

# DEPOSIT INSURANCE CORPORATION

DIRECTORS' REPORT  
AND BALANCE SHEET  
AND ACCOUNTS



FOR THE YEAR ENDED 31st DECEMBER 1964

*With the Compliments of*

**The Deposit Insurance Corporation  
Bombay.**

# DEPOSIT INSURANCE CORPORATION

## BOARD OF DIRECTORS

SHRI P. C. BHATTACHARYYA

*Governor, Reserve Bank of India, Bombay (Chairman)*

SHRI C. S. DIVEKAR

*Deputy Governor, Reserve Bank of India, Bombay*

SHRI R. K. SESHADRI

*Director (Banking),*

*Ministry of Finance, Department of Economic Affairs,*

*Government of India*

SHRI G. S. DIWAN

SHRI S. N. DESAI

## MANAGER

SHRI MANGESH S. NADKARNI

## BANKERS

Reserve Bank of India

## AUDITORS

Messrs S. B. Billimoria & Co.,

*Chartered Accountants,*

113, Mahatma Gandhi Road,

Bombay 1.

## REGISTERED OFFICE

Commercial Manor,

113, Clive Road,

Post Bag No. 5127,

Bombay-9.

LETTER OF TRANSMITTAL

DEPOSIT INSURANCE CORPORATION

Commercial Manor,  
113, Clive Road,  
Post Bag No. 5127,  
Bombay-9.

Ref. No. 681-DIC. 50-65

23rd March 1965.  
2nd Chaitra 1887 (Saka)

The Governor,  
Reserve Bank of India,  
Central Office,  
Bombay.

Dear Sir,

Pursuant to the provisions of Section 32(1) of the Deposit Insurance Corporation Act, 1961, I am directed by the Board of Directors to forward herewith the following documents :—

- (1) The Balance Sheet and Accounts of the Corporation for the year ended 31st December 1964 together with the Auditors' Report;

and

- (2) The Report of the Board of Directors on the working of the Corporation for the year 1964.

Yours faithfully,

MANGESH S. NADKARNI  
*Manager.*

# REPORT ON THE WORKING OF THE DEPOSIT INSURANCE CORPORATION FOR THE YEAR 1964.

The Board of Directors is pleased to submit the Report on the working of the Corporation for 1964 which is the third year of operation of the Corporation.

2. The number of insured banks which was 287 at the inception of the Corporation in January 1962 stood at 250 at the close of 1963. As a result of the cancellation of registration in several cases mainly following voluntary amalgamations under section 44A of the Banking Companies Act, 1949 and transfers of deposit liabilities and equivalent assets, there was a decline of 94 banks during the year under report. One bank incorporated outside India which, on its opening an office in India, was granted a licence by the Reserve Bank of India under section 22 of the Banking Companies Act was registered as an insured bank during the year in terms of section 11 of the Deposit Insurance Corporation Act, 1961. The number of insured banks thus stood at 157 at the end of 1964.

3. The extent of insurance cover continued to be Rs. 1500/- in respect of all deposits of a depositor held in a bank in the same capacity and in the same right. There was no change in the rate of premium which is 5 paise per annum for every one hundred rupees.

Comparative statistics relating to coverage according to the number of deposit accounts and the amount of deposits are given below:

<i>(In crores of rupees)</i>							
<i>As on the last Friday of</i>	<i>Total No. of accounts</i>	<i>No. of accounts with balances not exceeding Rs. 1500/- i.e. those which are fully insured</i>	<i>Percentage of (3) to (2)</i>	<i>Total deposits assessable to premium</i>	<i>Amounts up to the first Rs. 1500/- in all accounts</i>	<i>Percentage of (6) to (5)</i>	
(1)	(2)	(3)	(4)	(5)	(6)	(7)	
December, 1961	70,58,448	55,41,652	78.5	1,693.75	392.32	23.1	
September, 1962	77,03,548	59,77,420	77.6	1,895.27	448.00	23.6	
September, 1963	85,86,932	66,52,066	77.5	2,106.78	500.16	23.7	
September, 1964	98,37,176	76,26,226	77.5	2,437.29	574.37	23.6	

An analysis of coverage according to the size of banks is furnished in Appendix I.

4. The balance sheet and accounts of the Corporation as at the close of business on the 31st December 1964 are attached together with the auditors' report. The net accretion out of the premium receipts to the Deposit Insurance Fund amounted to Rs. 117.96 lakhs as against Rs. 109.86 lakhs during the previous year. The Deposit Insurance Fund which consequently stood at Rs. 320.67 lakhs formed 0.13% of the total deposits assessable to premium and 0.56% of the insured deposits as at the end of September 1964 as compared to 0.10% and 0.40% respectively for the corresponding period of 1963. The relative percentages for 1962 were 0.05 and 0.20.

The investments in the Deposit Insurance Fund, which are all in Central Government securities, formed 93.80% of the total assets of that Fund at the close of the year. The market value of the investments on the 31st December 1964 exceeded the book value of Rs. 307.18 lakhs by Rs. 0.54 lakh—vide particulars given in Appendix II.

The Deposit Insurance Fund did not have to borrow during the year either from the Reserve Bank of India under section 26 of the Deposit Insurance Corporation Act or from the General Fund under section 27 of the Act.

The investments in the General Fund, which are also in Central Government securities, amounted to Rs. 105.74 lakhs and constituted 98.46% of the total assets of that Fund. The market value of these investments was lower than their book value by Rs. 1.05 lakh—vide Appendix II. The Investment Reserve which stood at Rs. 0.90 lakh at the beginning of the year has, therefore, been augmented by Rs. 0.20 lakh by appropriation of an equivalent amount from the revenue surplus in the General Fund, so as to fully cover the depreciation. The balance of the revenue surplus at Rs. 1.88 lakh has been transferred to the General Reserve which now stands at Rs. 6.13 lakhs as compared to Rs. 4.25 lakhs at the end of the previous year.

5. Of the 94 banks whose registration was cancelled during the year, the liability of the Corporation to pay in respect of the insured deposits arose in the case of six banks. These banks were amalgamated with other insured banks under section 45 of the Banking Companies Act and the amounts of pro rata credits afforded to their depositors on the dates of amalgamation by the transferee banks out of the readily realisable assets taken over by them fell short of the original amounts of deposits. The shortfall had, therefore, to be made good by the Corporation to the extent of its liability to each depositor in terms of section 16 (2) of the Deposit Insurance Corporation Act. The amounts due from the Corporation to the traceable depositors of five of the above banks [vide items Nos. (iv) to (viii) of the statement appended at the end of this paragraph] in respect of whom the lists of depositors were received during the year, were remitted to the concerned transferee banks within less than a fortnight from the dates of receipt of the lists in the case of two banks and within less than a month in the case of the remaining three banks, the period available for the purpose under the Act being two months. The liability in regard to the untraceable depositors was provided for in the books of the Corporation as required under the Act. Claims subsequently received from a few of these depositors in respect of their insured deposits were also met. In the case of one bank, viz. Shree Jadeya Shankarling Bank Ltd., Bijapur, the list of depositors was not due to be received until after the close of the year although the liability had arisen during the year. The estimated liability at Rs. 11,505.50 in regard to the insured deposits of this bank has been provided for. (The claim has since been met.)

As regards the three banks, viz. Bank of China (in liquidation), Unity Bank Ltd. and Bank of Alagapuri Ltd., claims relating to whose insured deposits had been met by the Corporation prior to 1964, some of the depositors who were earlier treated as untraceable lodged their claims during the year and were paid the dues from the Corporation out of the amounts provided for. Some of the pending claims of the traceable depositors of the Bank of China were, on completion of the processing thereof, paid by the Liquidator on behalf of the Corporation out of the funds left with him for the purpose.

Part reimbursements of the claims paid or provided for were received by the Corporation during the year consequent on the payment of dividend to the ordinary creditors by the Liquidator in the case of Bank of China and on the affording of further *pro rata* credits to the depositors by the transferee banks in the case of the other two banks referred to above whose claims had been met during the earlier years. No reimbursements from banks, claims relating to whose insured deposits were paid or provided for in the year under report, were received during the year.

The position as at the end of 1964 in regard to the claims paid or provided for during each of the three years since the inception of the Corporation and the reimbursements received is set out below :

					(In lakhs of rupees)			
Name of bank					Date of remittance of the amount due to the traceable depositors	Insured deposits already paid	Insured deposits remaining unclaimed and provided for	Total insured deposits paid or provided for
1962					—	—	—	—
1963					—	—	—	—
(i)	Bank of China	...	...	...	27 -4-1963	4.15	5.40*	9.55
(ii)	Unity Bank Ltd., Madras	...	...	...	13 -9-1963	2.52	0.02	2.54
(iii)	Bank of Alagapuri Ltd., Alagapuri	...	...	...	24-12-1963	0.28	— (Rs. 43)	0.28
						6.95	5.42	12.37
1964					—	—	—	—
(iv)	Metropolitan Bank Ltd., Calcutta	...	...	...	6 -5-1964	8.75	0.03	8.78
(v)	Cochin Nayar Bank Ltd., Trichur	...	...	...	3 -6-1964	7.22	0.06	7.28
(vi)	Latin Christian Bank Ltd., Ernakulam	...	...	...	19-11-1964	2.07	— (Rs. 227)	2.07
(vii)	Unao Commercial Bank Ltd., Unnao	...	...	...	26-11-1964	1.06	0.02	1.08
(viii)	Southern Bank Ltd., Calcutta	...	...	...	12-12-1964	7.28	0.03	7.31
						26.38	0.14	26.52
TOTAL :						33.33	5.56	38.89
Less : Reimbursements received up to the end of the year						5.28	5.37	10.65
						28.05	0.19	28.24

\* This figure is inclusive of a sum of Rs. 2.61 lakhs representing claims of the traceable depositors pending disbursement.

*Note:* The figures of claims given above are after effecting adjustments during the year in respect of (i) refunds received in connection with (a) cases where it was subsequently found that more than one deposit account were held by a depositor in the same capacity and in the same right (b) exercise of set off for amounts subsequently found to have been due from certain depositors to the insured bank, (ii) reconstruction of balances in some deposit accounts in the case of two banks, and (iii) payments to certain depositors who were originally treated as untraceable but who later lodged their claims.

6. A provision of Rs. 1.80 lakh was made in the accounts for 1963 to cover the likely insurance loss in respect of claims paid or provided for up to the end of that year. A further provision of Rs. 10.20 lakhs has now been made out of the revenue of the Deposit Insurance Fund for 1964 bringing the total provision to Rs. 12 lakhs so as to cover the estimated insurance loss in respect of all the claims paid or provided for up to the end of the year.

7. Shri R. K. Seshadri, Director (Banking), Ministry of Finance, Department of Economic Affairs, was nominated by the Central Government with effect from the 24th December 1964 as its Board of Directors nominee on the Corporation's Board of Directors under section 6(1) (c) of the Executive Committee Deposit Insurance Corporation Act vice Shri A. Baksi.

Subsequent to the close of the year, the Reserve Bank of India has nominated with effect from the 1st March 1965 Shri C. S. Divekar, Deputy Governor, Reserve Bank of India as its nominee on the Board of the Corporation under section 6(1) (b) of the Act vice Shri M. V. Rangachari who retired from the Board on relinquishing office as Deputy Governor on the 28th February 1965.

The Board of Directors met five times and the Executive Committee six times during the year.

8. After obtaining the approval of the Reserve Bank of India, M/s. S. B. Billimoria & Co. were appointed by the Board of Directors as auditors of the Corporation for the year 1964.

9. The office of the Corporation was shifted in June 1964 from the Reserve Bank Building to the new premises provided for it by the Reserve Bank in the Commercial Manor, 113, Clive Road, Bombay-9. The arrangement with the Bank for making available to the Corporation the requisite staff, office accommodation and other incidental facilities continued. The relative expenses were reimbursed to the Bank.

As in the previous years, publicity was given to the protection afforded by the Corporation to the depositors, through advertisements in the newspapers in English, Hindi and the main regional languages as well as by displaying posters in these languages in the offices of the insured banks.

On behalf of the Directors,

P. C. BHATTACHARYYA

Chairman.

Bombay, 15th March, 1965.



**APPENDIX I**

**ANALYSIS OF COVERAGE OF INSURANCE ACCORDING TO THE SIZE OF THE BANKS**  
(As on the last Fridays of December 1961, September 1962, September 1963 and September 1964)

(In lakhs of rupees)

	No. of banks	No. of accounts with balances not exceeding Rs. 1500	Total number of accounts	% of 2 to 3	Amount of the first Rs. 1500 or less in all accounts	Total amount of deposits assessable to premium	% of 5 to 6
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b>BANKS WITH DEPOSITS:</b>							
<b>(i) exceeding Rs. 100 crores:</b>							
1961	5	19,07,565	26,08,513	73.1	17244.19	86024.65	20.4
1962	5	20,56,863	28,61,493	71.9	19855.88	96614.94	20.5
1963	5	23,03,769	32,01,003	72.0	22279.55	108010.07	20.6
1964	6	30,74,624	42,29,309	72.7	29088.07	138462.50	21.0
<b>(ii) exceeding Rs. 50 crores but up to Rs. 100 crores:</b>							
1961	5	7,70,242	10,14,608	75.8	6197.07	31166.68	19.8
1962	5	8,25,565	10,96,603	75.3	6813.43	33754.29	20.2
1963	4	9,09,942	12,13,716	75.0	7614.56	31888.94	23.9
1964	5	13,85,569	17,80,744	77.8	10333.84	38319.58	27.0
<b>(iii) exceeding Rs. 25 crores but up to Rs. 50 crores :</b>							
1961	5	6,71,802	8,31,405	80.8	4305.59	15026.17	28.7
1962	5	7,54,562	9,47,116	79.6	5068.76	17148.89	29.5
1963	6	13,05,115	15,84,932	82.3	7635.97	27658.34	27.6
1964	8	14,06,449	16,86,914	83.4	7775.89	31144.64	25.0
<b>(iv) exceeding Rs. 10 crores but up to Rs. 25 crores:</b>							
1961	11	9,51,626	11,30,263	84.2	4952.99	17871.79	27.7
1962	11	10,26,510	12,33,390	83.2	5828.39	21796.82	26.7
1963	12	9,89,313	12,25,841	80.7	6286.75	24696.62	25.5
1964	9	6,85,824	8,46,847	81.0	4156.66	17710.56	23.5
<b>(v) exceeding Rs. 1 crore but up to Rs. 10 crores:</b>							
1961	45	8,80,365	10,55,542	83.4	4775.77	15521.78	30.8
1962@	44	9,45,560	11,40,084	82.9	5410.09	16298.88	33.1
1963	42	8,07,526	9,72,810	83.0	4616.52	15063.93	30.6
1964	38	8,22,542	9,99,196	82.3	4830.59	15234.29	31.7
<b>(vi) Rs. 1 crore or less:</b>							
1961†	214	3,60,052	4,18,117	86.1	1756.20	3763.70	46.7
1962‡	203	3,68,360	4,24,862	86.7	1823.61	3913.47	46.5
1963*	191	3,36,401	3,88,630	86.6	1582.94	3360.00	47.1
1964**	138	2,51,218	2,94,166	85.4	1251.60	2857.08	43.8
<b>TOTALS:</b>							
1961	285	55,41,652	70,58,448	78.5	39231.81	169374.77	23.1
1962	273	59,77,420	77,03,548	77.6	44800.16	189527.29	23.6
1963	260	66,52,066	85,86,932	77.5	50016.29	210677.90	23.7
1964	204	76,26,226	98,37,176	77.5	57436.65	243728.65	23.6

Does not include the figures of: @ one bank with deposits of approximately Rs. 315 lakhs. †two banks with deposits of approximately Rs. 0.91 lakh. ‡ nine banks with deposits of approximately Rs. 100 lakhs. \* four banks with deposits of approximately Rs. 20.57 lakhs. \*\* one bank with deposits of approximately Rs. 94.11 lakhs.

**APPENDIX II**

**STATEMENT OF INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES AS ON THE**

**31st DECEMBER 1964**

<i>Particulars</i>	<i>Face Value Rs.</i>	<i>Book Value Rs.</i>	<i>Rate Rs.</i>	<i>Market Value Rs.</i>
<b>DEPOSIT INSURANCE FUND:</b>				
3½% 1965 ..	22,40,000	22,23,340·00	100·00	22,40,000·00
3½% 1968 ..	47,67,000	47,35,137·00	99·80	47,57,466·00
3½% 1969 ..	18,25,000	17,72,525·00	97·80	17,84,850·00
4% 1969 ..	67,72,000	67,38,140·00	99·45	67,34,754·00
4% 1970 ..	1,15,22,000	1,14,06,780·00	99·00	1,14,06,780·00
3% 1970/75 ..	1,75,000	1,54,875·00	90·25	1,57,937·50
4% 1972 ..	8,50,000	8,39,375·00	98·75	8,39,375·00
4½% 1972 ..	4,50,000	4,50,000·00	100·15	4,50,675·00
4½% 1973 ..	20,75,000	20,75,000·00	100·10	20,77,075·00
	<u>3,06,76,000</u>	<u>3,03,95,172·00</u>		<u>3,04,48,912·50</u>
Treasury bills ..	3,25,000	3,23,020·75		3,23,020·75
	<u>3,10,01,000</u>	<u>3,07,18,192·75</u>		<u>3,07,71,933·25</u>
<b>GENERAL FUND:</b>				
3½% 1965 ..	10,50,000	10,46,325·00	100·00	10,50,000·00
3½% 1967 ..	15,00,000	14,98,500·00	99·85	14,97,750·00
3½% 1968 ..	25,00,000	24,97,500·00	99·80	24,95,000·00
3% 1970/75 ..	75,000	65,787·50	90·25	67,687·50
4% 1972 ..	65,000	64,402·50	98·75	64,187·50
4½% 1972 ..	1,00,000	1,00,000·00	100·15	1,00,150·00
4½% 1973 ..	30,000	30,000·00	100·10	30,030·00
3½% 1974 ..	25,00,000	24,88,750·00	96·50	24,12,500·00
4% 1981 ..	25,00,000	24,62,500·00	97·25	24,31,250·00
4½% 1985 ..	1,00,000	1,00,075·00	100·10	1,00,100·00
4½% 1986 ..	1,00,000	1,00,000·00	100·10	1,00,100·00
4½% 1989 ..	1,20,000	1,20,000·00	100·00	1,20,000·00
	<u>1,06,40,000</u>	<u>1,05,73,840·00</u>		<u>1,04,68,755·00</u>

## REPORT OF THE AUDITORS TO THE CORPORATION

We have audited the attached Balance Sheet of the Deposit Insurance Corporation as at the 31st December, 1964 showing the position of the Deposit Insurance Fund and the General Fund respectively as on that date and also the Revenue Account annexed to the said Balance Sheet showing the income and expenditure of the abovementioned two Funds for the year ended on that date, and report on the said Balance Sheet and Account as follows :—

- (1) We have obtained all the information and explanations which we have required for the purposes of our audit and the same have been satisfactory.
- (2) In our opinion and to the best of our information and according to the explanations given to us, the said Balance Sheet is full and fair Balance Sheet and is properly drawn up containing all the necessary particulars so as to exhibit a true and correct view of the state of affairs of the Corporation as at the 31st December, 1964, and is also properly drawn up in accordance with the requirements of Regulation 18 of the Deposit Insurance Corporation General Regulations, 1961.

S. B. BILLIMORIA & CO.

*Chartered Accountants.*

*Bombay, 23rd March, 1965.*

## DEPOSIT INSURANCE

(Established under the Deposit  
Regulation

*Balance Sheet as at the close of*

### I. DEPOSIT

As at the 31st December 1963 Rs. P.	LIABILITIES	Rs. P.	Rs. P.
	1. FUND :		
92,84,058.79	Balance at the beginning of the year ...	2,02,70,335.50	
	<i>Add:</i> Net accretion to the Fund during the year transferred from the Re- venue Account ... ..	1,17,96,460.89	
1,09,86,276.71			
2,02,70,335.50	Balance at the end of the year ... ..		3,20,66,796.39
—	2. Advance from the Reserve Bank of India (Section 26 of the Deposit Insurance Corporation Act) ... ..		—
—	3. Advance from the General Fund (Section 27 of the Deposit Insurance Corporation Act) ... ..		—
5,97,205.08	4. Insured deposits remaining unclaimed (per contra) ... .. (As per Annexure II)		5,56,447.88
—	5. Insured deposits in banks whose registra- tion as insured banks has been cancelled (per contra) ... ..		11,505.50
1,13,668.72	6. Other Liabilities : Excess premium refundable to banks ...		1,12,942.03
2,09,81,209.30			3,27,47,691.80

As per our report of even date attached.

S. B. BILLIMORIA & CO.

*Chartered Accountants.*

Bombay, 23rd March, 1965.

# CORPORATION

Insurance Corporation Act, 1961)

18—Form A

business on the 31st December 1964

## INSURANCE FUND

As at the 31st December 1963		ASSETS		Rs. P.		Rs. P.	
Rs.	P.			Rs.	P.	Rs.	P.
12,963.56		1. Balance with the Reserve Bank of India				6,914.74	
1,96,57,189.50		2. Investments in Central Government Securities (at cost) ... ..				3,07,18,192.75	
(Rs. 1,98,44,000.00)		(Face value Rs 3,10,01,000.00)					
(Rs. 1,97,00,183.00)		(Market value Rs. 3,07,71,933.25)					
1,51,688.00		3. Interest accrued on investments				2,90,680.25	
5,66,455.24		4. Subrogated claims of depositors in respect of insured deposits already paid		28,04,796.14			
1,78,150.00		Less: Provision for estimated insurance losses ... ..		11,92,544.00			
3,88,305.24		(As per Annexure I)				16,12,252.14	
		5. (a) Subrogated claims of depositors in respect of insured deposits remaining unclaimed					
5,97,205.08		(per contra) ... Rs. 5,56,447.88					
410.63		Less: Reimbursements received to date Rs. 5,37,550.25		18,897.63			
5,96,794.45							
		(b) Subrogated claims of depositors in respect of insured deposits in banks whose registration as insured banks has been cancelled (per contra) ...		11,505.50			
5,96,794.45				30,403.13			
1,850.00		Less: Provision for estimated insurance losses ... ..		7,456.00			
5,94,944.45						22,947.13	
		6. Other Assets:					
76,867.94		Outstanding premium due from banks		56,990.76			
99,250.61		Amount paid towards claims under Section 17(2) of the Act remaining undisbursed ... ..		39,714.03			
1,76,118.55						96,704.79	
2,09,81,209.30						3,27,47,691.80	

MANGESH S. NADKARNI  
Manager.

Bombay, 15th March, 1965.

P. C. BHATTACHARYYA } Chairman.  
C. S. DIVEKAR }  
R. K. SESHADRI }  
G. S. DIWAN } Directors.  
S. N. DESAI }

## DEPOSIT INSURANCE

(Established under the Deposit  
Regulation

*Balance Sheet as at the close of*

### II. GENERAL

As at the 31st December 1963 Rs.    P.	LIABILITIES	Rs.    P.	Rs.    P.
1,00,00,000.00	1. CAPITAL :  Provided by the Reserve Bank of India under Section 4 of the Deposit Insurance Corporation Act ... ..		1,00,00,000.00
4,24,771.26	2. RESERVES :  General Reserve ... ..	6,12,912.61	
90,000.00	Investment Reserve ... ..	1,10,000.00	
—	Other Reserves ... ..	—	
5,14,771.26			7,22,912.61
—	3. CURRENT LIABILITIES AND PROVISIONS :		
—	Staff Provident Fund ... ..	—	
—	Staff Gratuity Fund ... ..	—	
23,836.59	Other Liabilities : Outstanding expenses ... ..	15,902.65	
23,836.59			15,902.65
<u>1,05,38,607.85</u>			<u>1,07,38,815.26</u>

As per our report of even date attached.

S. B. BILLIMORIA & CO.

*Chartered Accountants.*

Bombay, 23rd March, 1965.

# CORPORATION

Insurance Corporation Act, 1961)

18—Form A

business on the 31st December 1964

## FUND

As at the 31st December 1963 Rs. P.	ASSETS	Rs. P.		Rs. P.	
	1. CASH :				
43.44	(i) In hand ... ..	123.99			
9,042.41	(ii) With the Reserve Bank of India...	4,069.94			
9,085.85				4,193.93	
1,03,73,840.00	2. INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES (at cost) ... ..			1,05,73,840.00	
(Rs. 1,04,40,000.00)	(Face value Rs. 1,06,40,000.00)				
(Rs. 1,02,85,475.00)	(Market value Rs. 1,04,68,755.00)				
1,45,756.94	3. INTEREST ACCRUED ON INVEST- MENTS ... ..			1,47,854.64	
—	4. ADVANCE TO THE DEPOSIT INSUR- ANCE FUND, IF ANY (vide Section 27 of the Deposit Insurance Corporation Act) ... ..			—	
	5. OTHER ASSETS :				
9,311.82	Furniture, Fixtures and Equipment, less depreciation ... ..	12,149.20			
589.24	Stock of stationery ... ..	558.50			
24.00	Prepaid expenses ... ..	218.99			
9,925.06				12,926.69	
1,05,38,607.85				1,07,38,815.26	

MANGESH S. NADKARNI

Manager.

Bombay, 15th March, 1965.

P. C. BHATTACHARYYA *Chairman.*

C. S. DIVEKAR  
R. K. SESHADRI  
G. S. DIWAN  
S. N. DESAI

*Directors.*

# DEPOSIT INSURANCE

(Form

## I. Revenue Account (Deposit Insurance Fund)

Previous year Rs. P.	EXPENDITURE	Rs. P.	Rs. P.
	To Insurance Losses :		
—	(a) Claims written off during the year ...	—	
1,80,000.00	(b) Provision for estimated losses as at the end of the year ... ..	12,00,000.00	
1,80,000.00		12,00,000.00	
3,00,000.00	(c) Less: Provision for estimated losses as at the beginning of the year Rs. 1,80,000.00		
1,20,000.00	Less: Excess provision (per contra) —		
1,80,000.00		1,80,000.00	10,20,000.00
—	„ Interest on advance from Reserve Bank of India (Section 26 of the Deposit Insurance Corporation Act) ... ..		—
—	„ Interest on advance from General Fund (Section 27 of the Deposit Insurance Corporation Act) ... ..		—
1,09,86,276.71	„ Net accretion transferred to the Fund ...		1,17,96,460.89
1,09,86,276.71			1,28,16,460.89

As per our report of even date attached.

S. B. BILLIMORIA & CO.

Chartered Accountants.

Bombay, 23rd March, 1965.



# CORPORATION

B)

for the year ended the 31st December 1964

Previous year Rs. P.	INCOME					Rs. P.	
	1,03,19,115.97	By Insurance Premium (including interest)	...	...	...	...	1,17,63,341.11
5,47,160.74	„ Income from Investments	...	...	...	...	10,53,119.78	
1,20,000.00	„ Excess provision for insurance losses (per contra)	...	...	...	...	—	
<u>1,09,86,276.71</u>						<u>1,28,16,460.89</u>	

P. C. BHATTACHARYYA *Chairman.*

MANGESH S. NADKARNI

*Manager.*

Bombay, 15th March, 1965.

C. S. DIVEKAR  
R. K. SESHADRI  
G. S. DIWAN  
S. N. DESAI

*Directors.*

## DEPOSIT INSURANCE

(Form

II. Revenue Account (General Fund) for the

Previous year Rs. P.	EXPENDITURE	Rs. P.
1,18,807.45	To Salaries and allowances and contribution to Provident Fund	1,38,758.15
3,392.00	„ Contribution to Staff Pension and Gratuity Fund ... ..	3,971.00
1,350.00	„ Directors' and Committee Members' fees ... ..	1,600.00
—	„ Directors' and Committee Members' travelling and other allowances ... ..	632.05
8,460.00	„ Rent, taxes, insurance, lighting etc. ... ..	15,010.64
—	„ Establishment—travelling and halting allowances ... ..	—
3,766.12	„ Printing and stationery ... ..	2,223.15
985.98	„ Postage, telegrams and telephones ... ..	1,088.15
1,000.00	„ Auditors' fees ... ..	1,000.00
2,397.50	„ Legal charges ... ..	3,631.55
21,379.85	„ Miscellaneous expenses ... ..	25,754.05
1,268.07	„ Depreciation ... ..	1,359.57
2,31,113.93	„ Balance, being excess of income over expenditure carried down ... ..	2,08,141.35
<u>3,93,920.90</u>		<u>4,03,169.66</u>
2,01,113.93	To Transfer to General Reserve ... ..	1,88,141.35
	„ Transfer to Other Reserves :	
30,000.00	Investment Reserve ... ..	20,000.00
<u>2,31,113.93</u>		<u>2,08,141.35</u>

As per our report of even date attached.

S. B. BILLIMORIA & CO.

Chartered Accountants.

Bombay, 23rd March, 1965.

# CORPORATION

B)

year ended the 31st December 1964

Previous year Rs. P.	INCOME	Rs. P.
3,93,883.23	By Income from Investments ... ..	4,03,152.86
—	„ Interest on Advance to Deposit Insurance Fund ... ..	—
37.67	„ Miscellaneous receipts ... ..	16.80
3,93,920.90		4,03,169.66
2,31,113.93	By Balance, being excess of income over expenditure brought down ... ..	2,08,141.35
2,31,113.93		2,08,141.35

MANGESH S. NADKARNI

*Manager.*

Bombay, 15th March, 1965.

P. C. BHATTACHARYYA *Chairman.*

C. S. DIVEKAR  
R. K. SESHADRI  
G. S. DIWAN  
S. N. DESAI

*Directors.*

**ANNEXURE I**  
**SUBROGATED CLAIMS OF DEPOSITORS**

	Rs.	P.	Rs.	P.
Total amount paid until the end of the previous year ... ..			6,49,292.25	
<i>Less :</i> (i) Reimbursements received until the end of the previous year ... ..	82,837.01			
(ii) Claims written off until the end of the previous year ...	NIL			
(iii) Provision for estimated losses until the end of the previous year ... ..	1,78,150.00		<u>2,60,987.01</u>	
Net amount paid as at the beginning of the year less provision for estimated losses ... ..			3,88,305.24	
<i>Add :</i> Insured deposits paid during the year ... ..			26,83,716.96	
			<u>30,72,022.20</u>	
<i>Less :</i> (i) Reimbursements received during the year ... ..	4,45,376.06			
(ii) Claims written off during the year ... ..	NIL			
(iii) Provision for estimated losses made during the year ...	10,14,394.00		<u>14,59,770.06</u>	
Net amount paid as at the end of the year less provision for estimated losses ... ..			<u>16,12,252.14</u>	

**ANNEXURE II**

**INSURED DEPOSITS REMAINING UNCLAIMED AS ON THE 31st DECEMBER 1964**

	Rs.	P.
Amount outstanding at the beginning of the year ... ..		5,97,205.08
<i>Add:</i> Amount of insured deposits tendered during the year but remaining unclaimed ... ..		14,908.24
		<u>6,12,113.32</u>
<i>Less :</i> Amount claimed and paid during the year ... ..		55,665.44
Total insured deposits remaining unclaimed at the end of the year ... ..		<u>5,56,447.88</u>

