



THE TAMIL NADU STATE APEX COOPERATIVE BANK LTD.
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SALIENT FEATURES OF THE BANK AS ON 31.12.2009

1. INTRODUCTION

THE TAMIL NADU STATE APEX COOPERATIVE BANK LTD was registered on **23rd November 1905** and started functioning on **26th November 1905**. The Bank has completed **103** years and entered into the **104th** year of useful service to the farmers and weavers of Tamil Nadu by extending the required credit through the various Cooperative institutions like the District Central Cooperative Banks, Primary Agricultural Coop. Banks and Primary Weavers' Cooperative Societies. The Bank was included in the Second Schedule of RBI in July 1966 and licensed in August, 1972.

The Tamil Nadu State Apex Cooperative Bank Ltd., is playing a major role in formulating the credit programmes as well as the credit policy for the Cooperative institutions in Tamil Nadu. The Apex Bank is providing Agricultural credit for both short term and medium term and is also providing non-agricultural credit for the upliftment of the farmers and the rural population through DCCBs. The Apex Bank has been playing a major role by providing refinance facility for the successful running of the PDS in the State.

2. SHARE CAPITAL

The Authorised Share Capital of the Bank is Rs.125.00 Crores. The Share Capital of the Bank as on 31.12.2009 is Rs.61.07 Crores. The Government of Tamil Nadu has contributed a sum of Rs.0.26 Crores to the Share Capital of the Bank and the rest have been subscribed by 23 DCCBs.

3. RESERVE FUND AND OTHER RESERVES

(Rs. in Crores)

S.No.	Particulars	31.12.2008	31.12.2009
1.	Reserve Fund	171.40	175.26
2.	ACS Fund	104.32	109.73
3.	Other Reserves	444.57	416.95
Total Reserves		720.29	701.94

4. DEPOSITS

The Deposits of the Bank as on 31.12.2009 stood at Rs.5581.19 Crores as against Rs.3990.94 Crores as on 31.12.2008.

5. BORROWINGS

The borrowings of the Apex Bank stood at Rs.822.52 Crores as on 31.12.2009.

(Rs. in Crores)

S.NO.	PURPOSE	BORROWINGS FROM	OUTSTANDING
1.	ST.SAO	NABARD	725.50
2.	ST WEAVERS	- do -	8.00
3.	IRDP	- do -	3.74
4.	NFS	- do -	0.66
5.	SELF HELP GROUP	- do -	52.40
6.	S.T.ALLIED ACTIVITIES	-do-	0.00
7.	RURAL HOUSING SCHEME	- do -	1.29
8.	NCDC SCHEMES	NCDC	0.00
9.	NCDC- Agri jewel loan	NCDC	0.00
10.	SSI/SRTO	SIDBI	0.00
11	PHYSICALLY HANDICAPPED	NHFDC	4.38
12.	ST SAO - MT CONVERSION/R	STATE GOVT.	0.00
13	L.T BLOCKED LOAN MTC/R	-do-	26.55
	TOTAL		822.52

6. INVESTMENT

The Bank's Investments in Government Securities (both Central and State), bonds of the NABARD, IDBI, SIDBI, TNEB and other Trustee Securities, shares etc. aggregated to Rs.2291.70 Crores as on 31.12.2009 as against Rs.1566.91 Crores as on 31.12.2008.

7. ADVANCES

The total advances of the Bank stood at Rs.3971.23 Crores as on 31.12.2009.

(Rs. in Crores)

SL. NO.	PURPOSES	ADVANCE TO	OUTSTANDING
1.	ST.SAO	DCCBs	1422.56
2.	ST. WEAVERS	-do-	37.98
3.	NCDC-JEWEL LOAN	-do-	0.00
4.	Waived loan amt. due from govt.	-do-	859.07
5.	NHFDC	-do-	4.85
6.	MT IRDP Scheme	-do-	8.97
7.	Non-Farm Sector	-do-	0.84
8.	Self Help Groups	-do-	92.91
9.	Rural Housing Scheme	-do-	3.61
10.	SSI/SRTO	-do-	0.87
11.	Non-Agri. Cash Credit	-do-	397.75
12.	Refinance to CCBs Special CC	-do-	52.96
13.	CC consortium to Sugar Mills	-do-	3.04
14.	Loan waiver adjustments	-do-	58.98
15.	SUGAR MILLS	-Consortium-	35.27
16.	Food Credit Consortium	FCI & State Govt.	500.00
17.	OTHERS		491.58
	TOTAL		3971.24

BREAKUP DETAILS OF NON AGRI. CASH CREDITS

(Rs. in Crores)

SL. NO.	PURPOSE	LIMIT	OUTSTANDING
1.	Employees Societies	279.00	51.45
2.	Jewel Loan thro' PACBs	297.00	156.90
3.	Jewel Loan thro' Branches of DCCBs	579.00	189.40
	Total	1155.00	397.75

8. WORKING CAPITAL

The Working Capital of the Bank was Rs.7981.52 Crores as on 31.12.2009 as against Rs.6158.93 Crores as on 31.12.2008.

9. NON-RESIDENT INDIAN ACCOUNTS

With a view to mobilizing deposits from Non-Resident Indians and to extend Banking facilities to them, the Bank had obtained license from the RBI to introduce Non-Resident (ordinary) A/c and Non-Resident (External) A/c. This scheme has been introduced in 7 select branches.

10. AFFILIATES DEVELOPMENT PROGRAMME

The Apex Cooperative Bank, being the leader of the short term cooperative credit structure in our State is providing financial assistance to its affiliates viz., Central Cooperative Banks. Since 1990-91 financial assistance is provided to the DCCBs every year to purchase equipments like Computers, Plain paper copier machines, Fax Machines, Window Air-condition units, Electronic Typewriters and Mini Generators to modernize their office as well as to purchase jeeps/cars for implementing the loan recovery process very effectively at their field level operations. The financial grant/assistance is being sanctioned to the DCCBs by the Apex Bank from out of its general funds by making budgetary allocation every year after obtaining administrative approval from the Registrar of Coop. Societies.

The details of articles supplied by Apex Bank/reimbursements made to DCCBs are as follows:

SL. NO.	ACCOUNTING YEAR	AMOUNT SPENT Rs.	ARTICLES SUPPLIED
1.	1990-91	1,05,00,000.00	Computers/Printers/Windows A/C Units
2.	1991-92	1,70,141.70	Jeeps/Cars
3.	1992-93	20,47,301.28	Plain Paper Copiers
4.	1993-94	49,97,054.14	Jeeps/Cars
5.	1994-95	4,40,000.00	Plain Paper Copiers (for 1 CCB)/Jeeps/Cars
6.	1995-96	64,91,381.24	Computers with Peripherals/Mini Generators/Jeeps/Cars
7.	1996-97	70,13,867.50 3,96,544.90	Computers/Printers/Mini Generators/ Fax Machines/ Electronic Typewriters Construction of Two Wheeler Shed at Dindigul DCCB
8.	1997-98	22,86,118.00	TATA SUMO Jeeps
9.	1998-99	1,93,62,484.00	Computers/Cars/jeeps
10.	1999-2000	1,15,00,000.00	For Computerisation
11.	2000-2001	1,15,00,000.00	For Computerisation
TOTAL		7,67,04,892.76	

In addition to the above, the Apex Bank has been extending the following benefits:

The Bank had provided 50% subsidy to PACBs selected under Intensive Development Programme for putting up of modern banking counters and provision of furniture and fittings. The total subsidy provided by the Bank amounted to Rs.42.74 lakhs benefiting 787 PACBs up to 31.3.2005.

The Apex Bank has supplied 150 Jewel Safes to 150 PACBs, at a cost of Rs.60.00 lakhs to enable them to diversify their activities.

The Apex Bank is paying the premium towards the Deposit Guarantee Fund Scheme for PACBs from the year 1991-92 for the deposits mobilized by the PACBs. The total premium paid by the Bank upto 31.12.2009 aggregated to **Rs.587.05 lakhs.**

11. CREATION OF PRIMARY COOPERATIVE DEVELOPMENT FUND

In order to strengthen the Primary Cooperatives in the State, "Primary Cooperative Development Fund" has been created at the Apex Bank level. The Apex Bank and DCCBs are to contribute 5% of their net profit from the year 1990-91. The balance as on 31.12.2009 amounted to **Rs.2117.18 lakhs.**

Contributions made to Primary Cooperative Development Fund by the Apex Bank:

Sl. No.	Year	Amount (Rs. In lakhs)
1.	1990-1991	50.49
2.	1991-1992	63.16
3.	1992-1993	76.97
4.	1993-1994	40.50
5.	1994-1995	112.29
6.	1995-1996	175.55
7.	1996-1997	92.17
8.	1997-1998	75.36
9.	1998-1999	12.53
10.	1999-2000	48.72
11.	2000-2001	201.10
12.	2001-2002	253.68
13.	2002-2003	78.75
14.	2003-2004	97.07
15.	2004-2005	126.89
16.	2005-2006	140.08
17.	2006-2007	108.90
18.	2007-2008	75.59
	Total	1829.80

Subsidy assistance from PCD Fund: Details of financial assistance extended to PACBs are furnished below:

(Rs. In lakhs)

SL. NO.	SCHEME	SUBSIDY AMOUNT
1.	Supply of Jewel Safes only to PACBs	240.13
2.	Installation of Computers to PACBs.	24.40
3.	25 % cost met for assistance provided under CDF-NABARD. 110 Jewel Safes and 211 Banking Counters.	64.00
4.	25 % of subsidy for Construction of Strong Room only to 14 PACBs (Rs.22500/- per PACB)	289.13
5.	25 % of subsidy for Providing Defender Door only to 400 PACBs (Rs.18250/- per PACBs)	301.67
6.	Int. free loan to TANFED	100.00
7.	Providing Safe Deposit Locker Unit to 1 PACB (Pattampalayam – Coimbatore District)	1.00
8.	Providing Computers, almirahs, & Jewel Safe to 56 Primary Societies in Chennai	12.25
9.	25 % of subsidy for CONSTRUCTION OF MODERN BANK BUILDING TO PACBs:	
	1) 1996-1997 : 50 PACBs (Rs.1.25 lakhs per PACB)	62.50
	2) 1998-1999 : 48 PACBs (Rs.2.25 lakhs per PACB)	107.50
	3) 1999-2000 : 193 PACBs (Rs.2.50 lakhs per PACB)	482.50
	4) 2000-2001 : 72 PACBs (Rs.2.50 lakhs/lesser amount per PACB)	173.12
	5) 2003-2004 : 5 PACBs (Rs.4.00 lakhs/lesser amount per PACB)	19.82
	6) 2004-2008 : PACBs	421.50

	7) Renovation and Construction of Buildings to PACSs	10.01
10	Construction of Godowns for PACBs	16.35
11	Defender Door /Advertisement charges	5.22
12	6% Interest Subsidy paid to DCCBs	1619.59
13	Grant to LAMPS	57.50
14	Grant to Employees' Societies	83.96
15	Agri. Clinics for PACSs	393.00
16	Int. free loan to Consumers' Coop. Wholesale Stores	125.00
17	Int. free loan to Coop. Printing Press	104.11
18	Int. free loan to Agri. Producers Co-op Marketing Societies	45.00
19	Int. free loan to Urban Co-op. Bank	150.00
20	Int. free loan to LAMPS	2.82
Total		4912.08

12. BRANCHES

The Bank is catering to the needs of the public in Chennai through its network of 44 Branches and 1 Extension counter situated in and around the city.

13. PROFIT

The Bank earned a profit of Rs.33.73 Crores for the year 2008 - 2009. The profit for the year 2009-10 (up to Dec. 09) is Rs.28.84 Crores.

14. DIVIDEND

The Bank has paid a dividend of 9% for the year 2007-08.

15. BEST PERFORMANCE AWARDS

i) The National Federation of State Cooperative Banks Ltd., (NAFSCOB) has instituted a scheme of performance awards to Apex Bank, since 1982-83. It may be noted that the bank has been getting an award from the NAFSCOB continuously from 1985-86 as detailed below:

1985-86 : THIRD PRIZE for overall performance
1986-87 : SECOND PRIZE for overall performance
1987-88 : THIRD PRIZE for overall performance
1988-89 : SECOND PRIZE for overall performance
1989-90 : Special Award for outstanding performance under "Social Goals Development"
1990-91 : SECOND PRIZE for overall performance
1991-92 : FIRST PRIZE for overall performance
1992-93 : Special Award for the outstanding performance under "Social Goals Development"
1993-94 : Special Award for outstanding performance under "Operational Efficiency"
1995-96 : FIRST PRIZE for overall performance
1996-97 : FIRST PRIZE for overall performance
2000-01 : FIRST PRIZE for overall performance
2001-02 : SECOND PRIZE for overall performance
2003-04 : SPECIAL AWARD for "AIMAS"
2004-05 : SECOND PRIZE for "AIMAS"

- ii) The NAFSCOB has selected our Bank and awarded SPECIAL PRIZE for best performance under "ALL INDIA MUTUAL ARRANGEMENT SCHEME" for 1996-97, 1997-98 and 1999-2000. BEST PERFORMANCE AWARD under the above scheme was won by our Bank for the year 2001-02, 2003-04 and 2004-05 also.
- iii) NHFDC has awarded our Bank NATIONAL AWARD for our performance in the development of Handicapped during 2005-06. For the year 2006-07 also Bank has been awarded "BEST PERFORMANCE" award by the Govt. of India.

16. AGRICULTURAL COOP. STAFF TRAINING INSTITUTE

The ACSTI was established on 15.11.1989 at Adyar under NCDC World Bank Project III. During the project period i.e., from November 1989 to June 1992 ACSTI has conducted 31 Programmes and trained 1146 Personnel. In addition to their subsidy of Rs.1.10 Crores received from NCDC, the Apex Bank also invested Rs.1.35 Crores to establish the Agricultural Cooperative Staff Training Institute at Madhavaram, Chennai – 600 051.

The Training Institute has started functioning on 17.11.1992 at its own building constructed on 4.86 acres of land situated at Madhavaram Milk Colony. After moving to the own premises, ACSTI has started to impart training to the personnel working in Cooperative S.T. Credit Structure viz., Apex Bank, DCCBs and CUBs in addition to the personnel working in PACSs.

SL. NO.	USER ORGANISATION	NO. OF PERSONS TRAINED		
		Up To 31.03.2009	From 1.4.2009 to 31.12.2009	Up To 31.12.2009
1.	State Cooperative Bank	3839	464	4303
2.	Central Cooperative Banks	8324	411	8735
3.	Cooperative Urban Banks	3335	49	3384
4.	Primary Agri. Coop. Banks	16041	699	16740
5.	Primary Weavers Coop. Societies	257		257
6.	TANCOFED	90		90
7.	Pondichery SCB/PACB	158	5	163
8.	COOP. Audit Officers	579	152	731
9.	Regional Joint Registrars/DRs`	66		66
10.	Apex Inst. Directors	13		13
11.	Employees coop. societies	65		65
12.	TAHDCO	47		47
13.	Capacity Building		1105	1105
14.	Other Societies	362		362
Total		33176	2885	36061

The Apex Bank has constituted two committees (1) Management Committee and (2) Standing/Training Advisory Committee to administer and advice the Training Institute in its functioning on academic and non-academic matters.

The focus of training has been broadly classified into five categories viz.

1. Induction training for new entrants
2. Core Training Programmes for all employees in identified areas
3. Placement related functional training
4. Training in areas of specialization and
5. Training in management inputs.

ACSTI has been identified as Nodal Agency for imparting training to the personnel working in PACBs enlisted under ICDP. Recently, for implementation of Prof. Vaidhyathan Committee ACSTI has given special training for the Auditors of PACBs in Tamil Nadu as per the instruction of RCS.

Every year new programmes are included in the schedule of programmes on the basis of current needs and trends in the industry.

The Institute has also conducted programmes to revitalize the CUBs which are classified as weak, as per RBI norms. All the training programmes are conducted on residential basis. The Institute is also undertaking in-house training programmes at the request of DCCBs at the District Headquarters by deputing faculty members.

17. DEVELOPMENT ACTION PLAN

As desired by the Government of India/NABARD, the Apex Bank had entered into a Memorandum of Understanding for five years with NABARD along with the State Government during the year 1994-95 under Development Action Plan, with an overall view of bringing sustained viability to all the PACBs and DCCBs in the State.

NABARD extended the system of preparation of Development Action Plans by the SCB and the DCCBs for a further period of three years upto 2002-03, as 2nd phase and another period of three years from 2004-05 to 2006-07 as 3rd phase. During the period of 3rd phase, NABARD also introduced PACBs level MoU concept and all the PACBs in the state have executed MoUs with the respective DCCBs.

The DAP/MOU exercise was extended as IVth phase to cover a period of five years from 01 April 2007 to 31 March 2012 with certain revisions/modifications found essential for making the said exercise more institution specific and participative. A MoU for continuation of DAP/MoU mechanism as 4th phase was executed by the Government of Tamil Nadu and the Apex Bank with NABARD on 05.05.2008.

During the 4th Phase of DAP/MoU the growth obtained at all the three levels is to be reviewed on a quarterly basis at the State Level Task Force Committee Meetings to be conducted by NABARD. The growth obtained at DCCBs/PACBs Level is being monitored on a quarterly basis at District Level Monitoring and Review Committee Meetings. During the month of March 2008, our Bank has conducted a workshop of Section 11(1) non-compliant banks along with NABARD officials at our Bank itself.

On 14.11.2008 the Apex Bank conducted a sensitization programme on DAP to the Officers/Staff of DCCBs which was attended 38 participant from all the 23 DCCBs. On 13.01.2009 the Apex Bank conducted a sensitization programme on DAP to Apex Bank Officers who are deputed as Nodal Officer/DLMRC Nominee to the DCCBs.

On 5.12.2008, the National Bank for Agriculture and Rural Development has convened the 2nd meeting of State Level Task Force Committee for the purpose of review of the progress achieved by the Short Term Cooperative Credit Structure during the quarter ended 30.6.2008. The NABARD also convened the 2nd meeting of the Group constituted for review of section 11(1) non-compliant DCCBs on 17.12.2008 and reviewed the progress for the quarter ended 30.09.2008.

18. MANAGEMENT

Thiru.K.M.Thamizharasan, Additional Registrar of Cooperative Societies has assumed charge as Special Officer (Board of Management) of the Bank on 27.02.2008.

19. FINANCIAL PARTICULARS- A COMPARISION

(Rs. in Crores)

Sl. No.	Particulars	31.12.2008	31.12.2009	% of increase on the position of 30.06.2008
1.	Share Capital	61.07	61.07	0.00
2.	Total Reserves	720.29	701.94	-2.55
3.	Deposits	3990.94	5581.19	39.85
4.	Borrowings	747.82	822.52	9.99
5.	Investments	1566.91	2291.70	46.26
6.	Advances	3418.93	3971.24	16.15
7.	Working Capital	6158.93	7981.52	29.59

