance	5,193.18	5,193.18
Additions during the year	-	26.00
Deductions during the year	-	-
III. Share Premium		
Opening Balance	-	-
Additions during the year	-	-
Deductions during the year	-	-
IV. Revenue and Other Reserves		
Opening Balance	360,798.94	356,907.11
Additions during the year	356,907.11	351,688.14
Deductions during the year	4,527.87	6,340.42
Deductions during the year*	636.05	1,121.45
V. Balance in Profit and Loss Account		
	(2,315,368.05)	-1,381,836.42
Total (I,II,III,IV and V)	-1,352,815.34	-423,175.53

*Refer schedule 10 of the financial Statements

Schedule 3 - Deposits

	As on 31-03-2026	As on 31-03-2025
A.I Demand deposits		
(i) From banks	181,585.24	201,702.49
(ii) From others	607,754.07	668,508.58
II. Savings Bank Deposits	5,357,341.19	4,977,874.64
III. Term Deposits		
(i) From banks	611,464.04	509,050.29
(ii) From others	51,565,410.90	48,003,211.48
Total (I,II and III)	58,323,555.43	54,360,347.48
B. (i) Deposits of branches in India	58,323,555.43	54,360,347.48
(ii) Deposits of branches outside India	-	-
Total	58,323,555.43	54,360,347.48



Erstwhile The Malappuram District Co-Operative Bank Limited
Schedules forming part of Financial Statements

Schedule 9-Advance

(Amount in Thousands)

	As on 31-03-2026	As on 31-03-2025
A. (i) Bills purchased and discounted	-	-
(ii) Cash credits, overdrafts and loans repayable on demand	15,615,019.07	11,995,128.81
(iii) Term loans	16,551,328.66	18,812,160.18
Total	32,166,347.73	30,807,289.00
B. (i) Secured by tangible assets	32,115,291.76	30,756,233.02
(ii) Covered by Bank/Government Guarantees	-	-
(iii) Unsecured	51,055.98	51,055.98
Total	32,166,347.73	30,807,289.00
C.I. Advances in India		
(i) Priority Sectors	1,672,034.75	1,672,034.75
(ii) Public Sector	-	-
(iii) Banks	-	-
(iv) Others	30,494,312.98	29,135,254.24
Total	32,166,347.73	30,807,289.00
C.II. Advances outside India		
(i) Due from banks	-	-
(ii) Due from others	-	-
(a) Bills purchased and discounted	-	-
(b) Syndicated loans	-	-
(c) Others	-	-
Total	-	-
Grand Total (C.I and II)	32,166,347.73	30,807,289.00

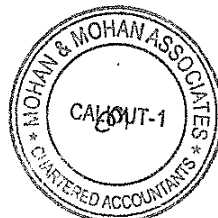
Schedule 10 - Fixed Assets

	As on 31-03-2026	As on 31-03-2025
I. Premises		
At cost as on 31st March of the preceding year	103,342.41	104,195.32
Additions during the year	104,195.32	105,048.23
Deductions during the year*	-	-
Depreciation to date	852.91	852.91
II. Other Fixed Assets (including furniture and fixtures)		
At cost as on 31st March of the preceding year	10,533.08	12,736.60
Additions during the year	12,736.60	15,095.95
Deductions during the year	1,539.46	1,860.19
Depreciation to date	-	-
Total (I and II)	3,742.98	4,219.54
	113,875.49	120,144.17

* During the FY 2022-23 the bank has erroneously revalued land and building in the books of accounts by an amount of Rs.10,61,18,000 instead of Rs.8,46,69,688. This resulted in an overvaluation of land and building by an amount of Rs.2,14,48,311. During the current year, bank identified the said error and have reversed the excess revaluation made in the books of accounts.

Schedule 11 - Other Assets

	As on 31-03-2026	As on 31-03-2025
I. Inter office adjustments (net)	-	-
II. Interest accrued	407,139.65	281,025.12
III. Tax paid in advance/tax deducted at source	112,274.36	0.47
IV. Stationery and stamps	-	-
V. Non-banking assets acquired in satisfaction of claims	2,839.90	2,839.90
VI. Others Assets	141,326.97	2,620,701.61
Total	663,580.88	2,904,895.13

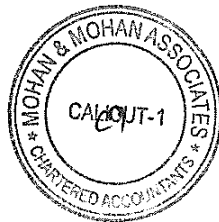


Erstwhile The Malappuram District Co-Operative Bank Limited
Schedules forming part of Financial Statements

Schedule 12 - Contingent Liabilities

(Amount in Thousands)

	As on 31-03-2026	As on 31-03-2025
I. Claims against the bank not acknowledged as debts	-	-
II. Liability for partly paid investments	-	-
III. Liability on account of outstanding forward exchange contracts	-	-
IV. Guarantees given on behalf of constituents		
(a) In India	-	-
(b) Outside India	-	-
V. Acceptances, endorsements and other obligations	-	-
VI. Deaf	129,055.39	114,786.42
V. Income tax demand(Under Protest)	561,368.92	-
Total	690,424.31	114,786.42



Erstwhile The Malappuram District Co-Operative Bank Limited
Schedules forming part of Financial Statements

Schedule 13 - Interest Earned

(Amount in Thousands)

	Year ended 31, 2026	March	Year ended 31, 2025	March
I. Interest/discount on advances/bills	3,302,127.94		3,068,573.33	
II. Income on investments	701,985.55		704,921.73	
III. Interest on balances with Reserve Bank of India and other inter-bank funds	-		-	
IV. Others	-		-	
Total	4,004,113.49		3,773,495.06	

Schedule 14 - Other Income

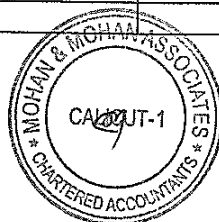
	Year ended 31, 2026	March	Year ended 31, 2025	March
I. Commission, exchange and brokerage		4,719.47		6,026.10
II. Profit on sale of investments		-		-
Less: Loss on sale of investments		-		-
III. Profit on revaluation of investments		-		-
Less: Loss on revaluation of investments		-		-
IV. Profit on sale of land, building and other assets		-		-
Less: Loss on sale of land, building and other assets		-		-
V. Profit on exchange transactions		-		-
Less: Loss on exchange transactions		-		-
VI. Income earned by way of dividends, etc. from subsidiaries/companies and/or joint ventures abroad/in India		-		-
VII. Miscellaneous Income		37,402.16		156,803.64
Total	42,121.63		162,829.74	

Schedule 15 - Interest Expended

	Year ended 31, 2026	March	Year ended 31, 2025	March
I. Interest on deposits	4,062,797.31		3,906,807.42	
II. Interest on Reserve Bank of India / inter-bank funds		-		-0.27
III. Others		3,891.82		3,778.47
Total	4,066,689.14		3,910,585.62	

Schedule 16 - Operating Expenses

	Year ended 31, 2026	March	Year ended 31, 2025	March
I. Payments to and provisions for employees	485,974.79		371,944.18	
II. Rent & taxes	28,525.98		26,780.06	
III. Printing and stationery	1,320.29		1,154.86	
IV. Advertisement and publicity	153.62		195.31	
V. Depreciation on Bank's property	4,725.03		5,201.59	
VI. Directors' fees, allowances and expenses	40.80		29.60	
VII. Auditors' fees and expenses (including branch auditors' fees and expenses)	4,617.11		4,821.99	
VIII. Law charges	664.29		556.50	
IX. Postage, Telegrams, Telephones etc	1,402.09		908.67	
X. Repairs and maintenance	410.66		478.10	
XI. Insurance	64,872.48		61,368.12	
XII. Other expenditure	418,735.49		493,846.96	
Total	1,011,442.65		967,285.94	



SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Preparation:

The Bank's financial statements are prepared under the historical cost convention, on the accrual basis of accounting on a going concern basis, unless otherwise stated, and conform in all material aspects to Generally Accepted Accounting Principles (GAAP) in India, which comprise applicable statutory provisions, regulatory norms/guidelines prescribed by the National Bank for Agriculture and Rural Development (NABARD) / Reserve Bank of India (RBI), Banking Regulation Act 1949, Kerala Co-operative Societies Act, 1969 and amendments thereto and Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI), and the practices prevalent in the banking industry in India

B. Use of estimates:

The preparation of financial statements requires the management to make estimates and assumptions considered in the reported amount of assets and liabilities (including contingent liabilities) as on the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates.

C. Significant Accounting Policies:

1 Revenue recognition:

- a. Income and expenditure are accounted on accrual basis, except otherwise stated
- b. Income on Non-Performing Advances (NPAs) is recognized to the extent realized as per prudential norms prescribed by the Reserve Bank of India. Income accounted for in the preceding year and the current year remaining unrealized is derecognized in respect of advances classified as NPA during the year unless and until the NPA accounts are updated to standard Asset.
The amounts realized in NPA accounts are first adjusted towards interest and thereafter with the principal amount.

2. Investments

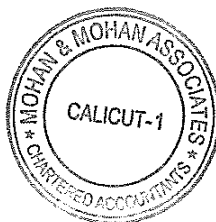
- a. All investments are stated at cost except as otherwise stated.
- b. Cost of acquisition of investments excludes transaction charges and the same are treated as revenue expenditure.
- c. Banks investments comprises of SLR investments and Non SLR investments. SLR investments are mainly in government securities (Central and State Government & Treasury Bills), and other approved securities such as Bonds guaranteed by Central and State Governments, etc
- d. Non SLR investments comprise of investment in debt instruments such as Debentures, PSU bonds, Shares and debentures of corporates and units of mutual funds and central and State government securities not eligible for SLR.
- e. The entire investment portfolio of the bank comprising SLR securities and non SLR securities are classified under two categories viz. Permanent Category and Current Category' in accordance with Reserve Bank of India guidelines.

Net depreciation is charged to profit and loss account 'investment depreciation reserve' and kept in GL 'Provision for investment reserve'.

The book value of the individual security has not been changed and the provision required to be made on account of depreciation under this category in any year has been appropriated from profit during the year.

3. Deposits

The Bank accepts Current/ Savings/ Term Deposits etc from Individuals, institutions, Co-operative Societies/ Urban Banks.



(Erstwhile) Malappuram District Co-Operative Bank Limited
 Schedule 17: Significant Accounting Policies for the year ended 31 March 2026

4. Loans/ Advances and Provisions thereon:

Based on the guidelines/ directives issued by the RBI, Loans and Advances are classified as performing and non-performing, as follows:

- a. A term loan is classified as a non-performing asset if interest and/ or instalment of principal remains overdue for a period of more than 90 days.
- b. An Overdraft or Cash Credit is classified as a non-performing asset, if the account remains 'out of order status' means a cash credit / overdraft (CC / OD) account shall be treated as 'out of order' if any of the following conditions are satisfied: (i) the outstanding balance remains continuously in excess of the sanctioned limit / drawing power for 90 days; (ii) the outstanding balance is less than the sanctioned limit / drawing power but there are no credits continuously for 90 days; (iii) the outstanding balance is less than the sanctioned limit / drawing power but credits are not enough to cover the interest debited during the previous 90 days period.
- c. The bills purchased/ discounted are classified as Non-performing Asset if the bill remains overdue for a period of more than 90 days.
- d. The agricultural advances are classified as a non-performing if, (a) for short duration crops, where the instalment of principal or interest remains overdue for two crop seasons; and (b) for long duration crops, where the principal or interest remains overdue for one crop season.
- e. An account where the regular / ad hoc credit limits have not been reviewed / renewed within 180 days from the due date / date of ad hoc sanction.

NPAs are classified into Sub-Standard, Doubtful and Loss Assets, based on the following criteria stipulated by RBI:

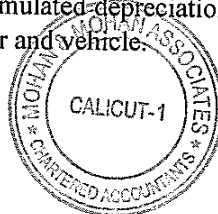
- a. Sub-standard: A loan asset that has remained overdue for a period not exceeding 3 years.
- b. Doubtful: A loan asset that has remained overdue for a period exceeding 3 years.
- c. Loss: A loan asset where loss has been identified but the amount has not been fully written off.

Provisions on Advances are made as under:

Asset Classification	Period	Rate of Provision
Standard		
Agricultural Advances & SME		0.25%
Others		0.4%
Substandard Asset	Overdue for more than 90days but up to 3 years	10%
Doubtful 1	Overdue above 3 to 4 years	
Secured		20%
Unsecured		100%
Doubtful 2	Overdue above 4 to 6 years	
Secured		30%
Unsecured		100%
Doubtful 3	Overdue above 6 years	100%
Loss Assets	100%	100%

5. Fixed Assets, Depreciation & Amortisation

Fixed Assets are carried at historical cost less accumulated depreciation. The fixed assets are depreciated under diminishing balance method except Computer and vehicle.



(Erstwhile) Malappuram District Co-Operative Bank Limited
 Schedule 17: Significant Accounting Policies for the year ended 31 March 2026

Fixed Asset	Rate of Depreciation
Building	2.5%
Civil Work	2.5%
Air Conditioning	10%
Elevator & Escalator	20%
Electrification	15%
Sanitary and Water Supply	10%
Aluminium Glazing	10%
Fire Alarm	15%
Wood Furniture	10%
Perishable Items and Machines	20%
Software	40%
Electrical Items	15%
Vehicle	
First Year	30%
Second Year	25%
Third Year	20%
Fourth Year	15%
Fifth Year	10%
Library Items	10%
Computer Items	1st Year - 34%, 2nd and 3rd Year - 33%

6. Employee Benefits:

a. Short Term Employee Benefits:

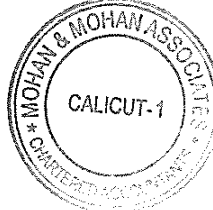
The undiscounted amount of short – term employee benefits, such as medical benefits etc., which are expected to be paid in exchange for the services rendered by employees, are recognized during the period when the employee renders the service.

b. Long Term Employee Benefits:

Defined Benefit Plans:

a. Gratuity:

The Bank provides for Gratuity liability as per the provisions of Payment of Gratuity Act. The benefit is in the form of lump sum payments to vested employees on retirement, or on death while in employment, or on termination of employment, for an amount equivalent to 15 days basic salary payable for each completed year of service, subject to the cap prescribed by the Statutory Authorities. Vesting occurs upon completion of five years of service. For Gratuity Liability, Bank has taken Group Gratuity Liability Policy from LIC of India.



b. Leave Encashment

The Bank provides for Leave Encashment liability. The benefit is in the form of lump sum payments to vested employees on retirement, or on death while in employment and vesting occurs at different stages as per rules.

7. Taxes on Income:

Income Tax expense is the aggregate amount of current tax and deferred tax expense incurred by the Bank. Current tax expense and deferred tax expense are determined in accordance with the provisions of the Income Tax Act, 1961 and as per the Accounting Standard 22 - "Accounting for Taxes on Income" respectively and which are based on the tax laws prevailing in India. Deferred tax adjustments comprise of changes in the deferred tax assets or liabilities during the year. Deferred tax assets and liabilities are recognised by considering the impact of the timing differences between taxable income and accounting income for the current year, and carry forward losses. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. The impact of changes in deferred tax assets and liabilities is recognised in the Profit and Loss Account. Deferred tax assets are recognised and reassessed at each reporting date, based on management's judgement as to whether their realisation is considered as reasonably certain. Deferred Tax Assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realised against future profits.

8. Contingent Liabilities & provisions:

In conformity with AS-29, "Provisions, Contingent Liabilities and Contingent Assets", issued by the ICAI, the bank recognises provisions only when it has a present obligation as a result of a past event, and would result in a probable outflow of resources embodying economic benefits will be required to settle the obligation, and when a reliable estimate of the amount of the obligation can be made.

No provision is recognised for:

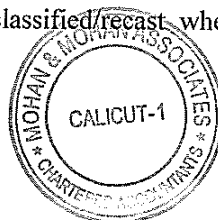
- a. Any possible obligation that arises from past events and existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the bank; or
- b. Any present obligation that arises from past events but is not recognized because:
 - i. It is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - ii. A reliable estimate of the amount of obligation cannot be made.

Such obligations are recorded as Contingent Liabilities. These are assessed at regular intervals and only that part of the obligation for which an outflow of resources embodying economic benefits is probable, is provided for, except in the extremely rare circumstances where no reliable estimate can be made.

- c. Contingent Assets are not recognised in the financial statements

9. The figures mentioned in Balance Sheet, Profit & Loss Account and Schedules 1 to 16 have been rounded off to the nearest thousands of rupees and the figures mentioned in Schedules 18 have been rounded off to the nearest crores of rupees.

10. Previous Year's figures have been regrouped /reclassified/recast wherever necessary to confirm the current year classification.



(Erstwhile) Malappuram District Co-Operative Bank Limited
Schedule 17: Significant Accounting Policies for the year ended 31 March 2026

11. Accounting Standards 5- Net Profit/Loss for the period, prior period item and changes in accounting policies

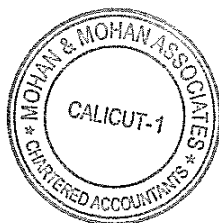
Input GST pertaining to earlier years amounting to ₹1,83,57,370.70 has been recognized during the year by way of reversal of prior-period expenses.

As prior period item of Income/Expenditure are not material, the same have been charged /accounted for in respective heads of accounts during the year.

12. Disclosure Norms

The Reserve Bank of India, from time to time had issued several guidelines/directions to Banks on the presentation of Financial Statements, regulatory clarification on compliance with accounting standards, and disclosures in notes to accounts.

In this regard, the Bank need to adhere to all disclosure norms as stated in Master Direction on financial statement presentation and disclosures as per Circular No. RBI/DOR/2025-26/314 DOR.ACC.REC.No.233/21.04.018/2025-26 November 28, 2025 Reserve Bank of India (Rural Co-operative Banks – Financial Statements: Presentation and Disclosures) Directions, 2025 and guidelines issued by NABARD, ICAI and KCS Act in this regard as stipulated from time to time

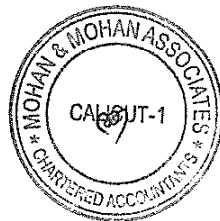


The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

1) Composition of Regulatory Capital

(Amount in Crores)

Sr.No	Particulars	Current Year (31-03-26)	Previous Year
i)	Common Equity Tier 1 capital(CET 1)*Paid up share capital and reserves (net of deductions,if any)	-6.06	90.94
ii)	Additional Tier 1 capital*Other Tier 1 capital	-	-
iii)	Tier 1 capital(I+ii)	-6.06	90.94
iv)	Tier 2 capital	-	34.87
v)	Total capital (Tier 1+Tier 2)	-6.06	125.81
vi)	Total Risk Weighted Assets(RWAs)	2,954.60	2,719.01
vii)	CET 1 Ratio (CET 1 as a percentage of RWAs)*Paid-up share capital and reserves as percentage of RWAs	-0.21	3.34
viii)	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	-0.21	3.34
ix)	Tier 2 Ratio (Tier 1 capital as a percentage of RWAs)	-	1.28
x)	Capital to Risk Weighted Assets Ratio (CRAR)(Total)	-0.21	4.63
xi)	Leverage Ratio	-	-
xii)	Percentage of the shareholding of	-	-
	a) Government of India	-	-
	b) State Government	-	-
	c) Sponsor Bank	-	-
xiii)	Amount of paid-up equity capital raised during the year	-3.30	-3.83
	Amount of non-equity Tier 1 capital raised during the year,of which:		
	Give list as per instrument type (perpetual non-cumulative preference shares,perpetual debt instruments,etc).		
	Commerical banks (excluding RRBs)shall also specify if the instruments are Base I or Base III compliant		
xiv)	Amount of Tier 2 capital raised during the year,of which		
	Give list as per instrument type (perpetual non-cumulative preference shares,perpetual debt instruments etc.)Commercial banks (excluding RRBs)shall also spcify if the instruments are		
xv)	Basel II or Basel III complaint.		

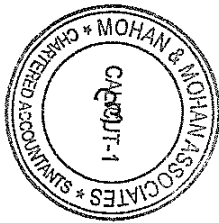


The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

2) Asset liability Management
 Maturity pattern of certain items of assets and liabilities 31.03.2026

	Day 1	2 to 7 days	8 to 14 days	15 to 30 days	31 days to 2 months	Over 2 months and to 3 months	over 3 months and upto 6 months	over 6 months and upto 1 year	over 1 year and upto 3 years	Over 3 years and up to 5 years	over 5 years	Total
Deposits	6.05	14.56	85.63	11.56	17.56	20.56	73.82	3,753.21	1,341.32	55.65	452.44	5,832.36
Advances	541.96	6.61	5.30	17.34	42.73	32.61	120.87	789.55	67.34	102.72	1,489.60	3,216.63
Investments	-	-	-	10.00	20.00	25.00	47.09	193.00	-	30.19	664.29	989.57
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency assets	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-	-	-	-

(Amount in Crores)

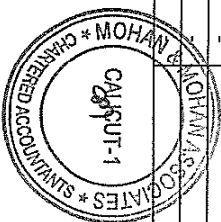


The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

3. a) Investments

(Amount in Crores)

	Investments in Current Year					Investments in Previous Year					
	Government Securities	Other Approved Securities	Shares	Bonds of PSUs	Others	Government securities	Other Approved Securities	Shares	Bonds of PSUs	Others	Total investments
Permanent											
Gross	874.01	-	23.47	-	-	813.83	-	23.47	-	-	837.30
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	874.01	-	23.47	-	-	813.83	-	23.47	-	-	837.30
Current											
Gross	92.09	-	-	-	-	84.00	-	-	-	-	84.00
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	92.09	-	-	-	-	84.00	-	-	-	-	84.00
Total Investments											
Less: Provision for depreciation and NPI	966.10	-	23.47	-	-	966.10	-	23.47	-	-	989.57
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	966.10	-	23.47	-	-	966.10	-	23.47	-	-	989.57
Permanent											
Gross	874.01	-	23.47	-	-	813.83	-	23.47	-	-	837.30
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	874.01	-	23.47	-	-	813.83	-	23.47	-	-	837.30
Current											
Gross	92.09	-	-	-	-	84.00	-	-	-	-	84.00
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	92.09	-	-	-	-	84.00	-	-	-	-	84.00
Total Investments											
Less: Provision for depreciation and NPI	897.83	-	23.47	-	-	897.83	-	23.47	-	-	921.30
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-
Net	897.83	-	23.47	-	-	897.83	-	23.47	-	-	921.30



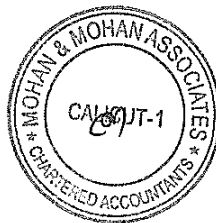
The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

b) Movement of Provisions for Depreciation and investment Fluctuation Reserve

Particulars	(Amount in crore)	
	Current Year	Previous Year
i) Movement of provisions held towards depreciation on investments	-	-
a) Opening Balance	-	-
b) Add: provisions made during the year	-	-
c) Less: Write off /write back of excess provisions during the year	-	-
d) Closing Balance	-	-
ii) Movement of investment fluctuation Reserve	-	-
a) Opening Balance	-	-
b) Add: Amount transferred during the year	-	-
c) Less: Drawdown	-	-
d) Closing Balance	-	-
iii) Closing Balance in IFR as a percentage of closing balance of investments in AFS and HFT/Current category	-	-

c) Sale and transfers to/from HTM Category/Permanent category

i) The one-time transfer of securities to/from HTM category with the approval of Board of Directors undertaken by banks at the beginning of the accounting year	NIL
ii). Direct sales from HTM for bringing down SLR holdings in HTM category consequent to a downward revision in SLR requirements by RBI.	NIL
iii) Sales to the Reserve Bank of India under liquidity management operations of RBI like Open Market Operations (OMO) and the Government Securities Acquisition Programme (GSAP)	NIL
iv) Repurchase of Government Securities by Government of India from banks under buyback / switch operations.	NIL
v) Repurchase of State Development Loans by respective state governments under buyback / switch operations.	NIL
vi) Additional shifting of securities explicitly permitted by the Reserve Bank of India.	NIL



The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

d) Non - SLR investment portfolio
 i) Non-performing non-SLR investments

(Amount in Crores)

Particulars	Current year	Previous year
Opening Balance	-	-
Additions during the year since 1st April	-	-
Reduction during the above period	-	-
Closing Balance	-	-
Total provisions held	-	-

ii) Issuer composition of non-SLR investments

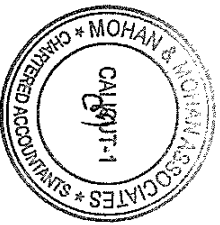
(Amount in Crores)

Issuer	Amount		Extent of Private Placement		Extent of Below Investment Grade Securities Placement		Extent of Unrated Securities		Extent of Unlisted Securities	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
PSUs	-	-	-	-	-	-	-	-	-	-
Fis	-	-	-	-	-	-	-	-	-	-
Banks	23.47	23.47	-	-	-	-	-	-	-	-
Private Corporates	-	-	-	-	-	-	-	-	-	-
Subsidiaries/Joint Ventures	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-
Provision held towards depreciation	-	-	-	-	-	-	-	-	-	-
Total	23.47	23.47	-	-	-	-	-	-	-	-

e) Repo Transactions (in face value terms)

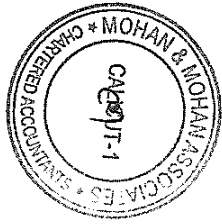
(Amount in Crores)

Particulars	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				
a) Government Securities	-	-	-	-
b) Corporate debt Securities	-	-	-	-
c) Any other Securities	-	-	-	-
ii) Securities purchased under reverse repo				
a) Government Securities	-	-	-	-
b) Corporate debt securities	-	-	-	-
c) Any other securities	-	-	-	-



	Standard	Non-Performing				Total
		Total Standard Advances	Sub-standard	Doubtful	Loss	
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	Previous Year
Gross NPA to Gross Advances	13.13	15.98
Net NPA to Net Advances	7.77	10.26
Provision coverage ratio	46.83	41.96



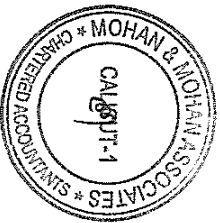
The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

4. Asset Quality

a) Classification of advances and provisions held

Particulars	Standard		Non Performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub Standard	Doubtful	Loss			
Gross Standard Advances and NPAs							
Opening Balance	2,588.30	256.97	234.16	1.30	492.43	3,080.73	
Add: Additions during the year					-70.14	135.90	
Less: Reductions during the year							
Closing balance	2,794.34	167.48	253.56	1.25	422.29	3,216.63	
Reductions in Gross NPAs due to:							
i) Upgradation							
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	10.06	25.70	169.57	1.30	196.57	206.63	
Add: Fresh provisions made during the year					-9.70	-9.70	
Less: Excess provision reversed/Write - off loans					0.00	0.00	
Closing Balance of provisions held	10.87	16.75	168.87	1.25	186.87	197.74	
Net NPA							
Opening Balance							
Add: Fresh addition during the year							
Less: Reductions during the year							
Closing balance		150.73	84.69	0.00	235.42		

(Amount in Crores)



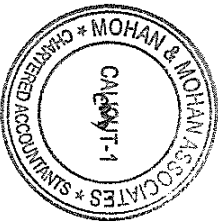
The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

b) Sector Wise Advances and Gross NPAs

Sr. No	Sector	Outstanding Total Advances	Current year			Previous Year		
			Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	
i)	Priority Sector							
a)	Agriculture and allied activities	297.52	0.12	0.04	306.80	0.54	0.18	
b)	Advances to industries sector eligible as priority sector lending	201.31	16.68	8.29	127.42	17.26	13.55	
c)	Services	-	-	-	-	-	-	
d)	Personal Loans	-	-	-	-	-	-	
	Subtotal (i)	498.83	16.80	3.37	434.22	17.80	4.10	
ii)	Non-priority Sector							
a)	Agriculture and allied activities	-	-	-	-	-	-	
b)	Industry	-	-	-	-	-	-	
c)	Services	-	-	-	-	-	-	
d)	Personal loans	2,717.80	405.49	14.92	2,646.51	474.63	17.93	
	Sub total (ii)	2,717.80	405.49	14.92	2,646.51	474.63	17.93	
	Total (I = i) + (ii)	3,216.63	422.29	13.13	3,080.73	492.43	15.98	

c) Overseas assets, NPAs and revenue

Particulars	(Amount in crores)	
	Current Year	Previous Year
Total Asset	Nil	Nil
Total NPAs	Nil	Nil
Total Revenue	Nil	Nil



The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

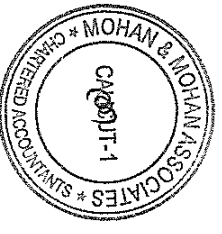
d) Details of accounts subjected to restructuring

		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	Current Year	Previous Year
Standard	Number of borrowers	-	-	-	-	-	-	-	-	-	-
	Gross Amount (Rs. Crore)	-	-	-	-	-	-	-	-	-	-
Substandard	Provision held (Rs. Crore)	-	-	-	-	-	-	-	-	-	-
	Number of borrowers	-	-	-	-	-	-	-	-	-	-
Doubtful	Gross Amount (Rs. Crore)	-	-	-	-	-	-	-	-	-	-
	Provision held (Rs. Crore)	-	-	-	-	-	-	-	-	-	-
Total	Number of borrowers	-	-	-	-	-	-	-	-	-	-
	Gross Amount (Rs. Crore)	-	-	-	-	-	-	-	-	-	-
	Provision held (Rs. Crore)	-	-	-	-	-	-	-	-	-	-

(Amount in crores)

e) Disclosure of transfer of loans exposures

a) Total amount of loans not in default/stressed loans transferred and acquired to / from other entities	NIL
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The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

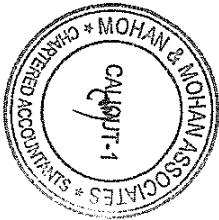
(Amount in crores)

D) Disclosure under Resolution Framework for Covid 19 related stress
 Format for disclosure to be made half yearly ending March 31, 2026

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 year
Personal Loans	237.02	-	-	-	237.02
Corporate Persons	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Other	-	-	-	-	-
Total	237.02	-	-	-	237.02

g. Risk Category wise country exposure

N/A

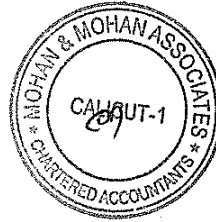


The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

(Amount in crores)

h) Fraud accounts

	Current year	Previous year
Number of frauds reported	-	-
Amount involved in fraud (Rs.crore)	-	-
Amount of provision made for such frauds (Rs.crore)	-	-
Amount of Unamortised provision debited from other reserves as the end of the year (Rs.crore)	-	-



The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

5. Exposures

a) Exposure to real estate sector

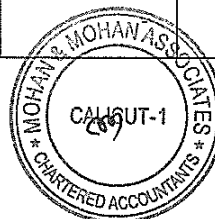
(Amount in crores)

Category	Current year	Previous year
i) Direct exposure		
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. Exposures would also include non-fund based (NFB) limits.	370.17	441.07
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	370.17	441.07

b) Exposure to capital market

(Amount in crores)

Particulars	Current Year	Previous Year
i) Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt.	-	-
ii) Advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds;	-	-
iii) Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
iv) Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances;	-	-
v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
vi) Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
vii) Bridge loans to companies against expected equity flows / issues;	-	-
viii) Underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	-	-
ix) Financing to stockbrokers for margin trading;	-	-
x) All exposures to Venture Capital Funds (both registered and unregistered)	-	-
Total exposure to capital market		



The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

e) Risk category-wise country exposure

(Amount in crores)

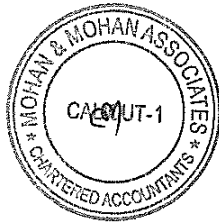
Risk Category	Exposure (net) as at March 31-03-2026 (Current Year)	Provision held as at March 31-03-2026 (Current Year)	Exposure (net) as at March 31-03-2025 (Previous Year)	Provision held as at March 31-03-2025 (Previous Year)
Insignificant	-	-	-	-
Low	-	-	-	-
Moderately Low	-	-	-	-
Moderate	-	-	-	-
Moderately High	-	-	-	-
High	-	-	-	-
Very High	-	-	-	-
Total	-	-	-	-

d) Unsecured advances

(Amount in crores)

Particulars	Current year	Previous year
Total unsecured advances of the Bank	37.69	33.85
Out of the above, amount of advances for which intangible securities such as charge over the rights, licenses, authority, etc. have been taken	37.69	33.85
Estimated value of such intangible securities		

e) Factoring Exposures	NIL
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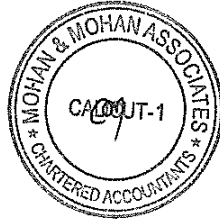
The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

6. Exposure of RCBs

(i) District Co-operative Banks

(Amount in crores)

Sl. No	Exposure to	Current Year			Previous Year		
		Gross Exposure (Rs. Crore)	Advances (Rs. Crore)	Out of which gross non-performing advances (Rs. Crore)	Gross Exposure (Rs. Crore)	Advances (Rs. Crore)	Out of which gross non-performing advances (Rs. Crore)
1	Central Co-operative banks	-	-	-	-	-	-
2	Apex Societies	-	-	-	-	-	-
3	Primary Agricultural Credit Societies (PACS)-on lending	639.03	639.03	38.05	637.05	637.05	33.41
4	PACS - other exposure	-	-	-	-	-	-
5	Other Credit societies	-	-	-	-	-	-
6	Other non -credit co-operative societies	-	-	-	-	-	-
7	Companies	-	-	-	-	-	-
8	Public Sector Undertakings	-	-	-	-	-	-



The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

7. Concentration of deposits, advances, exposures and NPAs

a) concentration of deposits

(Amount in crores)

Particulars	Current year	Previous Year
Total deposits of the twenty largest depositors	1730.24	1589.38
Percentage of deposits of twenty largest depositors to total deposits of the Bank	29.66%	29.24%

b) Concentration of advances

(Amount in crores)

Particulars	Current year	Previous Year
Total advances of the twenty largest borrowers	32.89	30.72
Percentage of advances of twenty largest borrowers to total advances of the Bank	1.02%	1.00%

c) Concentration of exposures

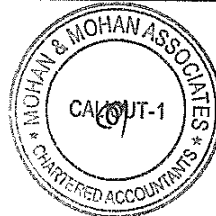
(Amount in crores)

Particulars	Current year	Previous Year
Total exposure to the twenty largest borrowers/customers	32.89	30.72
Percentage of exposures to the twenty largest borrowers/customers to the total exposure of the Bank on borrowers/customers	1.02%	1.00%

d) Concentration of NPAs

(Amount in crores)

Particulars	Current year	Previous Year
Total exposure to the top twenty NPA Accounts	32.89	30.72
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs.	7.79%	6.24%



The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

8) Derivatives

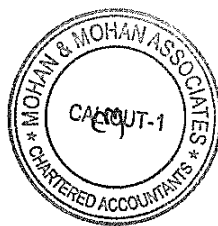
a) Forward rate agreement/Interest rate swap	Nil
b) Exchange traded Interest rate derivatives	Nil

9) Transfers to Depositor Education and Awareness Fund (DEA Fund)

(Amount in Crores)

Particulars	Current Year	Previous Year
Opening balance of amounts transferred to DEA Fund	11.48	7.06
Add: Amounts transferred to DEA Fund during the year	1.56	4.60
Less: Amounts reimbursed by DEA Fund towards claims	0.13	0.18
Closing balance of amounts transferred to DEA Fund	12.91	11.48

10) Disclosure of penalties imposed by RBI	NIL
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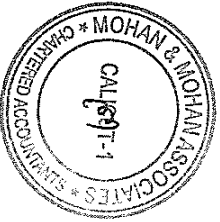


The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 8: Notes forming part of Financial Statements
 Other Disclosure Requirements

11) Disclosure of Compliants
 a) Summary information on compliants received by the Bank from customers and from the Offices of Ombudsman

(Amount in crores)

Sr. No	Particulars	Previous Year	Current Year
	Compliants received by the bank from its customers	Nil	Nil
1	Number of compliants pending at beginning of the year	Nil	Nil
2	Number of compliants received during the year	Nil	Nil
3	Number of compliants disposed during the year	Nil	Nil
	3.1 of which, number of compliance rejected by the bank	Nil	Nil
4	Number of compliants pending at the end of the year	Nil	Nil
	Maintainable compliants received by the bank from Office of Ombudsman	Nil	Nil
5	Number of Maintainable compliants received by the bank from Office of Ombudsman	Nil	Nil
	5.1 Of 5, number of compliants resolved in favour of the bank by Office of Ombudsman	Nil	Nil
	5.2 Of 5, number of compliants resolved through conciliation/mediation/advisories issued by Office of Ombudsman	Nil	Nil
	5.3 Of 5, number of compliants resolved after passing of Awards by Office of Ombudsman against the Bank	Nil	Nil

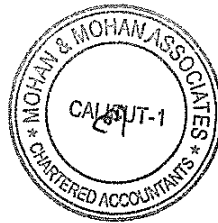


The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

(Amount in crores)

12. Top five grounds of compliants received by the bank from customers

Grounds of compliants, (i.e.compliants relating to)	Number of compliants pending at the beginning of the year	Number of compliants received during the year	% increase/decrease in the number of compliants received over the previous year	Number of compliants pending at the end of the year	Of 5, number of compliants pending beyond 30 days
1	2	3	4	5	6
Current year					
1.Loans & Advances	Nil	Nil	Nil	Nil	Nil
2.Internet/Mobile/Electronic Banking	Nil	Nil	Nil	Nil	Nil
3.Cheques/drafts/bills	Nil	Nil	Nil	Nil	Nil
4.ATM/Debit Cards	Nil	Nil	Nil	Nil	Nil
5.Others-FD & RD	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil
Previous Year					
1.Loans & Advances	Nil	Nil	Nil	Nil	Nil
2.Internet/Mobile/Electronic Banking	Nil	Nil	Nil	Nil	Nil
3.Cheques/drafts/bills	Nil	Nil	Nil	Nil	Nil
4.ATM/Debit Cards	Nil	Nil	Nil	Nil	Nil
5.Others-FD & RD	Nil	Nil	Nil	Nil	Nil
Others	Nil	Nil	Nil	Nil	Nil
Total	Nil	Nil	Nil	Nil	Nil



The erstwhile Malappuram District Co-Operative Bank Limited
Schedule 18: Notes forming part of Financial Statements
Other Disclosure Requirements

13) Business ratios

Particular	Current Year	Previous year
i) Interest Income as a percentage to working Funds	6.35	6.33
ii) Non-Interest Income as a percentage to Working Funds	0.24	0.27
iii) Cost of Deposits	7.40	7.63
iv) Net Interest Margin	-0.15	-0.32
v) Operating Profit as a percentage to Working Funds	-1.65	-1.59
vi) Return Assets	9.49	8.92
vii) Business (deposits plus advances) per employee (in Rs. Crore)	27.56	25.79
viii) Profit per employee (in Rs. Crore)	-	-

(Amount in Crores)

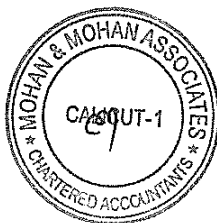
14) Bancassurance Business	NIL
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15) Payment of DICGC Insurance Premium

Particulars	Current Year	Previous Year
Payment of DICGC Insurance Premium	6.48	6.12
Arrears in Payment of DICGC Premium	-	-

16) Disclosure of facilities granted to directors and their relatives	NIL
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17) Disclosure of amortisation of expenditure on account of enhancement in family pension of employees of banks	NIL
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The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

18) Segment Reporting

Part A : Business Segments

Business segments	Treasury		Banking		Other Banking Business		Total	
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
Particulars	70.20	70.49	330.21	306.86	15.25	16.28	415.66	393.63
Revenue							508.20	488.59
Unallocated expenses							(92.54)	(94.96)
Operating profit							0.81	9.75
Extraordinary profit/ loss (Provisions)							(93.35)	(104.71)
Net profit								

(Amount in Crores)

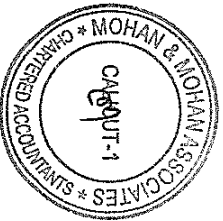
Business segments	Treasury		Banking		Other Banking Business		Total	
	Current year	Previous year	Current year	Previous year	Current year	Previous year	Current year	Previous year
Particulars								
Other information								
Segment assets								
Unallocated asset								
Total assets	989.59	921.30	5,171.79	5,191.63	0.28	0.28	6,161.66	6,113.21
Segment liabilities								
Unallocated liabilities								
Total liabilities			6,161.66	6,113.21			6,161.66	6,113.21

(Amount in Crores)

Part B : Geographic Segments

Since the operations of the Bank are within Kerala only, geographical segment is not applicable

19. Accounting Standard 26- Accounting for intangible Assets -Computer Software-Fully Depreciated



The erstwhile Malappuram District Co-Operative Bank Limited
 Schedule 18: Notes forming part of Financial Statements
 Other Disclosure Requirements

20. Provisions and contingencies

(Amount in Crores)

Provision debited to Profit and Loss Account	Current Year	Previous Year
i) Provision for NPI	-	-
ii) Provision towards NPA	-	3.97
iii) Provision made towards Income Tax	-	-
iv) Other Provisions and Contingencies (with details)	0.81	6.58

RA

For Mohan & Mohan Associates
 Chartered Accountants
 Firm's Reg. No: 002092S



CA.T. Gopakumar B.Com, FCA
 Partner

Membership No: 024111
 UDIN: 26024111 UJCRPR4679

Place: Thiruvananthapuram
 Date: 26-06-2026

For and on behalf of the board of directors of
 The Kerala State Co-Operative Bank Limited

P. Mohanan Master
 President

Jorjy M Chacko
 Chief Executive Officer

T.V. Rajesh
 Vice President

P Gagarin
 Director