

DEPOSIT INSURANCE CORPORATION

ESTABLISHED BY ACT OF PARLIAMENT



Every depositor is guaranteed
repayment of his deposits upto
Rs. 20,000/- in each insured
bank

FIFTEENTH
ANNUAL REPORT

DIRECTORS' REPORT, BALANCE SHEET AND ACCOUNTS
FOR THE YEAR ENDED THE 31st DECEMBER 1976

With the Compliments of

Shri V. S. Moharir
MANAGER

Deposit Insurance Corporation
Bombay

DEPOSIT INSURANCE CORPORATION

BOARD OF DIRECTORS

CHAIRMAN

SHRI K. R. PURI

Governor,
Reserve Bank of India,
Bombay.

DIRECTORS

SHRI J. C. LUTHER

Deputy Governor,
Reserve Bank of India,
Bombay.

Nominated by the Reserve Bank of India
under section 6(1) (b) of the Deposit
Insurance Corporation Act, 1961.

SHRI J. C. ROY

Director,
Department of Revenue and Banking,
(Banking Wing),
Government of India,
Parliament Street,
New Delhi.

Nominated by the Government of India
under section 6(1) (c) of the Act *ibid.*

SHRI J. R. JOSHI

Zonal Manager,
Life Insurance Corporation of India,
Madras.

Nominated by the Government of India
in consultation with the Reserve Bank of
India under section 6(1) (d) of the Act *ibid.*

SHRI P. N. SHAH

Chartered Accountant,
M/s. Shah & Co.,
Maker Bhavan No. 2,
Bombay.

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MANAGER SHRI V. S. MOHARIR
BANKERS RESERVE BANK OF INDIA
AUDITORS MESSRS. G. P. KAPADIA & CO.,

Chartered Accountants,
Hamam House,
Hamam Street,
Bombay-400 001.

REGISTERED OFFICE Vidyut Bhavan,
Pathakwadi,
Post Bag No. 2810,
Bombay-400 002.

LETTER OF TRANSMITTAL
(To the Reserve Bank of India)

DEPOSIT INSURANCE CORPORATION

Vidyut Bhavan,
3rd Floor, Pathakwadi,
Post Bag No. 2810,
Bombay-400 002.

March 15, 1977

Ref. No. 1695/DIC. 50 (B)—77

Phalguna 24, 1898 (Saka)

The Secretary,
Reserve Bank of India,
Central Office,
Bombay-400 001.

Dear Sir,

Balance Sheet and Annual Report for 1976

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:—

- (i) The Balance Sheet and Accounts of the Corporation for the year ended the 31st December 1976, together with the Auditors' Report; and
- (ii) The Report of the Board of Directors on the working of the Corporation for the year 1976.

Yours faithfully,

Sd/- V. S. MOHARIR

Manager

LETTER OF TRANSMITTAL
(To the Government of India)

DEPOSIT INSURANCE CORPORATION

Vidyut Bhavan,
3rd Floor, Pathakwadi,
Post Bag No. 2810,
Bombay-400 002.

Ref. No. 1696/DIC. 50 (C)-77

March 15, 1977

Phalgun 24, 1898 (Saka)

The Secretary to the Government of India,
Ministry of Finance,
Department of Revenue and Banking (Banking Wing)
'Jeevan Deep', 2nd Floor,
Parliament Street,
New Delhi-110 001.

Dear Sir,

Balance Sheet and Annual Report for 1976

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 a signed copy each of:—

- (i) the Balance Sheet and Accounts of the Corporation for the year ended the 31st December 1976 together with the Auditors' Report; and
- (ii) the Report of the Board of Directors on the working of the Corporation for the year 1976.

2. Copies of the above Balance Sheet and the Annual Report have been furnished to the Reserve Bank of India. Three extra copies thereof are also sent herewith.

3. We may kindly be advised of the date/s on which the above documents are placed before each House of the Parliament (viz., the Lok Sabha and Rajya Sabha), under section 32(2) of the Act *ibid.*

Yours faithfully,

Sd/- V. S. MOHARIR

Manager

AN OUTLINE OF THE DEPOSIT INSURANCE CORPORATION

The Deposit Insurance Corporation was established on the 1st January 1962, as a fully owned subsidiary of the Reserve Bank of India, by an Act of Parliament, with the object of giving a measure of protection to depositors, particularly the smaller depositors from the risk of loss of their deposits in the event of an insured bank's inability to meet its liabilities. The insurance of bank deposits infuses confidence in the minds of the depositors and helps the growth of banking habit among the people. It also imparts stability to the banking system thereby accentuating the process of deposit mobilisation.

2. Capital and sources of Funds

The Corporation had an initial capital of Rs. 1.00 crore, which was subsequently increased in stages to Rs. 2.00 crores as at the end of 31st December 1975, on account of expansion of the activities of the Corporation consequent upon extension of the Deposit Insurance Scheme to co-operative banks in the States which had passed the enabling legislation to their local co-operative societies Acts. The entire capital has been subscribed by the Reserve Bank of India.

The Corporation has two funds—General Fund and Deposit Insurance Fund. The entire share capital has been invested in Central Government Securities held in the General Fund; establishment and other expenses of the Corporation are met from the interest on these investments.

The amount of insurance premium received quarterly from banks is invested by the Corporation in Central Government Securities and held in the Deposit Insurance Fund which is utilised solely for payment of claims of the depositors. The insurance premium received from the insured commercial and co-operative banks and the interest earned on the investments are the two sources of income for the Fund.

3. The management of the Corporation is vested in a Board of Directors, which consists of five members, viz., the Governor of the Reserve Bank (who is the Chairman), a Deputy Governor/any other officer of the Reserve Bank of India, an officer of the Central Government nominated by that Government and two non-official directors having special knowledge of commerce, industry or finance, nominated by the Central Government in consultation with the Reserve Bank of India. The Board is assisted by a three-member Executive Committee consisting of the Chairman, nominee of the Reserve Bank of India and one of the two non-official Directors.

4. Every commercial bank which is functioning in India and every eligible co-operative bank functioning in the States of Andhra Pradesh, Jammu and Kashmir, Kerala, Madhya Pradesh, Maharashtra, Rajasthan, Tripura, West Bengal and Union Territories of Delhi, Goa, Daman and Diu and Pondicherry to which the Deposit Insurance Scheme has been extended by the Central Government, is registered as an insured bank with the Corporation. At present, all the 78 functioning commercial banks (including foreign banks) and 639 co-operative banks in the above-mentioned States and Union Territories are registered as insured banks. Besides, 40 regional rural banks have been registered as insured banks. Thus, the total number of insured banks as on the 31st December 1976 stood at 757. Further, 199 co-operative banks in Karnataka have been registered as insured banks with effect from the 1st January 1977. All the depositors of these banks get the protection afforded by the Corporation.

Coverage of
Insurance
Scheme

5. The limit of insurance cover was originally fixed at Rs. 1,500 to a depositor in respect of all deposits held by him in an insured bank in the same right and capacity. The limit was insurance cover raised to Rs. 5,000 in 1968, Rs. 10,000 in 1970 and further to the present level of Rs. 20,000 in 1976.

6. Insured banks are required to pay to the Corporation premium on their assessable deposits. The rate of premium which was initially fixed at 5 paise per annum for every hundred rupees of the assessable deposits, was reduced to 4 paise with effect from the 1st October 1971. The Act permits premium upto 15 paise per Rs. 100 per annum. The premium is collected quarterly from the insured banks.

7. The Corporation's liability in respect of insured deposits will arise in the event of liquidation, reconstruction or amalgamation of a bank. When a bank goes into liquidation, the Corporation arranges to pay to every depositor, directly or through the Liquidator, the amount due to him under the insurance scheme. If a bank is reconstructed or amalgamated with another bank and the scheme of reconstruction or amalgamation does not entitle the depositor to get credit for the full amount of his deposit, the Corporation will pay the reconstructed bank or the amalgamated bank such amount in respect of his deposit which, together with the amount of credit afforded to his account as mentioned above, would enable the depositor concerned to get the amount due to him under the insurance scheme.

**REPORT ON THE WORKING OF
THE DEPOSIT INSURANCE CORPORATION
FOR THE YEAR ENDED THE 31ST DECEMBER 1976**

I. GENERAL

In terms of section 32(1) of the Deposit Insurance Corporation Act, 1961, the Board of Directors present herewith the Fifteenth Annual Report of the Corporation for the year ended the 31st December 1976.

2. During the year 1976, money supply with the public recorded a larger increase of Rs. 2,136 crores (17.4 per cent) as compared to an increase of Rs. 1,103 crores (9.8 per cent) in 1975. Between the two components, currency with the public at Rs. 964 crores increased by 15.0 per cent, little more than three times the expansion of Rs. 254 crores or 4.1 per cent in 1975. Deposit money also expanded by Rs. 1,172 crores as against an increase of Rs. 849 crores last year. Aggregate monetary resources (i.e., money supply plus time deposits with banks) also showed a much larger expansion of Rs. 4,531 crores (21.8 per cent) than in the previous year (Rs. 2,498 crores or 13.6 per cent). The expansion in money supply was primarily accounted for by the bank credit to the commercial sector.

Some major trends in the Indian Economy

This increase in money supply, however, has to be viewed in the context of the estimated rise of national income by about 6.0 per cent and improved supplies of agricultural and industrial commodities.

Agricultural production showed marked improvement in the 1975-76 season because of the ideal rainfall and climatic conditions as well as noteworthy improvements in agricultural technology in the form of increased use of fertilisers, improved seeds, pesticides, etc. The growth rate in industrial production also showed marked increase compared to the previous year. On the price front the wholesale prices based on average indices show a decline of 2.7 per cent during 1976 as compared to the increase of 1.7 per cent during 1975 and 27 per cent during 1974.

The year 1976 was notable for the marked increase in total deposits of commercial banks, the actual increase being Rs. 3,503.18 crores, as against increase of Rs. 2,041 crores in 1975 and Rs. 1,500 crores in 1974. The total deposits as on last Friday of December 1976 stood at Rs. 17,131.61 crores against Rs. 13,628.43 (revised figure) a year before and Rs. 11,587 crores two years before. The deposit accretion during the year which stood at 25.7 per cent was not only larger than that in 1975 at 17.6 per cent (revised) but it was the highest recorded in the recent past. As in the previous year, the increase was mainly attributable to time deposits. There was also marked increase in gross bank credit which was reflected in the credit deposit ratio at 75.4 per cent at the end of December 1976 showing an increase of 2.9 per cent over the previous year.

The increase in the deposits with commercial banks resulted in an expansion of business of the Corporation which is reflected in an increase of Rs. 115.95 lakhs in its premium collections from Rs. 526.09 lakhs in 1975 to Rs. 642.04 lakhs in 1976.

The year 1976 was also notable for a further improvement of the country's population served by scheduled commercial banks. On an average, there was one commercial office for every 23,000 persons in December 1976 as against one office for every 27,000 persons in 1975. 3191 new offices were opened during the year against 2337 offices opened in the year 1975. During the year 15 existing offices were closed down. Of the new offices, 1416 were opened by nationalised banks, 579 by the State Bank of India and its subsidiaries and 1196 by other commercial banks (including 460 branches opened by the Regional Rural banks). 2288 of the new offices were opened in the rural and semi-urban centres, 1324 offices being in hitherto

unbanked centres. Total number of commercial bank offices increased from 20,454 (final) as at the end of December 1975 to 23,630 as at the end of December 1976.

3. The most significant development during the year was extension of the Deposit Insurance Scheme to the States of West Bengal and Rajasthan covering 95 co-operative banks.

Major developments With the completion of legal formalities the Scheme has been extended to the State of Karnataka with effect from the 1st January 1977 covering 199 co-operative banks. Besides, 35 Regional Rural Banks established during the year were also brought under the purview of the Scheme. This vigorous expansion in the coverage of insured banks was mainly due to the initiative taken by the Agricultural Credit Department of the Reserve Bank of India in persuading the State Governments to enact the enabling legislation expeditiously.

Another important development during the year was the enhancement of the limit of insurance cover from Rs. 10,000 to Rs. 20,000 in respect of each depositor in the same capacity and right with effect from the 1st July 1976 in furtherance of the primary object of the Corporation to provide for a greater measure of protection to the depositors from the risk of loss of their deposits in the event of an insured bank's inability to meet its liabilities. The significance of the above step can be gauged from the fact that while the percentage of the number of fully protected accounts increased from 78.5 in 1961 to 98.3 in 1976 the corresponding increase in the percentage of insured deposits to total amount of assessable deposits was 23.1 and 72.8 respectively. Further, the increase in the insurance cover will also give a fillip to mobilisation of deposits.

4. The Capital of the Corporation remained unchanged at Rs. 2.00 crores. The entire capital has been subscribed by the Reserve Bank of India, in terms of section 4(2) of the Deposit Insurance Corporation Act, 1961.

5. One commercial bank, viz., the Narang Bank of India Ltd., New Delhi, was deregistered during the year with effect from the 1st August 1976 consequent upon take-over of its liabilities and assets by the United Bank of India. As a result, the number of insured commercial banks was reduced to 78 as at the end of the year. An aggregate amount of Rs. 611.97 lakhs was collected from the commercial banks as premium during the year as against Rs. 502.36 lakhs in the preceding year.

6. It was mentioned in the last year's report that 50 Regional Rural Banks would be established by April 1977. Government of India have since decided to increase their number to 60 by the end of March 1977 and they are proposed to be established by the target date. During the year under review 35 such banks were set up and all of them were registered as insured banks. Thus, the total number of these insured Regional Rural Banks increased from 5 as on 31st December 1975 to 40 as on the 31st December 1976. A sum of Rs. 7,015.69 was collected towards premium from these banks during the year. Their names and other particulars are given in Appendix I.

As indicated in the last year's report, these banks are the outcome of the Government's anxiety to ensure availability of credit to the weaker sections of the community such as small and marginal farmers, rural artisans and craftsmen who were not adequately served by commercial and co-operative banks. To meet this objective 460 branches were opened by the 40 banks established upto the end of December 1976. Advances made by them till November 1976 amounted to Rs. 6.11 crores in 77,400 borrowal accounts as against which their deposit mobilisation efforts netted Rs. 4.65 crores. Nearly 70% of borrowal accounts benefited the small and marginal farmers and agricultural labourers who accounted for over 60% of the outstanding advances, while rural artisans accounted for 30% of the borrowal accounts

and about 26% of the advances. The remainder of advances was disbursed to farmers through co-operative societies. Thus, there can be no doubt that in the short span of their functioning so far, these banks have made a promising start giving rise to the expectations that, when fully developed, they will meet in a substantial measure, the credit requirements of the weaker sections of the community in backward pockets apart from inculcating banking habits among the people and help mobilise their savings for accelerating the economic growth of the area of their operations.

7. During the year, the Deposit Insurance Scheme was extended to the States of West Bengal and Rajasthan with effect from the 1st September and 1st November 1976 respectively. 56 eligible co-operative banks in West Bengal and 39 such banks in

Insured co-operative banks

Rajasthan were registered as insured banks with effect from the aforesaid dates. In other States, where the Deposit Insurance Scheme was already in force, twentyfive more eligible co-operative banks were registered during the year.

State-wise break-up of these banks is as follows:-

1. Maharashtra	..	15
2. Andhra Pradesh	..	1
3. Madhya Pradesh	..	6
4. Kerala	..	3
		3
Total	..	25

As against this, 8 banks were deregistered as insured banks. Out of these, three banks in Maharashtra viz., the Bombay Commercial Co-operative Bank Ltd., Bombay, the Ghatkopar Janata Sahakari Bank Ltd., Bombay and the Malvan Co-operative Urban Bank Ltd., Malvan and one bank in Andhra Pradesh, viz., the Sree Krishna Co-operative Bank Ltd., Machilipatnam were deregistered as insured banks as they were taken into liquidation. The remaining banks, two in Maharashtra, viz., the Ravalgaon Sugar Farm Employees' Co-operative Credit Society Ltd., Ravalgaon and the Sakhar Kamga Sahakari Bank Ltd., Rahuri and one bank each in the States of Kerala and Andhra Pradesh viz., the Accountant General's Office Employees' Co-operative Credit Society Ltd., Trivandrum and the State Bank of India Staff Co-operative Credit Society Ltd., Hyderabad were deregistered consequent upon completion of formalities to take them out of the purview of the Banking Regulation Act, 1949. Thus, the total number of insured co-operative banks increased from 527 as at the end of 1975 to 639 as at the end of 1976. A total amount of Rs. 30.00 lakhs was collected as premium from the co-operative banks during the year 1976 as against Rs. 23.73 lakhs in the previous year. A few co-operative banks defaulted in the submission of returns together with the premium. The premium due from them was, however, negligible.

8. As stated above, the Scheme of insurance of deposits covered co-operative banks in the States of Andhra Pradesh, Jammu & Kashmir, Kerala, Madhya Pradesh, Maharashtra, Rajasthan, Tripura, West Bengal and three Union Territories, viz., Delhi, Goa, Daman & Diu and Pondicherry as at the end of 1976. Further, with the completion of necessary formalities in respect of certain weak/sub-standard banks in Karnataka, a notification was issued towards the end of the year extending Deposit Insurance Act to the above State with effect from the 1st January 1977 covering 199 eligible co-operative banks in that State.

It was mentioned in the last year's report that Governments of Manipur and Orissa had enacted legislation to enable the extension of the Deposit Insurance Scheme to their co-operative banks. While in the case of the former State the proposed ordinance was found to be in order, the relative amendment Act passed by the Orissa legislature required certain modifications. The concerned Governments were advised to take necessary steps in the matter.

The Governments of Uttar Pradesh and Bihar also amended their respective Co-operative Societies Acts to enable the extension of the Deposit Insurance Scheme to the Co-operative banks in their States. However, the amendments were not found sufficient for the purpose of extension of Deposit Insurance Scheme to these States and the concerned Governments were advised to make suitable modifications therein. The number of co-operative banks in the above four States where the steps to extend the Deposit Insurance Scheme have been initiated is about 143. Efforts are also being made to persuade the remaining State Governments to take expeditious action to amend their Co-operative Societies Act to enable the Corporation to extend the Deposit Insurance Scheme to those States. It may be mentioned that the total number of co-operative banks in States/Union Territories to which the Deposit Insurance Scheme is yet to be extended is near about 632.

9. The number of banks (commercial and co-operative) covered under the insurance scheme, from year to year since 1962, is given in Table I below:—

Trend of insured banks

TABLE I

Year	No. of registered banks at the commencement of the year	No. of banks registered during the year	NO. OF BANKS DEREGISTERED			No. of registered banks at the close of the year [(2+3)–6]
			Where Corporation's liability			
			was attracted	was not attracted	Total (4+5)	
(1)	(2)	(3)	(4)	(5)	(6)	(7)
1962	287	—	2	9	11	276
1963	276	—	1	25	26	250
1964	250	1*	6	88	94	157
1965	157	—	—	48	48	109
1966	109	1*	2	8	10	100
1967	100	—	—	9	9	91
1968	91	—	—	3	3	88
1969	88	—	2	1	3	85
1970	85	—	1	1	2	83
1971	83	385**	—	3	3\$	465
1972	465	16£	—	5	5@	476
1973	476	18††	—	2	2@	492
1974	492	37@@	—	3	3@	526
1975	526	88@@@	—	3	3\$	611
1976	611	155££	3**	6	9@	757

- * One commercial bank started functioning during the year.
- ** All these are co-operative banks.
- \$ Includes 2 commercial banks.
- £ One commercial bank and 15 co-operative banks.
- @ Includes one commercial bank.
- †† One commercial bank and 17 co-operative banks.
- @@ 5 Regional Rural Banks and 83 co-operative banks.
- ££ 35 Regional Rural Banks and 120 co-operative banks.

Note : Break-up of insured banks at the end of 1974-1976

Year	No. of insured banks		Total
	Commercial	Co-operative	
1974	81	445	526
1975	84@	527	611
1976	118*	639	757

- @ Including 5 Regional Rural Banks.
- * Including 40 Regional Rural Banks.

The number of insured banks declined gradually from 287 as at the beginning of the year 1962 to 83 at the end of 1970 as a result of the policy followed by the Reserve Bank of India, of reconstruction and amalgamation of small and financially weak banks, in order to make the banking system more viable. The substantial increase in the number of insured banks since then is mainly due to the extension of the Deposit Insurance Scheme to the co-operative banks.

During the year 1976, one insured commercial bank and eight co-operative banks were de-registered as mentioned in paragraphs 5 and 7 above. The Corporation's liability was however, attracted in the case of only one co-operative bank as indicated in paragraph 15 below. As already stated, 155 banks (120 co-operative and 35 regional rural) were included in the list of insured banks. Thus, the total number of insured banks increased from 611 to 757 at the end of 1976.

10. The rate of insurance premium which was reduced from 5 paise per Rs. 100 per annum to 4 paise per Rs. 100 per annum with effect from the 1st October 1971 remained unchanged.

11. A statement showing the extent of protection afforded by the Corporation to the depositors of insured banks (commercial and co-operative) from year to year since its inception in 1962 is given in Table II.

TABLE II

(Amounts in crores of rupees)

As on the last Friday of	No. of fully protected accounts@	Total No. of accounts	% of (2) to (3)	Insured deposits£	Total assessable deposits	% of (5) to (6)
(1)	(2)	(3)	(4)	(5)	(6)	(7)
December, 1961	55,41,652	70,58,448	78.5	392.32	1,693.75	23.1
September, 1962	59,77,420	77,03,548	77.6	448.00	1,895.27	23.6
September, 1963	66,52,066	85,86,932	77.5	500.16	2,106.78	23.7
September, 1964	76,26,226	98,37,176	77.5	574.37	2,437.29	23.6
September, 1965	88,97,805	1,15,75,916	76.9	690.62	2,743.94	25.2
September, 1966	1,03,64,153	1,35,63,618	76.4	824.29	3,236.31	25.5
September, 1967	1,18,66,532	1,55,25,841	76.4	942.91	3,603.49	26.2
September, 1968	1,59,52,273	1,75,47,550	90.9	2,022.79	4,011.88	50.4
September, 1969	1,86,09,051	2,05,01,104	90.8	2,374.05	4,670.08	50.8
September, 1970	2,30,38,555	2,39,78,702	96.1	3,410.66	5,447.90	62.6
September, 1971	2,98,86,359	3,10,19,892	96.3	4,224.49	6,801.43	62.1
September, 1972	3,27,96,030	3,40,64,304	96.3	4,655.46	7,457.55	62.4
September, 1973	3,98,80,532	4,15,27,098	96.0	5,852.00	9,152.36	63.9
September, 1974*	4,56,91,443	4,76,45,852	95.9	6,800.85	10,624.17	64.0
September, 1975* (Revised)	5,75,98,438	6,03,55,072	95.4	8,832.36	13,493.54	65.5
September, 1976*£	6,93,95,902	7,05,75,436	98.3	11,795.46	16,208.83	72.8

@ i.e., number of accounts with balances not exceeding Rs. 1,500 till the end of 1967, Rs. 5,000 till 31st March, 1970, Rs. 10,000 till 30th June 1976 and Rs. 20,000 thereafter.

£ i.e., deposits upto Rs. 1,500 in all accounts till the end of 1967, Rs. 5,000 till 31st March 1970, Rs. 10,000 till 30th June 1976 and Rs. 20,000 thereafter.

* Include the figures of 365, 479 and 567 reporting co-operative banks in 1974, 1975 and 1976 respectively.

*£ Provisional.

Notes :—(1) Lakh=100,000; 10 lakhs=1 million; 1 crore=10 millions.

(2) Rs. 100=£6.5791; Rs. 100=U.S. \$11.2600 (As on 31st December 1976).

It will be seen that the ratio of insured deposits to the total assessable deposits rose progressively from 23.1% at the end of 1961 to 26.2% in 1967. Thereafter, the ratio increased sharply to 50.4% in 1968 due to enhancement of the insurance cover from Rs. 1,500 to Rs. 5,000. Again, it rose from 50.8% in 1969 to 62.6% in 1970 on account of further increase in the insurance cover to Rs. 10,000. The ratio marginally declined to 62.1% in 1971, but thereafter increased to 63.9% in 1973 and further to 65.5% in 1975. During the year under review this ratio further improved to 72.8%. The figures for the last three years include 365,479 and 567 reporting co-operative banks respectively.

The percentage of the number of fully protected accounts to the total number of deposit accounts declined slightly from 78.5% in 1961 to 76.4% 1966, but thereafter it increased sharply to 90.9% in 1968 and further to 96.0% in 1973 due to the increase in the insurance limit as stated above (as also the inclusion of a number of co-operative banks in the Scheme) and slightly declined to 95.4% in 1975. However during the year, the ratio has registered a remarkable increase to 98.3%. The balance of 1.7% represents the percentage of accounts that are partially protected by insurance.

12. The deposits in fully protected accounts and partially protected accounts formed 58.3% and 41.7% respectively of the total assessable deposits as will be seen in the particulars furnished in Table III. The corresponding percentages for 1975 stood at 45.1 and 54.9 respectively. Perhaps, the most significant aspect of the coverage and extent of insurance that emerges from the above analysis is that the proportion of deposits in fully protected accounts has reached a higher level, of 58.3% which is in sharp contrast to the previous year's trend when the greater bulk, i.e., 54.9% of assessable deposits were held in the partially protected accounts with only 45.1% of assessable deposits being held in the fully protected accounts. As compared to the percentage of deposits in fully protected accounts at 9.7 at the end of 1961, the relative percentage stood at 58.3 at the end of 1976 thus representing a good record of progress.

TABLE III

(Amounts in crores of rupees)

	1975 (Revised)	1976
(1) Total assessable deposits	13,493.54	16,208.83
(2) Deposits in fully protected accounts (i.e., deposits upto Rs. 10,000 or less in 1975 and upto Rs. 20,000 in 1976)	6,080.52	9,444.87
(3) Deposits in partially protected accounts (i.e., deposits over Rs. 10,000 in 1975 and over Rs. 20,000 in 1976)	7,413.02	6,763.96
% of (2) to (1)	45.1	58.3
% of (3) to (1)	54.9	41.7

Note : As brought out in paragraph 11 of the report, the partially protected accounts constitute approximately 1.7% of the total number of accounts.

13. The coverage of the insured accounts and insured deposits of the commercial banks according to their size is indicated in Appendix II and a similar analysis in respect of insured co-operative banks is given in Appendix III.

The percentage of fully covered accounts to total number of accounts continues to be higher in the case of smaller commercial banks. Thus, the proportion of fully protected accounts to total number of deposit accounts in 1976 worked out to 99.5% in the case of small-

sized commercial banks with assessable deposits of Rs. 1.00 crore or less; the relative percentage for medium-sized commercial banks (with deposits exceeding Rs. 1.00 crore but upto Rs. 50.00 crores) varied between 99.3% and 99.1% while it ranged between 97.9% and 98.1% in the case of bigger banks with assessable deposits exceeding Rs. 50.00 crores. As regards the coverage of the amounts of deposits, the ratio varied from 66.8% to 73.1% in the case of bigger banks and 64.0% to 80.3% in the case of medium-sized banks, while it increased from 44.1% to 66.8% for the small banks referred to above.

The position was more or less similar in the case of co-operative banks, as will be seen from Appendix III. Thus, the relative percentage of fully protected accounts and insured deposits worked out to 99.7% and 88.9% in the case of co-operative banks with assessable deposits of Rs. 1.00 crore or less, to 99.5% and 75.9% for banks with deposits between Rs. 1.00 crore and Rs. 10.00 crores and to 99.0% and 59.8% in respect of banks with deposits between Rs. 10.00 crores and Rs. 25.00 crores. In case of primary co-operative banks, the insurance cover extended upto 99.5% of the accounts and 87.6% of their deposits; the relative ratios worked out to 99.4% and 74.2% in the case of District Central Co-operative banks and stood at 98.1% and 37.0% for the State Co-operative banks.

II. Accounts

14. The balance sheet and revenue account of the Corporation, showing separately the position of the two funds, viz., the Deposit Insurance Fund and the General Fund, as at the close of business on the 31st December 1976, together with the auditors' report thereon, are attached.

Balance Sheet
and Revenue
Account

15. During the year, income from insurance premium (including interest) was higher at Rs. 642.04 lakhs, as compared to Rs. 526.09 lakhs in the preceding year, mainly due to the increase in the assessable deposits. The income from the investments was also higher at Rs. 274.42 lakhs, as compared to Rs. 227.77 lakhs in the previous year. As regards commercial banks, in view of the improved position regarding the prospects of recovery from the transferee banks/banks where the Corporation had met its claims, the provision for insurance loss was reduced from Rs. 35.00 lakhs to Rs. 31.00 lakhs during the year. A sum of Rs. 5.73 lakhs was, however, paid to the Liquidator of one co-operative bank viz., Bombay Commercial Co-operative Bank which was taken into liquidation during the year. In the absence of any audited accounts from the liquidator, the probable insurance loss could not be ascertained in this case. As such, a provision for the entire amount of Rs. 5.73 lakhs has been made in the current year. The Corporation, however, had also to make a provision in respect of two other co-operative banks taken into liquidation (vide Appendix VI) to the extent of Rs. 4.70 lakhs. In view of this, a provision of Rs. 5.50 lakhs made last year in respect of co-operative banks has been reduced by Rs. 0.80 lakh. Thus the total provision for the probable insurance loss in respect of commercial and co-operative banks had to be raised by 0.93 lakh. After making the necessary provision from the revenue account of the current year, the net surplus of Rs. 915.53 lakhs (Rs. 749.46 lakhs in the previous year) has, therefore, been transferred to the Deposit Insurance Fund, thereby raising the fund from Rs. 4,211.22 lakhs in 1975 to Rs. 5,126.75 lakhs at the end of 1976. The Fund now constitutes 0.46% of the total insured deposits.

Deposit
Insurance
Fund

16. The Deposit Insurance Fund of Rs. 5,126.75 lakhs mentioned above has been built up mainly out of the insurance premium received from all insured banks (both commercial and co-operative) and income from investments. Separate accounts are not maintained for the amounts received from the insured co-operative banks. However, taking into account the premium received only from co-operative banks and the interest on investments on the relative amount on a notional basis, the Deposit Insurance Fund attributable to co-operative banks as at the end of 1976 would work out to Rs. 112.56 lakhs (vide particulars given in Appendix IV), which

Deposit
Insurance Fund
attributable to
co-operative
banks

constitutes near about 0.20% of the total insured deposits at Rs. 55,151.06 lakhs of the insured co-operative banks which have submitted the returns. From the date the scheme was extended to co-operative banks, claims amounting to Rs. 5.73 lakhs have been met by the Corporation as mentioned in paragraph 15 above. However, an amount of Rs. 4.70 lakhs has been provided for in respect of two co-operative banks taken into liquidation as mentioned earlier and claims in respect of them are expected from the Official Liquidators concerned.

17. The growth of the Deposit Insurance Fund and the percentage of the relative amount to the total assessable deposits from year to year, since its inception in 1962, are shown in Table IV below. It will be seen therefrom that the ratio of the Fund to the total assessable deposits increased progressively from 0.05% in 1962 to 0.32% in 1970; it slightly declined to 0.31% in 1971, but after increasing to 0.33% in 1973, it stood at the same level in 1976.

As regards the position of the Fund vis-a-vis the insured deposits, relative ratio also gradually increased from 0.20% in 1962 to 0.91% in 1967. In 1968, the ratio declined to 0.55%, due to the raising of the insurance cover of deposits from Rs. 1,500 to Rs. 5,000. Thereafter, the ratio recovered slightly to 0.60% in 1969, but declined to 0.51% in 1970 following the raising of the cover to Rs. 10,000. This ratio further declined to 0.46% in 1976, due to increasing of the insurance limit from Rs. 10,000 to Rs. 20,000 from 1st July 1976.

TABLE IV

As at the end of	Amount of the Fund (in lakhs of rupees)	Percentage of the Fund to	
		assessable deposits	insured deposits
1962	92.84	0.05	0.20
1963	202.70	0.10	0.40
1964	320.67	0.13	0.56
1965	466.63	0.17	0.68
1966	648.29	0.20	0.79
1967	859.37	0.24	0.91
1968	1,113.49	0.28	0.55
1969	1,414.47	0.30	0.60
1970	1,731.27	0.32	0.51
1971	2,096.84	0.31	0.50
1972	2,541.35	0.34	0.55
1973	3,063.32	0.33	0.52
1974	3,461.76	0.33	0.51
1975	4,211.22	0.32	0.50
1976	5,126.75	0.33	0.46

18. In terms of section 25 of the Deposit Insurance Corporation Act, 1961, the amount held in the Deposit Insurance Fund is invested entirely in Central Government Securities. The face value of the investments stood at Rs. 54.01 crores at the end of 1976. Of the above investments, a sum of Rs. 1.08 crores is attributable, on a notional basis, to the premium received from the insured co-operative banks (as indicated in Appendix IV).

The total market value of the investments in the above Fund as on the 31st December 1976 stood at Rs. 50.64 crores, as against their book value (cost price) at Rs. 53.51 crores showing a depreciation of Rs. 2.88 crores in relation to the book value (vide Appendix V). The existing provision of Rs. 3.16 crores is sufficient to cover the depreciation in the investments.

19. After taking into account the claims at Rs. 5.73 lakhs paid by the Corporation during the year, the total amount of claims paid or provided for stood at Rs. 118.77 lakhs at the end of the year.

20. During the year, a total amount of Rs. 2.58 lakhs was received by the Corporation from two transferee banks viz., State Bank of India in respect of Bank of Behar Ltd. and United Industrial Bank Ltd. in respect of the subrogated claims relating to the Metropolitan Bank Ltd. and Southern Bank Ltd. Total repayments so far received in respect of the subrogated claims of fourteen commercial banks since the inception of the Corporation amount to Rs. 70.46 lakhs, including repayments in full received from two banks (viz., Bank of China—Rs. 9.26 lakhs and Shree Jadeya Shankarling Bank Ltd. — Rs. 0.12 lakh). The balance of subrogated claims still to be recovered from the remaining twelve banks, therefore, amounts to Rs. 42.58 lakhs (vide Appendix VI). After reviewing the realisability of the assets held in the collection accounts of these banks vis-a-vis the prospects of receiving further pro-rata payment in respect of the balance of Rs. 42.58 lakhs due to the Corporation, the existing provision for insurance loss of Rs. 35.00 lakhs has been decreased by Rs. 4.00 lakhs to Rs. 31.00 lakhs (vide Revenue Account of the Deposit Insurance Fund). A sum of Rs. 5.73 lakhs is also due from one co-operative bank viz., the Bombay Commercial Co-operative Bank Ltd., (in liquidation). The prospects of recovery in respect of the bank are being ascertained. However, a provision for the entire amount has been made as stated in paragraph 15 above.

21. During the year, two co-operative banks viz., the Malvan Co-operative Urban Bank Ltd. and the Ghatkopar Janata Sahakari Bank Ltd. were taken into liquidation consequent upon the issue of the orders by the Registrar of Co-operative Societies, Maharashtra. As the exact liability that the Corporation may have to meet in the near future could not be ascertained, a provision of Rs. 4.70 lakhs has been made (vide Appendix VI). In view of this, a provision of Rs. 5.50 lakhs made last year in respect of co-operative banks has been reduced by Rs. 0.80 lakh.

22. While the claims in respect of deposits are met from the Deposit Insurance Fund, the expenses of the management of the Corporation are met from the income in the General Fund which is derived from the investment of the Capital (provided by the Reserve Bank of India) and the reserves. The investment is made in Government Securities. The income of the General Fund for the year 1976 amounted to Rs. 12.48 lakhs, while establishment and other expenses aggregated Rs. 9.59 lakhs, leaving a surplus of Rs. 2.89 lakhs which was slightly lower than that of the preceding year at Rs. 3.07 lakhs. As the balance held in the Investment Reserve Account at Rs. 13.00 lakhs is adequate to cover the depreciation in investments at Rs. 10.66 lakhs, the entire surplus in the Revenue Account at Rs. 2.89 lakhs has been transferred to the General Reserve Account.

23. The book value (i.e., the cost price) of the investments held in the General Fund as at the close of the year 1976 stood at Rs. 231.94 lakhs. Their market value amounted to Rs. 221.28 lakhs showing a depreciation of Rs. 10.66 lakhs for which adequate provision has been made as mentioned in paragraph 22 above.

III. Management

24. Shri J. C. Roy, Director, Department of Revenue and Banking (Banking Wing), Government of India, was appointed as a director of the Corporation under section 6(1) (c) of the Deposit Insurance Corporation Act, 1961 with effect from the 10th May 1976 *vice* Shri L. D. Kataria. Shri J. R. Joshi, Zonal Manager, Life Insurance Corporation, Madras and Shri P. N. Shah, Chartered Accountant, M/s. Shah & Co., Bombay were nominated as directors of the Corporation under section 6(1) (d) of the Act *vice* Shri R. M. Mehta and Shri C. Balakrishnan for a period of two years with effect from 17th March 1976 and 9th November 1976 respectively. The Board records its appreciation of the valuable services rendered by the directors who retired from the directorship of the Corporation during the year. Shri J. C. Luther, Executive Director, nominated by the Reserve Bank of India under section 6(1) (b) of the Deposit Insurance Corporation Act, 1961 has been promoted as Deputy Governor with effect from 4th January 1977.

Board of
Directors and
Executive
Committee

25. During the year under review, the Corporation brought out the Hindi version of the Annual Report on its working for the year 1975 and relative Balance Sheet and Revenue Accounts. Letters and other communications received in Hindi from the members of the public and certain co-operative banks were replied in Hindi. Further, notifications and press notes were issued both in Hindi and English.

Promotion
of Hindi

26. The Corporation continued to supply free of cost to all insured banks, copies of posters in English, Hindi and 12 other regional languages, detailing the protection afforded to the bank depositors by the Corporation. Queries received from banks, other institutions and individuals were promptly attended to and duly replied.

Publicity

27. The Corporation has at present only one office located in Bombay. The Reserve Bank of India is making available to it the requisite staff, office accommodation and other incidental facilities, as hitherto. The relative expenses are, however, reimbursed to the Bank on an agreed basis. The Board records its appreciation of the whole-hearted co-operation extended by the staff at all levels throughout the year.

Staff

28. In terms of section 29(1) of the Deposit Insurance Corporation Act, 1961, the Board of Directors, with the previous approval of the Reserve Bank of India, appointed Messrs. G.P. Kapadia & Co., Chartered Accountants, Bombay as auditors of the Corporation for the year 1976.

Auditors

29. The improvement which was achieved last year in the wake of emergency in punctuality, attendance of staff, maintenance of discipline, economy in expenditure, etc., was maintained during the year with the co-operation of the staff at different levels.

General

During the year under review senior officials of the Bank of Uganda and Bank of Sierra Leone visited the Corporation and evinced keen interest in the Deposit Insurance Scheme.

For and on behalf of the Board of Directors

K. R. PURI

Chairman

Bombay, 10th February, 1977.

APPENDIX I

A. Names of the banks registered as insured banks during the year 1976

Regional Rural Banks

1. Bhojpur Rohtas Gramin Bank, Arrah, (Bihar)
2. Kshetriya Gramin Bank, Hoshangabad, (Madhya Pradesh)
3. Samyut Kshetriya Gramin Bank, Belaisa, (Uttar Pradesh)
4. Bolangir Anchalik Gramya Bank, Bolangir, (Orissa)
5. Tungabhadra Gramin Bank, Bellary, (Karnataka)
6. Puri Gramya Bank, Pipli, (Orissa)
7. Jammu Rural Bank, Jammu, (Jammu & Kashmir)
8. Champaran Kshetriya Gramin Bank, Motihari, (Uttar Pradesh)
9. Bara Banki Gramin Bank, Dist. Bara Banki, (Uttar Pradesh)
10. Gurgaon Garmin Bank, Gurgaon, (Haryana)
11. Farrukhabad Gramin Bank, Farrukhabad, (Uttar Pradesh)
12. Rae Bareli Kshetriya Gramin Bank, Rae Bareli (Uttar Pradesh)
13. Mallabhum Gramin Bank, Bankura, (West Bengal)
14. Nagarjuna Grameena Bank, Khammam, (Andhra Pradesh)
15. Pragjyotish Gaonlia Bank, Nalbari, (Assam)
16. Rayalaseema Grameena Bank, Cuddapah, (Andhra Pradesh)
17. Melaprabha Grameena Bank, Dharwar, (Karnataka)
18. Mayurakshi Gramin Bank, Suri, (West Bengal)
19. Marathwada Gramin Bank, Nanded, Maharashtra
20. Marwar Gramin Bank, Pali, Rajasthan
21. Bhagirath Gramin Bank, Sitapur, (Uttar Pradesh)
22. Sri Visakha Grameena Bank, Srikakulam, (Andhra Pradesh)
23. Cauvery Grameena Bank, Mysore, (Karnataka)
24. Shekhawati Gramin Bank, Sikar, (Rajasthan)
25. Cuttack Gramya Bank, Cuttack, (Orissa)
26. Bilaspur Raipur Kshetriya Gramin Bank, Bilaspur, (Madhya Pradesh)
27. Magadh Gramin Bank, Gaya, (Bihar)
28. Koraput Panchabati Gramya Bank, Jeypore, (Orissa)
29. South Malabar Gramin Bank, Mallapuram, (Kerala)
30. North Malabar Gramin Bank, Cannanore, (Kerala)
31. Rewa-Sidhi Gramin Bank, Rewa, (Madhya Pradesh)
32. Tripura Gramin Bank, Agartala, (Tripura)
33. Himachal Gramin Bank, Mandi, (Himachal Pradesh)
34. Kosi Kshetriya Gramin Bank, Purnea, (Bihar)
35. Ballia Kshetriya Gramin Bank, Ballia, (Uttar Pradesh)

Co-operative Banks

Andhra Pradesh

36. Prakasam District Co-operative Central Bank Ltd., Ongole(C)

Kerala

37. Quilon Co-operative Urban Bank Ltd., Quilon (P)
38. Alwaye Urban Co-operative Bank Ltd., Alwaye (P)
39. Government Employees' Co-operative Society Ltd., Kottayam (P)

Madhya Pradesh

40. Rajnandgaon Kendriya Sahakari Bank Maryadit, Rajnandgaon (C)
41. Nagrik Sahakari Bank Ltd., Raipur (P)
42. Bhilai Nagarik Sahakari Bank Ltd., Bhilai Nagar (P)
43. Citizens Co-operative Bank Ltd., Damoh (P)
44. Nagrik Sahakari Bank Maryadit, Shivpuri (P)
45. Bhopal Nagrik Sahakari Bank Ltd., Bhopal (P)

Maharashtra

46. Shetkari Sahakari Bank Ltd., (Akluj) (P)
47. Shrimant Malojiraje Sahakari Bank Ltd., Phaltan, (P)
48. Yashwant Co-operative Bank Ltd., Phaltan (P)
49. Siddheshwar Co-operative Bank Ltd., Sholapur (P)
50. Sakri Taluka Janata Sahakari Bank Ltd., Sakri (P)
51. Malad Sahakari Bank Ltd., Bombay 64 (P)
52. Ichalkaranji Kamgar Nagari Sahakari Bank Ltd., Ichalkaranji, (P)
53. Trimoorti Sahakari Bank Ltd., Poona-9 (P)
54. Urban Co-operative Bank Ltd., Bhandara (P)
55. Palus Sahakari Bank Ltd., Palus (P)
56. Chetana Co-operative Bank Ltd., Bandra, Bombay-51 (P)
57. Parmatma Ek Sevak Nagrik Sahakari Bank Ltd., Nagpur-18 (P)
58. Abhinav Sahakari Bank Ltd., Dombivli (East) (P)
59. Janata Sahakari Bank Ltd., Kalyan (P)
60. Nagpur Mahila Nagari Sahakari Bank Ltd., Nagpur (P)

Rajasthan

State Co-operative Banks

61. Rajasthan State Co-operative Bank Ltd., Jaipur
62. Rajasthan State Industrial Co-operative Bank Ltd., Jaipur

District Central Co-operative Banks

63. Ajmer Central Co-operative Bank Ltd., Ajmer
64. Alwar Central Co-operative Bank Ltd., Alwar
65. Banswara Central Co-operative Bank Ltd., Banswara
66. Barmer Central Co-operative Bank Ltd., Barmer
67. Bharatpur Central Co-operative Bank Ltd., Bharatpur
68. Bundi Central Co-operative Bank Ltd., Bundi
69. Central Co-operative Bank Ltd. (Bhilwara), Bhilwara
70. Central Co-operative Bank Ltd. (Bikaner), Bikaner
71. Central Co-operative Bank Ltd. (Tonk), Tonk
72. Chittorgarh Kendriya Sahakari Bank Ltd., Chittorgarh
73. Churu Central Co-operative Bank Ltd., Churu
74. Dungarpur Kendriya Sahakari Bank Ltd., Dungarpur
75. Ganganagar Kendriya Sahakari Bank Ltd., Sri Ganganagar
76. Jaipur Central Co-operative Bank Ltd., Jaipur
77. Jalore Central Co-operative Bank Ltd., Jalore
78. Jhalawar Kendriya Sahakari Bank Ltd., Jhalarpatan
79. Jhunjhunu Kendriya Sahakari Bank Ltd., Jhunjhunu
80. Jodhpur Central Co-operative Bank Ltd., Jodhpur

81. Kota Central Co-operative Bank Ltd., Kota
82. Nagaur Central Co-operative Bank Ltd., Nagaur
83. Pali Central Co-operative Bank Ltd., Pali
84. Sawai Madhopur Kendriya Sahakari Bank Ltd., Sawai Madhopur
85. Sikar Kendriya Sahakari Bank Ltd., Sikar
86. Sirohi Central Co-operative Bank Ltd., Sirohi
87. Udaipur Central Co-operative Bank Ltd., Udaipur.

Primary Co-operative Banks

88. Ajmer Urban Co-operative Bank Ltd., Ajmer
89. Baran Nagrik Sahakari Bank Ltd., Baran
90. Nagrik Sahakari Bank Ltd., Kota
91. Sikar Industrial Urban Co-operative Bank Ltd., Sikar
92. Sirohi District Commercial Co-operative Bank Ltd., Abu Road
93. Udaipur Urban Co-operative Bank Ltd., Udaipur
94. Urban Co-operative Bank Ltd. (Jaipur), Jaipur
95. Life Insurance Corporation Staff Co-operative Multipurpose Society Ltd., Ajmer
96. Railway Employees' Co-operative Bank Ltd., Jaipur
97. Railway Employees Co-operative Banking Society Ltd., Jaipur
98. Railway Shramik Sahakari Bank Bikaner Ltd., Jodhpur
99. Western Railway Employees Co-operative Credit Society Ltd., Udaipur

West Bengal

State Co-operative Bank

100. West Bengal State Co-operative Bank Ltd., Calcutta

District Central Co-operative Banks

101. Balageria Central Co-operative Bank Ltd., Satmile
102. Balurghat Central Co-operative Bank Ltd., Balurghat
103. Bankura District Central Co-operative Bank Ltd., Bankura
104. Birbhum District Central Co-operative Bank Ltd., Suri
105. Burdwan Central Co-operative Bank Ltd., Burdwan
106. Darjeeling District Central Co-operative Bank Ltd., Kalimpong
107. Hooghly District Central Co-operative Bank Ltd., Chuchura
108. Howrah District Central Co-operative Bank Ltd., Uluberia
109. Jalpaiguri Central Co-operative Bank Ltd., Jalpaiguri
110. Malda District Central Co-operative Bank Ltd., Malda
111. Mugberia Central Co-operative Bank Ltd., Mugberia
112. Murshidabad District Central Co-operative Bank Ltd., Berhampore
113. Nadia District Central Co-operative Bank Ltd., Krishnagore
114. Purulia Central Co-operative Bank Ltd., Purulia
115. Raiganj Central Co-operative Bank Ltd., Raiganj
116. Tamluk Ghatal Central Co-operative Bank Ltd., Tamluk
117. Vidyasagar Central Co-operative Bank Ltd., Midnapore

Primary Co-operative Banks

118. Asansol People's Co-operative Bank Ltd., Asansol
119. Baidyabati Sheorphuli Co-operative Bank Ltd., Sheorphuli
120. Bally Co-operative Bank and Credit Society Ltd., Bally
121. Bankura Town Co-operative Bank Ltd., Bankura

122. Bantra Co-operative Bank Ltd., Howrah
123. Barnagore Co-operative Bank Ltd., Calcutta
124. Bhatpara Naithati Co-operative Credit Bank Ltd., Bhatpara
125. Bishnupur Town Co-operative Bank Ltd., Bishnupur
126. Boral Union Co-operative Credit Society Ltd., Boral
127. Contai Co-operative Bank Ltd., Contai
128. Dhakuria Co-operative Bank Ltd., Dhakuria
129. Ghatal People's Co-operative Bank Ltd., Ghatal
130. Hooghly Co-operative Credit Bank Ltd., Hooghly
131. Jaynagar-Mozilpur People's Bank Ltd., Jaynagar-Mozilpur
132. Kalna Town Credit Co-operative Bank and Multipurpose Society Ltd., Kalna
133. Kasundia Co-operative Bank Ltd., Howrah
134. Khatra People's Co-operative Bank Ltd., Khatra
135. Konnagar Samaboya Bank Ltd., Konnagar
136. Krishnagar City Co-operative Bank Ltd., Krishnanagore
137. Midnapore Peoples' Co-operative Bank Ltd., Midnapore
138. Nabadwip Co-operative Credit Bank Ltd., Nabadwip
139. Panihati Co-operative Bank Ltd., Panihati
140. Ranaghat People's Bank Ltd., Ranaghat
141. Shibpur Co-operative Bank Ltd., Shibpur
142. South India Co-operative Bank Ltd., Calcutta
143. Suri Friends' Union Co-operative Bank Ltd., Suri
144. Uttarpara Co-operative Bank Ltd., Uttarpara
145. Air Corporation Employees' Co-operative Credit Society Ltd., Calcutta
146. AVB Employees' Co-operative Credit Society Ltd., Durgapur
147. Bank Employees Co-operative Bank Ltd., Calcutta
148. Bengal Government Press Piece Employees' Co-operative Thrift and Credit Society Ltd., Calcutta
149. Calcutta Police Co-operative Credit Society and Banking Ltd., Calcutta
150. Central Bank of India Employees Co-operative Society Ltd., Calcutta
151. Eastern & North-East Frontier Railway Co-operative Bank Ltd., Calcutta
152. Eastern Railway Employees' Co-operative Bank Ltd., Calcutta.
153. G.K.W. (Calcutta) Works Employees' Co-operative Credit Society Ltd., Botanic Gardens
154. National Insurance Employees Co-operative Credit and Banking Society Ltd., Calcutta
155. State Bank of India Staff Association Co-operative Society Ltd., Calcutta

B. Names of the banks deregistered during the year.

Commercial Bank

1. The Narang Bank of India Ltd., New Delhi

Co-operative Banks

Andhra Pradesh

2. Sree Krishna Co-operative Urban Bank Ltd., Machilipatnam (P)
3. State Bank of India Staff Co-operative Credit Society Ltd., Hyderabad (P)

Kerala

4. Accountant General's Office Employees' Co-operative Credit Society Ltd., Trivandrum(P)

Maharashtra

5. Bombay Commercial Co-operative Bank Ltd., Bombay (P)
6. Ghatkopar Janata Sahakari Bank Ltd., Bombay (P)
7. Malvan Co-operative Urban Bank Ltd., Malvan (P)
8. Ravalgaon Sugar Farm Employees' Co-operative Credit Society Ltd., Ravalgaon (P)
9. Sakhar Kamgar Sahakari Bank Ltd., Rahuri

(C)—Central Co-operative Bank

(P)—Primary Co-operative Bank

C. Following Co-operative Banks in the State of Karnataka have been registered as insured banks with effect from the 1st January 1977.

State Co-operative Bank

1. Karnataka State Co-operative Apex Bank Ltd., Bangalore

District Central Co-operative Banks

2. Bangalore District Co-operative Central Bank Ltd., Bangalore
3. Belgaum District Central Co-operative Bank Ltd., Belgaum
4. Belgaum District Industrial Co-operative Bank Ltd., Belgaum
5. Bellary District Co-operative Central Bank Ltd., Hospet
6. Bijapur District Central Co-operative Bank Ltd., Bijapur
7. Bijapur District Industrial Co-operative Bank Ltd., Bagalkot.
8. Chikmagalur District Co-operative Central Bank Ltd., Chikmagalur.
9. Chitaldurg District Co-operative Central Bank Ltd., Chitaldurg.
10. Coorg District Co-operative Central Bank Ltd., Mercara
11. Dharwar District Industrial Co-operative Bank Ltd., Hubli
12. District Co-operative Central Bank Ltd., Bidar
13. Gulbarga District Co-operative Central Bank Ltd., Gulbarga
14. Hassan District Co-operative Central Bank Ltd., Hassan
15. Kanara District Co-operative Central Bank Ltd., Sirsi
16. Karnataka Central Co-operative Bank Ltd., Dharwar
17. Karnataka Industrial Co-operative Bank Ltd., Bangalore
18. Kolar District Co-operative Central Bank Ltd., Kolar
19. Mandya District Co-operative Central Bank Ltd., Mandya
20. Mysore District Co-operative Central Bank Ltd., Mysore City
21. Raichur District Co-operative Central Bank Ltd., Raichur
22. Shimoga District Co-operative Central Bank Ltd., Shimoga
23. South Canara Central Co-operative Bank Ltd., Mangalore
24. Tumkur District Co-operative Central Bank Ltd., Tumkur

Primary Co-operative Banks

25. Akkialur Urban Co-operative Bank Ltd., Hangal
26. Alnavar Urban Co-operative Bank Ltd., Alnavar
27. Ankola Urban Co-operative Credit Bank Ltd., Ankola
28. Arsikere Urban Co-operative Credit Bank Ltd., Arsikere
29. Arya Vaishya Co-operative Bank Ltd., Hosur
30. Azad Co-operative Credit Bank Ltd., Gadag
31. Azad Urban Co-operative Credit Bank Ltd., Hubli
32. Bagewadi Shri Basaveshwar Urban Co-operative Bank Ltd., Bagewadi
33. Bailhongal Merchants' Co-operative Bank Ltd., Bailhongal
34. Bailhongal Urban Co-operative Bank Ltd., Bailhongal
35. Bangalore Central Co-operative Bank Ltd., Bangalore
36. Bangalore City Co-operative Bank Ltd., Bangalore

37. Bannikop Urban Co-operative Credit Bank Ltd., Bannikop
38. Bapuji Co-operative Bank Ltd., Davangere
39. Bedkihal Urban Co-operative Credit Bank Ltd., Bedkihal
40. Belgaum Catholic Co-operative Credit Bank Ltd., Belgaum
41. Belgaum Muslim Co-operative Credit Bank Ltd., Belgaum
42. Belgaum Pioneer Urban Co-operative Credit Bank Ltd., Belgaum
43. Bellad-Bagewadi Urban Co-operative Credit Bank Ltd., Bellad Bagewadi
44. Bellary Co-operative City Bank Ltd., Bellary
45. Bellatti Urban Co-operative Credit Bank Ltd., Bellatti
46. Bhadravati Town Co-operative Bank Ltd., Bhadravati
47. Bharat Co-operative Bank Ltd., Bangalore
48. Bhatkal Urban Co-operative Bank Ltd., Bhatkal
49. Bhavasara Kshtriya Co-operative Bank Ltd., Bangalore
50. Bhavasara Kshtriya Co-operative Credit Society Ltd., Talikoti
51. Bijapur Mahalaxmi Urban Co-operative Credit Bank Ltd., Bijapur
52. Bijapur Shri Siddeswar Urban Co-operative Bank Ltd., Bijapur
53. Cardamom Merchants' Co-operative Bank Ltd., Haveri
54. Chadchan Urban Co-operative Bank Ltd., Chadchan
55. The Challakere Urban Co-operative Bank Ltd., Challakere
56. Chikodi Urban Co-operative Credit Bank Ltd., Chikodi
57. Citizen Co-operative Bank Ltd., Bangalore
58. City Co-operative Bank Ltd., Mysore
59. The City Co-operative Bank Ltd., Hassan
60. City Co-operative Bank Ltd., Shimoga
61. Co-operative Bank Ltd., Chikanayakanahalli
62. Co-operative Urban Bank Ltd., Gulbarga
63. Davangere Urban Co-operative Bank Ltd., Davangere
64. Davangere-Harihara Urban Industrial Entrepreneurs Co-operative Bank Ltd., Davangere
65. Deccan Co-operative Urban Bank Ltd., Bijapur
66. Gadag Co-operative Urban Bank Ltd., Gadag
67. Gandhi Gunj Primary Co-operative Bank Ltd., Bidar
68. Gokak Urban Co-operative Credit Bank Ltd., Gokak
69. Graduates' Co-operative Bank Ltd., Mysore
70. Grain Merchants' Co-operative Bank Ltd., Bangalore
71. Haliyal Urban Co-operative Credit Bank Ltd., Haliyal
72. Hangal Urban Co-operative Credit Bank Ltd., Hangal
73. Harugeri Urban Co-operative Credit Bank Ltd., Harugeri
74. Haveri Urban Co-operative Bank Ltd., Haveri
75. Hirekerur Urban Co-operative Bank Ltd., Hirekerur
76. Hiriya Urban Co-operative Bank Ltd., Hiriya
77. Honavar Urban Co-operative Bank Ltd., Honavar
78. Hospet Co-operative City Bank Ltd., Hospet
79. Hotel Industrialists Co-operative Bank Ltd., Bangalore
80. Hubli Dharwar Urban Co-operative Credit Bank Ltd., Dharwar
81. Hubli Urban Co-operative Bank Ltd., Hubli
82. Hukeri Urban Co-operative Bank Ltd., Hukeri
83. The Ilkal Urban Co-operative Bank Ltd., Ilkal
84. Jamkhandi Urban Co-operative Bank Ltd., Jamkhandi
85. Janatha Co-operative Bank Ltd., Bangalore
86. Janatha Seva Co-operative Bank Ltd., Bangalore
87. Jijamata Mahila Sahakari Society Ltd., Belgaum
88. Kalghatgi Urban Co-operative Bank Ltd., Kalghatgi
89. Karnatak Kurubar Co-operative Credit Bank Ltd., Gadag
90. Karnatak Urban Co-operative Bank Ltd., Muddebihal
91. Karwar Urban Co-operative Bank Ltd., Karwar

92. Katkol Urban Co-operative Credit Bank Ltd., Katkol
93. Kaujalagi Urban Co-operative Credit Bank Ltd., Gokak
94. Khanapur Urban Co-operative Credit Bank Ltd., Khanapur
95. Kolar Urban Co-operative Bank Ltd., Kolar
96. Kumta Urban Co-operative Bank Ltd., Kumta
97. Laxmeshwar Urban Co-operative Credit Bank Ltd., Laxmeshwar
98. Laxmi Urban Co-operative Credit Bank Ltd., Gajendragad
99. Mahaveer Co-operative Credit Bank Ltd., Belgaum
100. Mallapur Urban Co-operative Credit Bank Ltd., Gokak
101. Malleswaram Co-operative Bank Ltd., Bangalore
102. Mangalore Catholic Co-operative Bank Ltd., Mangalore
103. Mangalore Co-operative Town Bank Ltd., Mangalore
104. Manihal Urban Co-operative Credit Bank Ltd., Manihal
105. Manoli Shri Panchalingeshwar Urban Co-operative Credit Bank Ltd., Manoli
106. Maratha Co-operative Bank Ltd., Hubli
107. Maratha Co-operative Credit Bank Ltd., Belgaum
108. Mercara Town Co-operative Bank Ltd., Mercara
109. Merchants' Co-operative Bank Ltd., Chitradurga
110. Merchants' Co-operative Bank Ltd., Tiptur
111. The Merchants' Co-operative Credit Bank Ltd., Belgaum
112. Merchants' Liberal Co-operative Credit Society Ltd., Gadag
113. Merchants' Urban Co-operative Bank Ltd., Gadag
114. Mudalagi Urban Co-operative Credit Bank Ltd., Madalagi
115. Mudhol Urban Co-operative Bank Ltd., Mudhol
116. Mulgund Urban Co-operative Credit Bank Ltd., Mulgund
117. Muslim Co-operative Society Ltd., Mysore
118. Mysore Co-operative Bank Ltd., Mysore
119. Mysore Merchants' Co-operative Bank Ltd., Mysore
120. Mysore Silk Cloth Merchants' Co-operative Bank Ltd., Bangalore.
121. Mysore Textile Manufacturers' Co-operative Bank Ltd., Bangalore.
122. National Co-operative Bank Ltd., Bangalore
123. Navakalyan Co-operative Bank Ltd., Hubli
124. Nehru Nagar Co-operative Bank Ltd., Bangalore
125. The Nesargi Urban Co-operative Credit Bank Ltd., Nesargi
126. Nipani Urban Co-operative Credit Bank Ltd., Nipani
127. Pachhapur Urban Co-operative Credit Bank Ltd., Pachhapur
128. The Pragathi Co-operative Bank Ltd., Bangalore
129. Puttur Co-operative Town Bank Ltd., Puttur
130. Rabkavi Urban Co-operative Bank Ltd., Rabkavi
131. Raddi Co-operative Credit Bank Ltd., Dharwar
132. Raibag Urban Co-operative Bank Ltd., Raibag
133. Raichur City Urban Co-operative Bank Ltd., Raichur
134. Rajajinagar Co-operative Bank Ltd., Bangalore
135. Ramdurg Urban Co-operative Credit Bank Ltd., Ramdurg
136. Sadalga Urban Co-operative Credit Bank Ltd., Sadalga
137. Savanur Urban Co-operative Bank Ltd., Savanur
138. Shedbal Urban Co-operative Credit Bank Ltd., Shedbal
139. Shimoga Arecanut Mandy Merchants' Co-operative Bank Ltd., Shimoga
140. Shiralkoppa Urban Co-operative Bank Ltd., Shiralkoppa
141. Shiva Co-operative Bank Ltd., Davangere
142. Shree Basaveswara Urban Co-operative Bank Ltd., Ranebennur
143. Shri Basaweshwar Urban Co-operative Bank Ltd., Bagalkot
144. Shree Gajanan Urban Co-operative Bank Ltd., Byadgi
145. Shree Mahabaleshwar Urban Co-operative Credit Bank Ltd., Gokarn
146. Shree Mahalaxmi Urban Co-operative Credit Bank Ltd., Dharwar

147. Shree Ram Co-operative Urban Bank Ltd., Nipani
148. Shree Tukaram Urban Co-operative Credit Bank Ltd., Belgaum
149. Shri Fakreshwar Co-operative Urban Bank Ltd., Shirahatti
150. Shri Lakshminarayan Co-operative Bank Ltd., Bangalore
151. Shri Shivayogi Murugendraswami Urban Co-operative Bank Ltd., Athani
152. Shri Thyagaraja Co-operative Bank Ltd., No. 5, Bangalore
153. Shri Veer Pulikeshi Co-operative Bank Ltd., Badami
154. Shri Vijaya Mahantesh Urban Co-operative Bank Ltd., Hungund
155. Siddapur Urban Co-operative Credit Bank Ltd., Siddapur
156. The Sindgi Urban Co-operative Bank Ltd., Sindgi
157. Sirsi Urban Co-operative Credit Bank Ltd., Sirsi
158. Somavanshiya Sahasrarajun Kshatriya Co-operative Bank Ltd., Hubli
159. Sree Anjaneya Co-operative Bank Ltd., Bangalore
160. Sri Ganapathi Co-operative Bank Ltd., Sagar
161. Sri Gokarnanath Co-operative Bank Ltd., Mangalore
162. Sri Kannikaparameshwari Devasthanam Suvarnamahotsava Co-operative Bank Ltd., Davangere
163. Sri Kanyakaparameswari Co-operative Bank Ltd., Hassan
164. Sri Kanyakaparameswari Co-operative Bank Ltd., Mysore
165. Sri Krishnarajendra Co-operative Bank Ltd., Mysore
166. Sri Rama Co-operative Bank Ltd., Bangalore
167. Sri Sampige Siddheswara Urban Co-operative Bank Ltd., Chitradurga
168. Srirampura Co-operative Bank Ltd., Bangalore
169. Sri Vasavamba Co-operative Bank Ltd., Holenarasipur
170. The Talikoti Urban Co-operative Bank Ltd., Tailikoti
171. Textile Manufacturers' Co-operative Bank Ltd., Dodballapur
172. Town Co-operative Bank Ltd., Hoskote
173. Town Co-operative Bank Ltd., Chintamani
174. Town Co-operative Bank Ltd., Ponnampet
175. Town Co-operative Bank Ltd., Sira
176. Tumkur Grain Merchants Co-operative Bank Ltd., Tumkur
177. Urban Co-operative Bank Ltd., Shikaripur
178. Vardhaman Co-operative Bank Ltd., Hubli
179. Virajpet Town Co-operative Bank Ltd., Virajpet
180. Vysya Co-operative Bank Ltd., Bangalore
181. Yargatti Urban Co-operative Credit Bank Ltd., Yargatti
182. Accountant General's Office Co-operative Bank Ltd., Bangalore
183. Bhadravati Iron & Steel Works Co-operative Banking Society Ltd., Bhadravati
184. Belgaum District Revenue Employees' Co-operative Bank Ltd., Belgaum
185. Bijapur District Government Officials Urban Co-operative Credit Bank Ltd., Bijapur
186. Comptroller's Office Co-operative Bank Ltd., Bangalore
187. Dharwar District Government Employees' Co-operative Bank Ltd., Dharwar
188. Hira Sugar Employees' Co-operative Credit Bank Ltd., Sankeshwar
189. Hungund Taluka Primary Teachers' Co-operative Credit Bank Ltd., Hungund
190. Kirloskar Electric Co-Employees' Co-operative Society Ltd., Bangalore
191. L.I.C. Employees' Co-operative Bank Ltd., Udipi
192. Mysore University Co-operative Society Ltd., Mysore
193. Reserve Bank Employees' Co-operative Bank Ltd., Bangalore
194. Ron Taluka Primary Teachers' Co-operative Credit Bank Ltd., Ron
195. South Kanara Government Officers' Co-operative Bank Ltd., Mangalore
196. Southern Railway Co-operative Bank Ltd., Mysore
197. State Bank of Mysore Employees' Co-operative Bank Ltd., Bangalore
198. Teachers' Co-operative Bank Ltd., Udipi
199. Amanath Co-operative Bank Ltd., Bangalore.

Summary of Insured Banks (As on 31st December 1976)

I. Commercial Banks	<u>78</u>
II. Regional rural Banks	<u>40</u>
III. Co-operative Banks	

State	Apex	Central	Primary
Andhra Pradesh	1	26	41
Jammu & Kashmir	1	3	—
Kerala	1	11	42
Madhya Pradesh	1	44	19
Maharashtra	1	28	306
Rajasthan	2	25	12
Tripura	1	—	—
West Bengal	1	17	38
Union Territories			
Delhi	1	—	10
Goa, Daman & Diu	1	—	4
Pondicherry	1	—	1
Sub-Total			<u>639</u>
Total			<u><u>757</u></u>

APPENDIX II

ANALYSIS OF COVERAGE OF INSURANCE ACCORDING TO THE SIZE OF THE BANKS A. COMMERCIAL BANKS

(As on the last Fridays of December 1961 and September each of 1962 to 1976)

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully protected accounts@	Total No. of accounts	% of (3) to (4)	Insured deposits\$	Total amount of deposits assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
BANKS WITH DEPOSITS :							
(i) exceeding Rs. 100 crores							
1961	5	19,07,565	26,08,513	73.1	17,244.19	86,024.65	20.4
1962	5	20,56,863	28,61,493	71.9	19,855.88	96,614.94	20.5
1963	5	23,03,769	32,01,003	72.0	22,279.55	1,08,010.07	20.6
1964	6	30,74,624	42,29,309	72.7	29,088.07	1,38,462.50	21.0
1965	7	39,65,311	54,77,182	72.4	37,999.30	1,66,473.38	22.8
1966	8	50,96,334	70,56,148	72.2	49,678.17	2,07,848.96	23.9
1967	9	66,42,248	90,41,212	73.5	61,039.83	2,43,480.54	25.1
1968	11	1,00,17,283	1,11,98,695	89.5	1,45,059.51	2,93,553.75	49.4
1969	13	1,34,26,587	1,49,27,864	89.9	1,83,358.19	3,61,872.86	50.7
1970	13	1,68,14,889	1,75,83,973	95.6	2,65,483.43	4,24,676.51	62.5
1971	16	2,20,91,473	2,30,11,943	96.0	3,34,302.43	5,40,717.00	61.8
1972	16	2,37,39,950	2,47,31,706	96.0	3,59,074.90	5,83,234.25	61.6
1973	18	2,96,44,232	3,09,89,097	95.7	4,68,074.61	7,33,698.00	63.8
1974	18	3,39,61,726	3,55,53,280	95.5	5,45,780.64	8,50,163.14	64.2
1975	26	4,64,18,135	4,89,14,971	94.9	7,78,487.55	11,76,860.89	66.1
1976	26	5,49,60,262	5,60,07,623	98.1	10,29,815.71	14,09,757.45	73.1
(ii) exceeding Rs. 50 crores but upto Rs. 100 crores							
1961	5	7,70,242	10,14,608	75.8	6,197.07	31,166.68	19.8
1962	5	8,25,565	10,96,603	75.3	6,813.43	33,754.29	20.2
1963	4	9,09,942	12,13,716	75.0	7,614.56	31,888.94	23.9
1964	5	13,85,569	17,80,744	77.8	10,333.84	38,319.58	27.0
1965	6	21,19,236	26,29,196	80.6	13,441.78	43,504.23	30.9
1966	8	27,12,915	33,44,641	81.1	16,821.24	56,402.65	29.8
1967	7	24,04,677	29,85,961	80.5	15,648.78	51,198.50	30.6
1968	5	26,15,724	27,62,162	94.7	21,731.23	37,076.06	58.6
1969	6	20,21,341	21,65,761	93.3	20,226.22	39,500.58	51.2
1970	9	32,04,303	32,98,352	97.1	39,048.51	59,899.14	65.2
1971	9	23,10,227	23,95,875	96.4	31,861.22	54,233.76	58.7
1972	11	29,82,583	31,32,161	95.2	45,844.27	72,729.31	63.0
1973	12	31,85,371	33,41,391	95.3	51,666.19	85,704.42	60.3
1974	13	40,47,355	42,48,505	95.3	63,636.18	1,03,995.22	61.2
1975	6	12,78,610	13,40,365	95.4	21,471.42	42,530.67	50.5
1976	7	18,05,408	18,44,643	97.9	34,393.26	51,461.04	66.8
(iii) exceeding Rs. 25 crores but upto Rs. 50 crores							
1961	5	6,71,802	8,31,405	80.8	4,305.59	15,026.17	28.7
1962	5	7,54,562	9,47,116	79.6	5,068.76	17,148.89	29.5
1963	6	13,05,115	15,84,932	82.3	7,635.97	27,658.34	27.6
1964	8	14,06,449	16,86,914	83.4	7,775.89	31,144.64	25.0
1965	9	12,98,142	16,14,713	80.4	8,512.36	33,181.42	25.7
1966	8	10,76,654	13,49,163	79.8	6,953.68	28,241.16	24.6
1967	10	12,87,232	16,26,261	79.2	8,549.17	36,531.65	23.4
1968	10	14,50,790	15,87,460	91.4	16,830.64	38,908.14	43.3
1969	7	11,14,532	12,15,328	91.7	13,083.03	29,089.03	45.0
1970	5	7,05,057	7,29,686	96.6	10,190.55	20,793.21	49.0
1971	6	9,15,760	9,45,445	96.8	12,010.16	20,401.48	58.8
1972	6	10,82,799	11,15,684	97.1	13,730.83	20,973.30	65.5
1973	6	8,85,613	9,10,274	97.3	11,644.13	19,084.65	61.0
1974	10	16,38,098	16,84,237	97.3	18,635.88	32,709.08	57.0
1975	10	23,34,258	23,89,047	97.7	22,103.79	34,747.19	63.6
1976	15	38,35,965	38,71,743	99.1	43,007.02	56,465.48	76.2

APPENDIX II—(Contd.)

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully protected accounts@	Total No. of accounts	% of (3) to (4)	Insured deposits\$	Total amount of deposits assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
(iv) exceeding Rs. 10 crores but upto Rs. 25 crores							
1961	11	9,51,626	11,30,263	84.2	4,952.99	17,871.79	27.7
1962	11	10,26,510	12,33,390	83.2	5,828.39	21,796.82	26.7
1963	12	9,89,313	12,25,841	80.7	6,286.75	24,696.62	25.5
1964	9	6,85,824	8,46,847	81.0	4,156.66	17,710.56	23.5
1965	7	3,81,855	4,90,263	77.9	2,719.16	12,343.60	22.0
1966	6	3,23,116	4,10,032	78.8	2,188.51	10,178.57	21.5
1967	8	5,66,097	6,94,121	81.6	3,395.39	10,513.08	32.3
1968	10	7,74,261	8,31,448	93.1	8,067.82	13,730.52	58.8
1969	13	10,67,445	11,44,792	93.2	10,929.91	19,644.14	55.6
1970	13	12,54,547	12,83,894	97.7	14,441.42	21,823.63	66.2
1971	10	9,31,616	9,56,736	97.2	11,456.54	17,177.55	66.6
1972	15	14,03,776	14,34,925	98.1	15,812.34	23,696.47	66.7
1973	17	16,67,301	17,09,905	97.5	19,605.39	27,637.91	70.9
1974	16	13,01,386	13,41,997	97.0	17,129.65	25,533.53	67.1
1975	14	14,73,068	15,15,055	97.2	17,731.03	27,935.61	63.5
1976	10	12,15,612	12,24,641	99.3	10,694.43	16,706.25	64.0
(v) exceeding Rs. 1 crore but upto Rs. 10 crores							
1961	45	8,80,365	10,55,542	83.4	4,775.77	15,521.78	30.8
1962	44	9,45,560	11,40,084	82.9	5,410.09	16,298.88	33.1
1963	42	8,07,526	9,72,810	83.0	4,616.52	15,063.93	30.6
1964	38	8,22,542	9,99,196	82.3	4,830.59	15,234.29	31.7
1965	45	10,04,606	12,13,486	82.8	5,747.14	17,408.50	33.0
1966	45	10,73,854	13,06,528	82.2	6,342.99	19,887.97	31.9
1967	40	9,05,355	11,06,705	81.8	5,361.91	17,871.08	30.0
1968	39	10,48,011	11,19,936	93.6	10,285.43	17,488.71	58.8
1969	35	9,29,054	9,95,473	93.3	9,466.18	16,428.58	57.6
1970	34	10,24,910	10,47,618	97.8	11,689.93	17,310.48	67.5
1971	32	11,04,493	11,33,702	97.4	13,027.70	18,190.10	71.6
1972	25	7,41,791	7,59,830	97.8	8,808.56	13,234.95	66.6
1973	19	5,58,930	5,73,337	97.5	6,475.32	9,460.17	68.5
1974	17	4,13,128	4,22,491	97.8	4,680.23	6,079.14	77.0
1975	17	5,38,678	5,51,045	97.8	5,800.28	7,740.11	74.9
1976	15	5,91,262	5,95,314	99.3	6,300.74	7,842.47	80.3
(vi) Rs. 1 crore or less							
1961	214	3,60,052	4,18,117	86.1	1,756.20	3,763.70	46.7
1962	203	3,68,360	4,24,862	86.7	1,823.61	3,913.47	46.5
1963	191	3,36,401	3,88,630	86.6	1,582.94	3,360.00	47.1
1964	138	2,51,218	2,94,166	85.4	1,251.60	2,857.08	43.8
1965	43	1,28,655	1,51,076	85.2	642.37	1,483.31	43.3
1966	28	81,280	97,106	83.7	444.72	1,071.98	41.5
1967	19	60,923	71,581	85.1	296.02	754.62	39.2
1968	13	46,204	47,849	96.6	304.03	430.51	70.6
1969	12	50,092	51,886	96.5	341.53	473.11	72.2
1970	9	34,849	35,179	99.1	211.75	287.41	73.7
1971	8	31,684	31,989	99.3	198.37	266.65	74.3
1972	9	36,328	36,755	98.8	244.78	354.83	69.0
1973	9	46,392	46,952	98.8	314.65	425.26	74.0
1974	7	37,761	38,124	99.0	216.49	318.42	68.0
1975	6	11,874	12,078	98.3	100.81	228.61	44.1
1976	5	9,496	9,548	99.5	82.48	123.57	66.8

APPENDIX II—(Contd.)

TOTALS

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully protected accounts@	Total No. of accounts	% of (3) to (4)	Insured deposits§	Total amount of deposits assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1961	285	55,41,652	70,58,448	78.5	39,231.81	1,69,374.77	23.1
1962	273	59,77,420	77,03,548	77.6	44,800.16	1,89,527.29	23.6
1963	260	66,52,066	85,86,932	77.5	50,016.29	2,10,677.90	23.7
1964	204	76,26,226	98,37,176	77.5	57,436.65	2,43,728.65	23.6
1965	117	88,97,805	1,15,75,916	76.9	69,062.11	2,74,394.44	25.2
1966	103	1,03,64,153	1,35,63,618	76.4	82,429.31	3,23,631.29	25.5
1967	93	1,18,66,532	1,55,25,841	76.4	94,291.10	3,60,349.47	26.2
1968	88	1,59,52,273	1,75,47,550	90.9	2,02,278.66	4,01,187.69	50.4
1969	86	1,86,09,051	2,05,01,104	90.8	2,37,405.06	4,67,008.30	50.8
1970	83	2,30,38,555	2,39,78,702	96.1	3,41,065.59	5,44,790.38	62.6
1971	81	2,73,85,253	2,84,75,680	96.2	4,02,856.42	6,50,986.54	61.9
1972	82£	2,99,87,227	3,12,11,061	96.1	4,43,515.68	7,14,223.11	62.1
1973	81†	3,59,87,839	3,75,70,956	95.8	5,57,780.29	8,76,010.41	63.7
1974	81	4,13,99,454	4,32,88,634	95.6	6,50,079.07	10,18,798.53	63.8
1975	79	5,20,54,623	5,47,22,561	95.1	8,45,694.88	12,90,043.08	65.6
1976*	78	6,24,18,005	6,35,53,512	98.2	11,24,293.64	15,42,356.26	72.9
B. REGIONAL RURAL BANKS							
(As on the last Friday of September 1976)*							
With deposits of Rs. 1 crore or less	19	48,374	48,502	99.7	101.15	132.14	76.6
TOTAL : A+B	97	6,24,66,379	6,36,02,014	98.2	11,24,394.79	15,42,488.40	72.9

@ i. e., number of accounts with balances not exceeding Rs. 1,500 till end of 1967, Rs. 5,000 till 31-3-1970, Rs. 10,000/- till 30-6-1976 and Rs. 20,000 thereafter.

§ i. e., deposits upto Rs. 1,500 in all accounts till end of 1967, Rs. 5,000 till 31-3-1970, Rs. 10,000 till 30-6-1976 and Rs. 20,000 thereafter.

* Provisional figures (several banks have not yet submitted the final return).

£ Includes the Hongkong and Shanghai Banking Corporation which was subsequently deregistered in October 1972.

† Includes the Hindusthan Mercantile Bank Ltd., which was subsequently deregistered in December 1973.

APPENDIX III

ANALYSIS OF COVERAGE OF INSURANCE OF THE CO-OPERATIVE BANKS AS ON THE LAST FRIDAYS OF SEPTEMBER 1971, 1972, 1973, 1974, 1975 AND 1976

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully protected accounts@	Total number of accounts	% of (3) to (4)	Insured deposits\$	Total amount of deposits assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
A. According to size of the banks:							
Banks with deposits							
(i) exceeding Rs. 100 crores 1971 to 1976							
				NIL			
(ii) exceeding Rs. 50 crores but upto Rs. 100 crores 1971 and 1972							
				NIL			
1973	1	1,15,005	1,20,877	95.1	2,654.51	5,195.90	51.1
1974	1	1,21,135	1,28,180	94.5	2,830.85	6,143.15	46.1
1975	1	1,41,160	1,49,331	94.5	2,801.07	8,536.07	32.8
1976	1	1,57,448	1,61,784	97.3	4,299.18	9,891.64	43.5
(iii) exceeding Rs. 25 crores but upto Rs. 50 crores							
1971	1	93,301	98,278	94.6	1,823.88	4,529.38	40.3
1972	1	1,06,089	1,11,784	94.9	2,243.57	4,508.31	49.8
1973 to 1975				NIL			
1976	1	1,24,773	1,26,766	98.4	2,068.56	2,577.33	80.3
(iv) exceeding Rs. 10 crores but upto 25 crores							
1971	2	1,19,223	1,26,615	94.2	1,758.37	2,371.41	74.2
1972	2	1,48,779	1,54,295	96.5	1,874.43	2,436.68	76.9
1973	4	4,11,393	4,21,205	97.7	3,576.49	5,811.64	61.5
1974	4	4,43,963	4,54,933	97.6	4,192.57	6,206.63	67.5
1975	9	8,12,501	8,38,530	96.9	8,031.73	13,558.54	59.2
1976	12	12,97,463	13,10,822	99.0	10,628.64	17,766.29	59.8
(v) exceeding Rs. 1 crore but upto Rs. 10 crores							
1971	54	13,96,648	14,19,649	98.6	10,441.04	15,712.96	66.5
1972	54	15,60,637	15,84,339	98.5	11,309.82	17,020.65	66.4
1973	57	22,66,585	22,97,607	98.6	13,824.73	19,765.02	69.9
1974	76	26,66,245	27,02,279	98.7	16,159.31	23,212.79	69.6
1975	100	32,87,324	33,26,721	98.8	18,245.69	27,239.54	67.0
1976	130	37,48,427	37,66,960	99.5	27,122.09	35,746.21	75.9
(vi) Rs. 1 crore or less							
1971	285	8,91,934	8,99,670	99.2	5,569.75	6,542.82	85.1
1972	290	9,93,298	10,02,825	99.1	6,601.75	7,565.98	87.2
1973	301	10,99,710	11,16,453	98.5	7,364.10	8,453.08	87.1
1974	284	10,60,646	10,71,826	99.0	6,822.95	8,055.43	84.7
1975	369	13,02,830	13,17,929	98.9	8,462.51	9,976.35	84.8
1976	423	16,01,412	16,07,090	99.7	11,032.59	12,413.54	88.9
TOTALS:							
1971	342	25,01,106	25,44,212	98.7	19,593.04	29,156.57	67.2
1972	347	28,08,803	28,53,243	98.4	22,029.57	31,531.62	69.9
1973	363	38,92,693	39,56,142	98.4	27,419.83	39,225.64	69.9
1974	365	42,91,989	43,57,218	98.5	30,005.68	43,618.00	68.8
1975	479	55,43,815	56,32,511	98.4	37,541.00	59,310.50	63.3
1976*	567	69,29,523	69,73,422	99.4	55,151.06	78,395.01	70.4

APPENDIX III—(Contd.)

**ANALYSIS OF COVERAGE OF INSURANCE OF THE CO-OPERATIVE BANKS AS ON THE
LAST FRIDAYS OF SEPTEMBER 1971, 1972, 1973, 1974, 1975 AND 1976**

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully protected accounts@	Total number of accounts	% of (3) to (4)	Insured deposits§	Total amount of deposits assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
B. According to status of banks							
(i) State Co-operative Banks							
1971	4	1,25,630	1,31,504	95.5	2,231.62	6,092.34	36.6
1972	4	1,39,104	1,46,878	94.6	2,835.84	6,233.06	45.5
1973	4	1,54,040	1,61,121	95.6	3,145.10	6,919.55	45.5
1974	4	1,63,994	1,72,330	95.2	3,368.78	7,834.55	43.0
1975	7	2,10,584	2,24,405	93.8	4,129.68	13,000.83	31.8
1976	11	3,16,879	3,23,177	98.1	6,192.27	16,722.23	37.0
(ii) District Central Co-operative Banks							
1971	85	12,91,246	13,16,850	98.1	9,710.80	14,057.94	69.1
1972	88	14,23,147	14,45,539	98.5	10,158.29	14,721.94	69.0
1973	92	23,36,144	23,51,681	99.3	14,095.59	19,732.71	71.4
1974	95	27,01,011	27,35,968	98.7	15,185.60	21,602.55	70.3
1975	104	34,85,619	35,32,223	98.7	18,677.61	27,527.68	67.9
1976	140	41,98,598	42,25,022	99.4	28,116.32	37,886.32	74.2
(iii) Primary Co-operative Banks							
1971	253	10,84,230	10,95,858	98.9	7,650.62	9,006.29	84.9
1972	255	12,46,552	12,60,826	98.8	9,035.44	10,576.62	85.4
1973	267	14,02,509	14,43,340	97.2	10,179.14	12,573.38	81.0
1974	266	14,26,984	14,48,920	98.5	11,451.30	14,180.90	80.8
1975	368	18,47,612	18,75,883	98.5	14,733.71	18,781.99	78.5
1976	416	24,14,046	24,25,223	99.5	20,842.47	23,786.46	87.6
Totals							
1971	342	25,01,106	25,44,212	98.7	19,593.04	29,156.57	67.2
1972	347	28,08,803	28,53,243	98.4	22,029.57	31,531.62	69.9
1973	363	38,92,693	39,56,142	98.4	27,419.83	39,225.64	69.9
1974	365	42,91,989	43,57,218	98.5	30,005.68	43,618.00	68.8
1975	479	55,43,815	56,32,511	98.4	37,541.00	59,310.50	63.3
1976*	567	69,29,523	69,73,422	99.4	55,151.06	78,395.01	70.4

* Provisional figures (several banks have not yet submitted the final return)

@ i.e. number of accounts with balances not exceeding Rs. 10,000 till 30th June 1976 and Rs. 20,000 thereafter.

§ i.e. deposits upto Rs. 10,000 in all accounts till 30th June 1976 and Rs. 20,000 thereafter.

APPENDIX IV

**DEPOSIT INSURANCE FUND ATTRIBUTABLE TO CO-OPERATIVE BANKS
AS ON THE 31ST DECEMBER 1976**

1. Deposit Insurance Fund	Rs.	p.	Rs.	p.
Balance at the beginning of the year*			81,70,780.	41
2. Add: (i) Net premium receipts from co-operative banks during the year (including interest)	29,99,580.	40		
(ii) Income from investments of the Fund attributable to co-operative banks on a notional basis	85,250.	01	30,84,830.	41
Balance at the end of the year 1976			1,12,55,610.	82
Investment of the Fund (on a notional basis)				
	Rs.		p.	
Face value	1,07,52,000.	00		
Book value	1,06,89,741.	31		
Market value	1,05,86,871.	50		
Depreciation	1,02,869.	81		

* See Appendix V of the Annual Report for the year ended the 31st December 1975.

APPENDIX V

DEPOSIT INSURANCE CORPORATION

Statement of investments in Central Government Securities as on the 31st December 1976

Particulars	Face value		Book value		Market Rate (As on 30-12-1976) %	Market value	
	Rs.	p.	Rs.	p.		Rs.	p.
Deposit Insurance Fund							
4½% Loan 1979	32,30,000.00		31,91,470.00		99.00	31,97,700.00	
5% " 1982	1,30,55,000.00		1,31,58,440.00		98.25	1,28,26,537.50	
4½% " 1986	2,68,96,900.00		2,65,60,688.75		91.75	2,46,77,905.75	
5½% " 1990	1,70,000.00		1,70,510.00		96.45*	1,63,965.00	
5½% " 2000	14,95,74,700.00		14,91,58,587.35		89.00	13,31,21,483.00	
5½% " 2001	2,21,90,000.00		2,22,23,285.00		91.35	2,02,70,565.00	
5½% NDL 2001	2,02,53,400.00		2,02,83,735.10		91.20	1,84,71,100.80	
5½% Loan 2002	4,50,80,000.00		4,51,24,700.00		90.90	4,09,77,720.00	
5½% " 2003	6,27,13,000.00		6,15,09,608.50		90.50	5,67,55,265.00	
5½% " 1985	16,85,17,200.00		16,55,85,496.00		99.55	16,77,58,872.60	
6% " 1994	79,50,000.00		78,56,520.00		98.85*	78,58,575.00	
6% " 1993 (II issue)	2,04,30,000.00		2,03,17,635.00		99.40**	2,03,07,420.00	
	<u>54,00,60,200.00</u>		<u>53,51,40,675.70</u>			<u>50,63,87,109.65</u>	
Depreciation in the market value of Investments :	2,87,53,566.05						
Existing provision :	3,16,00,000.00						
General Fund							
4% Loan 1981	25,00,000.00		24,62,500.00		94.65	23,66,250.00	
5% " 1982	15,00,000.00		15,00,000.00		98.25	14,73,750.00	
4½% " 1985	1,00,000.00		1,00,075.00		92.65	92,650.00	
4½% " 1986	1,00,000.00		1,00,000.00		91.75	91,750.00	
4½% " 1989	2,20,000.00		2,19,125.00		90.65	1,99,430.00	
5½% " 1991	1,10,000.00		1,09,012.50		95.70	1,05,270.00	
5½% " 1999	30,91,400.00		30,99,248.50		89.80	27,76,077.20	
5½% " 2000	3,05,000.00		3,04,130.00		89.00	2,71,450.00	
5½% " 2001	11,25,000.00		11,25,075.00		91.35	10,27,687.50	
5½% NDL 2001	51,53,700.00		51,61,430.55		91.20	47,00,174.40	
5½% Loan 2002	5,54,900.00		5,55,349.90		90.90	5,04,404.10	
5½% " 2003	3,10,000.00		3,07,705.00		90.50	2,80,550.00	
5½% " 1985	79,87,700.00		78,63,669.75		99.55	79,51,755.35	
4½% " 1979	80,000.00		79,120.00		99.00	79,200.00	
6% " 1994	1,20,000.00		1,18,680.00		98.85*	1,18,620.00	
6% " 1993 (II issue)	40,000.00		39,780.00		99.40**	39,760.00	
	<u>2,32,97,700.00</u>		<u>2,31,44,901.20</u>			<u>2,20,78,778.55</u>	
Treasury Bills	50,000.00		49,425.00			49,425.00	
	<u>2,33,47,700.00</u>		<u>2,31,94,326.20</u>			<u>2,21,28,203.55</u>	
*As on 30-9-1976 **As on 28-10-1976							
Depreciation in the market value of Investments :	10,66,122.65						
Existing provision :	13,00,000.00						

APPENDIX VI

**CLAIMS PAID OR PROVIDED FOR AND REIMBURSEMENTS RECEIVED AS
ON 31ST DECEMBER 1976**

(Amounts in lakhs of rupees)

Sr. No.	Name of bank (indicating the year in which the claims were met)	Total insured deposits paid or provided for	Repayments received by the Corporation	Balance due to the Corporation
(1)	(2)	(3)	(4)	(5)
	Commercial and Co-operative Banks whose claims were met			
	I. Commercial Banks			
	(i) Particulars relating to banks in respect of which the Corporation has been reimbursed in full : 1963			
*1.	Bank of China, Calcutta 1965	9.26	9.26	—
*2.	Shree Jadeya Shankarling Bank Ltd., Bijapur	0.12	0.12	—
	Total A	<u>9.38</u>	<u>9.38</u>	
	(ii) Particulars relating to banks in respect of which the Corporation has not been reimbursed in full: 1962 Nil 1963			
*3.	Unity Bank Ltd., Madras	2.53	1.28	1.25
*4.	Bank of Alagapuri Ltd., Alagapuri	0.28	0.18	0.10
*5.	Metropolitan Bank Ltd., Calcutta	8.80	2.41	6.39
*6.	Cochin Nayar Bank Ltd., Trichur	7.10	4.15	2.95
*7.	Latin Christian Bank Ltd., Ernakulam	2.08	1.14	0.94
*8.	Unao Commercial Bank Ltd., Unnao	1.08	0.23	0.85
*9.	Southern Bank Ltd., Calcutta 1965 Nil 1966	7.34	3.26	4.08
\$10.	National Bank of Pakistan, Calcutta	0.99 (0.85)	0.88	0.11 (0.85)
\$11.	Habib Bank Ltd., Bombay 1967 and 1968 Nil 1969	17.27 (1.17)	16.79	0.48 (1.17)
*12.	Chawla Bank Ltd., Dehra Dun 1970	0.18	—	0.18
*13.	Bank of Behar Ltd., Patna	46.32	30.76	15.56
*14.	National Bank of Lahore Ltd., Delhi 1971 to 1975 Nil	9.69	—	9.69
	Total B	<u>103.66</u> (2.02)	<u>61.08</u> —	<u>42.58</u> (2.02)
	Total A+B	<u>113.04</u> (2.02)	<u>70.46</u> —	<u>42.58</u> (2.02)

CHART I

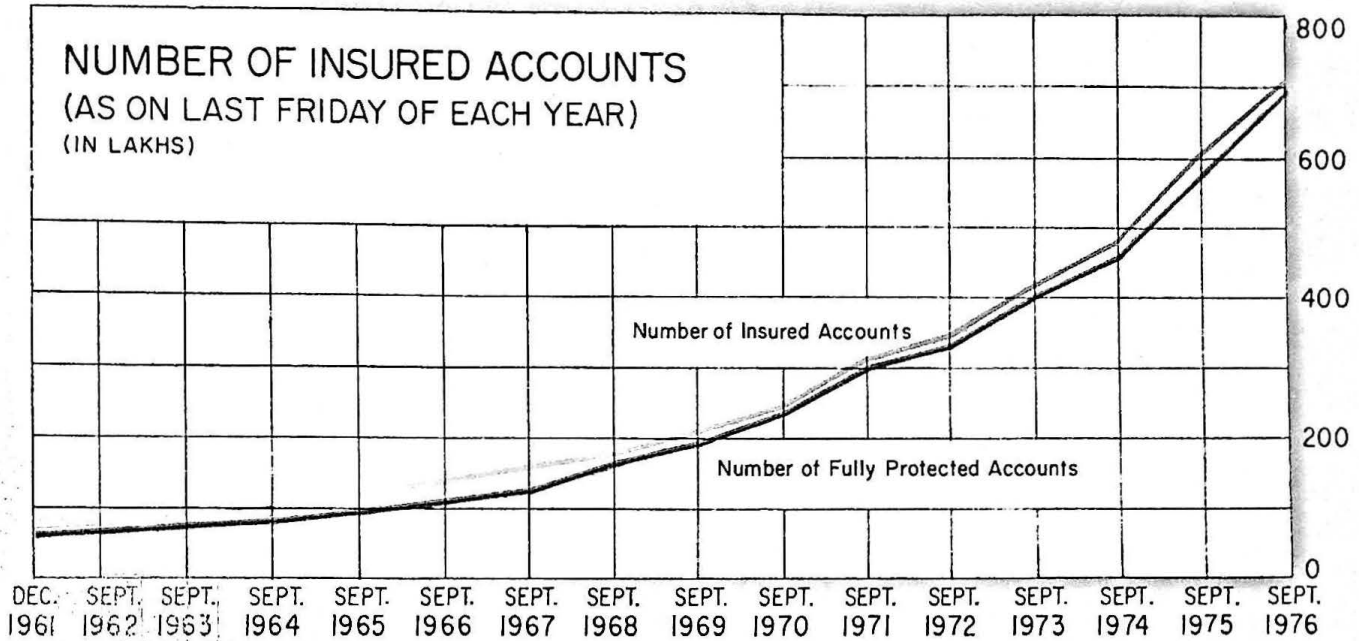


CHART II

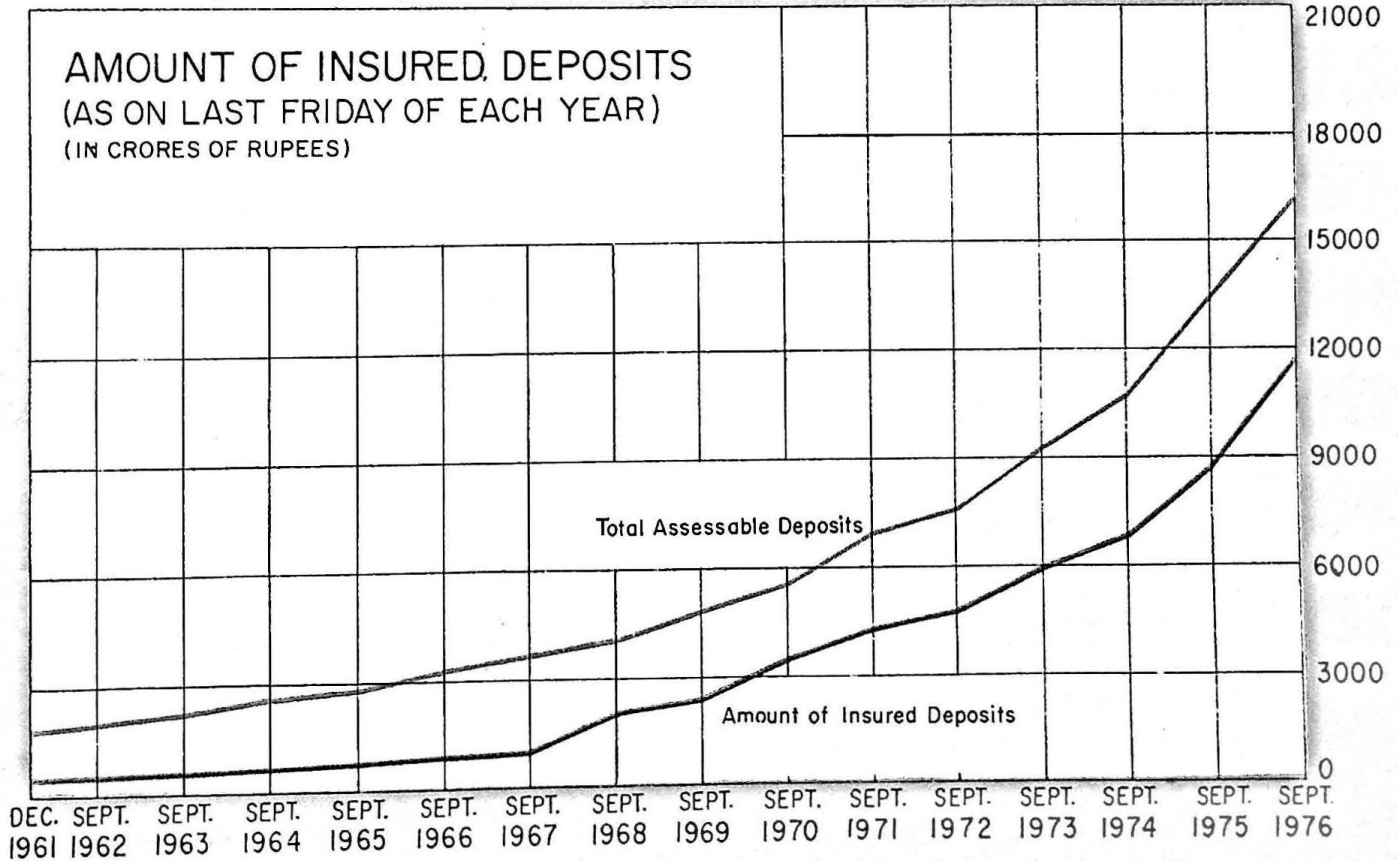
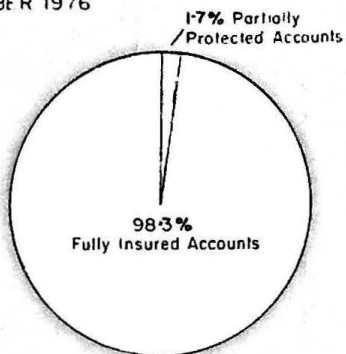


CHART III

**INSURANCE COVERAGE
IN COMMERCIAL AND CO-OPERATIVE BANKS
LAST FRIDAY OF SEPTEMBER 1976**

TOTAL NUMBER OF
INSURED ACCOUNTS
(7,05,75,436)



TOTAL AMOUNT OF
ASSESSABLE DEPOSITS
RUPEES
16,208 83
CRORES

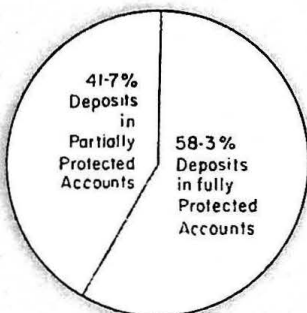
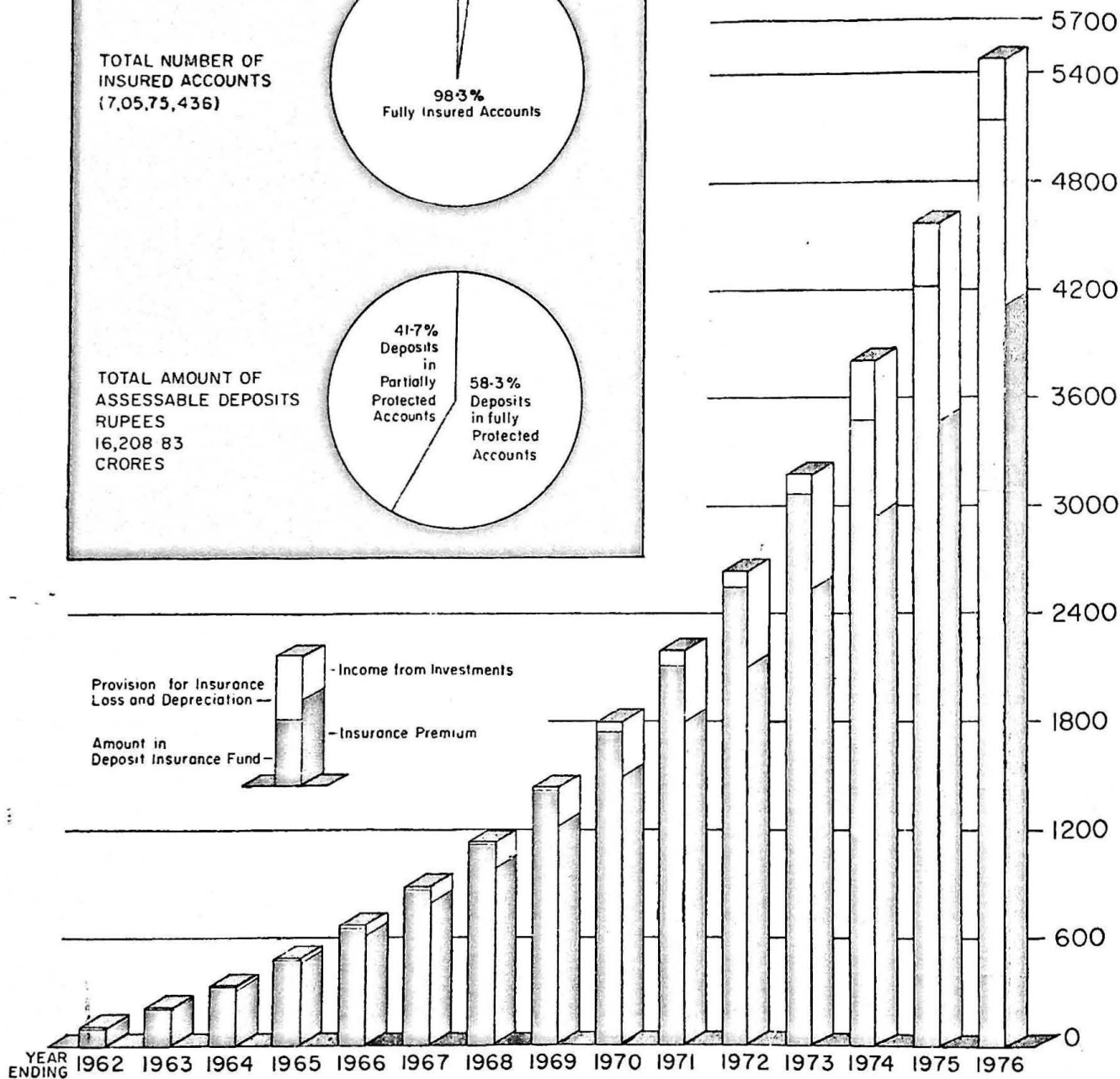


CHART IV
**GROWTH OF
DEPOSIT
INSURANCE
FUND**

(AMOUNT IN LAKHS OF RUPEES)



APPENDIX VI—(Contd.)

Sr. No.	Name of bank (indicating the year in which the claims were met)	Total insured deposits paid or provided for	Repayments received by the Corporation	Balance due to the Corporation	
(1)	(2)	(3)	(4)	(5)	
	II. Co-operative Banks				
	Particulars relating to banks in respect of which the Corporation has not been reimbursed in full:				
@15.	Bombay Commercial Co-operative Bank Ltd., Bombay	5.73	—	5.73	
	Total C ..	5.73	—	5.73	
	Total A+ B + C ..	118.77 (2.02)	70.46	48.31 (2.02)	
	Co-operative banks in liquidation whose claims have not yet been met				
Sr. No.	Name of the bank	Date from which the winding up order became effective	Total deposits	Corporation's liability	Provision made
@16.	Malvan Co-operative Urban Bank Ltd.	31-1-1976	2.09	2.09	2.09
@17.	Ghatkopar Janata Sahakari Bank Ltd.	31-3-1976	3.14	2.61	2.61

‡ Licence to carry on banking business cancelled by Reserve Bank of India.

* Scheme of amalgamation.

§ Scheme of arrangement.

@ Banks taken into liquidation.

Note :—(a) The figures of claims given above are after effecting adjustments.

(b) Figures given within brackets denote prohibited liabilities in respect of Pakistani Nationals.

CORPORATION

Insurance Corporation Act, 1961)

—Form 'A'

business on the 31st December 1976

INSURANCE FUND

As at the 31st December 1975		ASSETS			
Rs.	p.			Rs.	p.
23,042.53		1. BALANCE WITH THE RESERVE BANK OF INDIA			21,330.59
44,55,52,870.20		2. INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES (at cost)			53,51,40,675.70
(44,92,85,200.00)		(Face value : Rs. 54,00,60,200.00)			
(41,41,63,111.95)		(Market value : Rs. 50,63,87,109.65)			
74,21,983.35		3. INTEREST ACCRUED ON INVESTMENTS			94,84,260.22
1,07,88,099.89		4. SUBROGATED CLAIMS OF DEPOSITORS IN RESPECT OF INSURED DEPOSITS ALREADY PAID			
63,58,443.11		Rs. 1,13,64,347.15			
44,29,656.78		Less : Reimbursements received	Rs. 66,18,738.10	47,45,609.05	
34,38,794.00		Less : Provision for estimated insurance losses (as per Annexure I)		36,18,114.00	
9,90,862.78		5(a) SUBROGATED CLAIMS OF DEPOSITORS IN RESPECT OF INSURED DEPOSITS REMAINING UNCLAIMED (per contra)	Rs. 5,12,831.23		11,27,495.05
5,15,745.48		Less : Reimbursements received to date	Rs. 4,28,152.48	84,678.75	
4,30,126.81		(b) SUBROGATED CLAIMS OF DEPOSITORS IN RESPECT OF INSURED DEPOSITS IN BANKS WHOSE REGISTRATION AS INSURED BANKS HAS BEEN CANCELLED (per contra)		4,70,000.00	
85,618.67		Less : Provision for estimated insurance losses		5,54,678.75	
5,50,000.00		6. OTHER ASSETS :		5,25,219.00	29,459.75
6,35,618.67		Outstanding Premium due from banks		8,378.59	
6,11,206.00		Outstanding Interest on overdue premium due from banks		4,808.31	
24,412.67		Amount paid towards claims remaining undisbursed with the Liquidator of a bank		9,463.55	22,650.45
36,075.73					
13,282.08					
2,463.55					
51,821.36					
45,40,64,992.89					54,58,25,871.76

V. S. MOHARIR
Manager

Bombay, 10th February, 1977.

K. R. PURI
J. C. LUTHER
J. C. ROY
J. R. JOSHI
P. N. SHAH

Chairman
Directors

DEPOSIT INSURANCE

(Established under the Deposit

Regulation 18

Balance Sheet as at the close of

II—GENERAL

As at the 31st December 1975	LIABILITIES				Rs.	p.	Rs.	p.
Rs.	p.				Rs.	p.	Rs.	p.
		1. CAPITAL :						
2,00,00,000.00		Provided by the Reserve Bank of India under Section 4 of the Deposit Insurance Corporation Act, 1961					2,00,00,000.00	
		2. RESERVES :						
		General Reserve						
15,29,596.28		Balance at the beginning of the year			18,36,938.20			
3,07,341.92		<i>Add:</i> Surplus transferred from the Revenue Account			2,89,072.12			
18,36,938.20					21,26,010.32			
13,00,000.00		Investment Reserve						
		Balance at the beginning of the year' 13,00,000.00						
—		<i>Add :</i> Amount provided for during the year	—					
13,00,000.00					13,00,000.00			
—		Other Reserves			—			
31,36,938.20							34,26,010.32	
		3. CURRENT LIABILITIES AND PROVISIONS :						
6,371.00		Staff Provident Fund			9,264.00			
58,828.60		Staff Gratuity Fund			80,758.60			
		Other Liabilities :						
58,730.86		Staff Leave/Retirement Fare Concession			73,975.71			
33,161.85		Outstanding expenses			50,722.45			
216.02		Sundry Creditors			723.37			
1,57,308.33							2,15,444.13	
2,32,94,246.53							2,36,41,454.45	

As per our report of even date attached.

G. P. KAPADIA & Co.

Chartered Accountants

Bombay, 10th February, 1977.

CORPORATION

Insurance Corporation Act, 1961)

—Form 'A'

business on the 31st December 1976

FUND

As at the 31st December 1975		ASSETS			
Rs.	p.			Rs.	p.
		1. CASH :			
324.93		(i) In hand		1,108.65	
19,550.55		(ii) With Reserve Bank of India		19,165.02	
					20,273.67
2,28,59,083.70		2. INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES (At cost)			2,31,94,326.20
(2,30,07,700.00)		(Face value: Rs. 2,33,47,700.00)			
(2,15,96,332.10)		(Market value: Rs. 2,21,28,203.55)			
3,75,590.49		3. INTEREST ACCRUED ON INVESTMENTS			3,84,435.79
—		4. ADVANCE TO THE DEPOSIT INSURANCE FUND, IF ANY (vide Section 27 of the Deposit Insurance Corporation Act, 1961)			—
		5. OTHER ASSETS :			
27,564.22		Furniture, Fixtures and Equipment less Depreciation		28,571.46	
10,957.64		Stock of stationery		12,167.38	
1,175.00		Prepaid expenses		1,433.35	
—		Sundry Debtors		246.60	
39,696.86					42,418.79
2,32,94,246.53				2,36,41,454.45	

V. S. MOHARIR
Manager

Bombay, 10th February, 1977.

K. R. PURI
J. C. LUTHER
J. C. ROY
J. R. JOSHI
P. N. SHAH

Chairman

Directors

(Form

II—Revenue Account (General Fund)

Previous Year	EXPENDITURE								Rs.	p.
Rs.	p.									
7,40,055.23		To	Salaries and allowances and contributions to Provident Fund	..	..	..	..	..	..	7,37,821.17
20,027.05		..	Contribution to Staff Pension and Gratuity Fund	..	..					21,930.00
800.00		..	Directors' and Committee Members' fees	..	..					700.00
1,103.00		..	Directors' and Committee Members' travelling and other allowances	..	..	..	..	..	..	4,959.40
82,213.94		..	Rent, taxes, insurance, lighting, etc.	..	..	..	..	..	..	84,334.12
—		..	Establishment—Travelling and halting allowances	..						4,767.05
27,237.28		..	Printing and Stationery	..	..	..	..	..	..	24,011.74
4,930.15		..	Postage, Telegrams and Telephones	..	..	..	..	..	..	12,442.25
3,000.00		..	Auditors' fees	..	..	..	..	..	..	3,000.00
2,709.41		..	Legal charges	..	..	..	..	..	..	2,018.34
35,908.30		..	Miscellaneous expenses	..	..	..	..	..	..	59,128.25
3,874.68		..	Depreciation	..	..	..	..	..	..	4,041.45
—		..	Advertisement	..	..	..	..	..	..	—
3,07,341.92		..	Balance, being excess of income over expenditure carried down	..	..	..	..	..	..	2,89,072.12
12,29,200.96										12,48,225.89
3,07,341.92		To	Transfer to General Reserve	..	..	..	..	..	..	2,89,072.12
—		..	Other Reserves	..	..	..	..	..	..	—
3,07,341.92										2,89,072.12

As per our report of even date attached.

G. P. KAPADIA & Co.

Chartered Accountants

Bombay, 10th February, 1977.

'B')

for the year ended the 31st December 1976

Previous Year Rs. p.	INCOME	Rs. p.
12,29,149.56	By Income from Investments	12,48,022.35
—	„ Interest on Advance to Deposit Insurance Fund .. .	—
51.40	„ Miscellaneous receipts	203.54
<hr/>		<hr/>
12,29,200.96		12,48,225.89
<hr/>		<hr/>
3,07,341.92	By Balance, being excess of income over expenditure brought down	2,89,072.12
<hr/>		<hr/>
3,07,341.92		2,89,072.12
<hr/>		<hr/>

V. S. MOHARIR
Manager

Bombay, 10th February, 1977.

K. R. PURI
J. C. LUTHER
J. C. ROY
J. R. JOSHI
P. N. SHAH

Chairman

Directors

ANNEXURE I

SUBROGATED CLAIMS OF DEPOSITORS PAID

	Rs.	p.	Rs.	p.	Rs.	p.
Total amount paid until the end of the previous year (1975)					1,07,88,099.	89
<i>Add :</i>						
Insured deposits paid during the year (1976)					5,76,247.	26
					<u>1,13,64,347.</u>	<u>15</u>
<i>Less :</i>						
(i) Reimbursements received until the end of the last year (1975)			63,58,443.	11		
(ii) (a) Reimbursements received during the year (1976)	2,57,380.	74				
(b) Amount transferred from unclaimed account	2,914.	25				
			2,60,294.	99		
			<u>66,18,738.</u>	<u>10</u>		
(iii) Claims written off until the end of the last year (1975)			—			
(iv) Claims written off during the year (1976)			—			
					<u>66,18,738.</u>	<u>10</u>
					47,45,609.	05
(v) Provision for estimated losses until the end of the last year (1975)			34,38,794.	00		
(vi) Provision for estimated losses made during the year (1976)			5,73,333.	00		
			<u>40,12,127.</u>	<u>00</u>		
<i>Less :</i>						
Reduction in the Provision made during the year (1976)			3,94,013.	00		
			<u>36,18,114.</u>	<u>00</u>		
Net amount paid as at the end of the year (1976) less reimbursements received and provision made for estimated losses					<u>11,27,495.</u>	<u>05</u>

ANNEXURE II

INSURED DEPOSITS REMAINING UNCLAIMED
AS ON THE 31ST DECEMBER 1976

	Rs.	P.	Rs.	P.
Amount outstanding at the beginning of the year (1976)			5,15,745.48	
<i>Add :</i>				
(i) Amount of insured deposits tendered during the year but remaining unclaimed			—	
(ii) Amount of insured deposits received back from the Custodian of Enemy Property for payment to Chinese depositors remaining unpaid			—	
			<u>5,15,745.48</u>	
<i>Less :</i>				
(i) Amount claimed and paid during the year		—		
(ii) Reduction in the amount of insured deposits remaining unclaimed		2,914.25	2,914.25	
			<u>2,914.25</u>	
			<u>5,12,831.23</u>	

SUMMARY
(of Annexures I & II)

	Rs.	P.	Rs.	P.
Subrogated claims of depositors paid or provided for (including unclaimed)				
Vide Annexure I	1,13,64,347.15			
Vide Annexure II	5,12,831.23			
			<u>1,18,77,178.38</u>	
<i>Less :</i>				
Repayments received in respect of subrogated claims				
(i) already paid (vide Annexure I)	66,18,738.10			
(ii) remaining unclaimed (vide item 5(a) on the Assets side of Balance Sheet)	4,28,152.48		70,46,890.58	
			<u>70,46,890.58</u>	
Balance due to the Corporation			48,30,287.80	
<i>Less :</i>				
Provision for insurance loss (already paid—Rs. 36,18,114.00+ unclaimed—Rs. 55,219.00)			36,73,333.00	
			<u>36,73,333.00</u>	
Subrogated claims receivable			11,56,954.80*	
			<u>11,56,954.80*</u>	

* (Vide totals of items 4 and 5 on the Assets side of Balance Sheet)

REPORT OF THE AUDITORS

We have audited the attached Balance Sheet of the DEPOSIT INSURANCE CORPORATION as at 31st December 1976 showing the position of the DEPOSIT INSURANCE FUND and the GENERAL FUND respectively as on that date and also the REVENUE ACCOUNTS annexed to the said Balance Sheets showing the income and expenditure of the abovementioned two Funds for the year ended on that date, and report on the said Balance Sheets and Accounts as follows:—

1. We have obtained all the information and explanations we have required for the purpose 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 a 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 31st December 1976 and is also properly drawn up in accordance with the requirements of Regulation 18 of the Deposit Insurance Corporation General Regulations, 1961.

Bombay, 10th February, 1977.

G. P. KAPADIA & CO.
Chartered Accountants

