

SEVENTEENTH ANNUAL REPORT

**DEPOSIT INSURANCE
AND
CREDIT GUARANTEE
CORPORATION**

ESTABLISHED BY ACT OF PARLIAMENT

DIRECTORS' REPORT, BALANCE SHEET AND ACCOUNTS
FOR THE YEAR ENDED THE 31st DECEMBER 1978

With best Compliments of

Shri C. S. Subramaniam

GENERAL MANAGER

**Deposit Insurance and Credit Guarantee
Corporation, Bombay**

DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION

BOARD OF DIRECTORS

CHAIRMAN

DR. K. S. KRISHNASWAMY

*Deputy Governor,
Reserve Bank of India,
Bombay.*

DIRECTORS

SHRI W. S. TAMBE

*Executive Director,
Reserve Bank of India,
Bombay.*

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

SHRI J. C. ROY

*Director,
Government of India,
Ministry of Finance,
Department of Economic Affairs,
(Banking Division),
New Delhi.*

Nominated by the Government of India under Section 6(1)(c) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961.

SHRI J. R. JOSHI

*Managing Director,
Life Insurance Corporation of India,
Bombay.*

Nominated by the Government of India in consultation with the Reserve Bank of India under Section 6(1)(d) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961.

SHRI P. N. SHAH

*Chartered Accountant,
Bombay.*

—do—

SHRI P. F. GUTTA

*Chairman & Managing Director,
Central Bank of India,
Bombay.*

Nominated by the Government of India in consultation with the Reserve Bank of India under Section 6(1)(e) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961.

SHRI A. GHOSH

Chairman & Managing Director,
Allahabad Bank,
Calcutta.

Nominated by the Government of India in consultation with the Reserve Bank of India under Section 6(1)(e) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961.

SHRI V. S. NATARAJAN

Managing Director,
State Bank of India,
Bombay.

—do—

SHRI L. P. BHARGAVA

Advocate,
Ujjain,
(Madhya Pradesh)

—do—

GENERAL MANAGER : SHRI C. S. SUBRAMANIAM

MANAGERS : SHRI V. S. MOHARIR
SHRI N. D. MIRANI

CHIEF ACCOUNTANT : SHRI S. K. RAY

BANKERS : RESERVE BANK OF INDIA

AUDITORS : M/S. DALAL & SHAH
Chartered Accountants,
East and West Building,
49-55, Bombay Samachar Marg,
Bombay.

REGISTERED OFFICE : Novelty Chambers,
5th, 6th & 8th Floors,
Grant Road,
P. B. Nos. 4095 & 4201,
Bombay-400 007.

LETTER OF TRANSMITTAL

(To the Reserve Bank of India)

DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION

Novelty Chambers,
5th, 6th and 8th Floors,
Grant Road,
P. B. Nos. 4095 and 4201,
Bombay-400 007.

March 30, 1979

Ref. No. BS/1219/DICGC. 50(B)-79

Chaitra 9, 1901 (Saka)

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

Dear Sir,

Balance Sheet and Annual Report for 1978

Pursuant to the provisions of Section 32(1) of the Deposit Insurance and Credit Guarantee 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 1978, together with the Auditors' Report; and
- (ii) the Report of the Board of Directors on the working of the Corporation for the year 1978.

Yours faithfully,

Sd/- C. S. SUBRAMANIAM

General Manager

LETTER OF TRANSMITTAL
(To the Government of India)

DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION

Novelty Chambers,
5th, 6th and 8th Floors,
Grant Road,
P. B. Nos. 4095 and 4201,
Bombay-400 007.

March 30, 1979

Ref. No. BS/1218/DICGC. 50(C)-79

Chaitra 9, 1901 (Saka)

The Secretary to the Government of India,
Ministry of Finance,
Department of Economic Affairs,
(Banking Division),
Parliament Street,
NEW DELHI — 110 001.

Dear Sir,

Balance Sheet and Annual Report for 1978

Pursuant to the provisions of Section 32(1) of the Deposit Insurance and Credit Guarantee 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 1978, together with the Auditors' Report; and
- (ii) the Report of the Board of Directors on the working of the Corporation for the year 1978.

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/- C. S. SUBRAMANIAM

General Manager

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AN OUTLINE OF THE DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION

The 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. With the taking over of the Credit Guarantee Corporation of India Ltd. with effect from July 15, 1978 and consequently of its credit guarantee functions, the Corporation has assumed new responsibilities. It is now not only giving protection to depositors, but also providing guarantee cover to eligible credit institutions in respect of the credit facilities extended by them to certain specified categories of borrowers belonging to the weaker sections of the community. In tune with the diversification of its functions, the Corporation has been renamed as the Deposit Insurance and Credit Guarantee Corporation.

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 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 capital was further increased to Rs. 10.00 crores with effect from July 15, 1978 to enable the Corporation to meet the increased establishment and other expenses devolving on it following its assumption of credit guarantee functions. The entire capital has been subscribed by the Reserve Bank of India.

The Corporation has three funds — General Fund, Deposit Insurance Fund and Credit Guarantee Fund. Of the amounts held in these Funds, those not required for the immediate use of the Corporation are required to be invested in Central Government securities, while the balance is to be deposited with the Reserve Bank. The share capital of the Corporation is held in the General Fund and its establishment and other expenses are met entirely from the interest on the investment of this Fund. The insurance premium received from insured commercial and co-operative banks is held in the Deposit Insurance Fund. The interest earned on the investment of the Fund is also credited to it. This Fund is utilised solely for payment of claims of the depositors. Likewise, the Credit Guarantee Fund is credited with the guarantee fees received by the Corporation for guarantees given by it. The Fund is augmented with the interest earned on the investment thereof and it is utilised to meet the guarantee claims. Repayments made to the Corporation as its share of the recoveries effected in claims paid accounts are credited back to the Fund.

3. Management

The management of the Corporation is vested in a Board of Directors, which consists of nine members, viz., a Deputy Governor of the Reserve Bank of India (who is the Chairman), another officer (presently an Executive Director) of the Reserve Bank, nominated by that Bank in this behalf, an officer of the Central Government nominated by that Government, and six non-official Directors 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, the Nominee Director of the Reserve Bank of India and one of the non-official Directors.

4. Deposit Insurance Scheme

Every commercial bank in India and every eligible co-operative bank functioning in the States of Andhra Pradesh, Jammu & Kashmir, Karnataka, Kerala, Madhya Pradesh, Maharashtra, Orissa, Rajasthan, Tripura, Uttar Pradesh, 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. All the depositors of these banks get the protection afforded by the Corporation.

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 raised to Rs. 5,000 in 1968, to Rs. 10,000 in 1970 and further to the present level of Rs. 20,000 in 1976.

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 premium which was previously collected quarterly from the insured banks is payable half yearly from the commencement of 1979.

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.

5. Credit Guarantee Scheme

As a part of the social control measures initiated in 1968 and following the nationalisation of major commercial banks in July 1969, banks were exhorted to ensure an increased flow of credit to smaller borrowers who found it difficult to have access to institutional credit. With a view to encouraging such flow of credit, the Government of India mooted the idea of a simple but wide-ranging system of guarantee for covering loans granted by credit institutions to borrowers of small means. For providing such guarantee cover, the Reserve Bank of India promoted the Credit Guarantee Corporation of India Ltd. and had it registered on the 14th January 1971 as a public limited company under the Companies Act, 1956.

In pursuance of its objectives, the Credit Guarantee Corporation formulated three Guarantee Schemes :

(a) The Small Loans Guarantee Scheme, 1971, which covers credit facilities granted by commercial banks, including Regional Rural Banks, to farmers and agriculturists, transport operators, retail traders, small business enterprises, professional and self-employed persons, etc.

(b) The Small Loans (Financial Corporations) Guarantee Scheme, 1971, covering credit facilities granted by State Financial Corporations to transport operators, hoteliers and concerns engaged in generation or distribution of electricity or other power or in the development or management of an industrial estate or of any transport undertaking.

(c) The Service Co-operative Societies Guarantee Scheme, 1971, providing cover for credit facilities granted by all scheduled commercial banks, including Regional Rural Banks, and apex and central co-operative banks operating in the States to which the Deposit Insurance Scheme has been extended, to Service Co-operative Societies which are wholly or mainly engaged in providing to its members facilities like the securing of orders, purchase of raw materials, the display and marketing of finished goods, or any other similar assistance in connection with the manufacture, preservation or processing of goods and the sale or disposal of the goods which are so manufactured, preserved or processed.

These Guarantee Schemes are now continued by the Deposit Insurance and Credit Guarantee Corporation. Credit facilities to small-scale industrial units are guaranteed under a separate scheme of the Government of India administered by the Reserve Bank of India in its Industrial Finance Department.

Participation in the Guarantee Schemes of the Corporation is voluntary and the facilities are available only to those who have joined the Schemes by entering into necessary agreement with it. Once they join, the guarantee cover is automatic and all the eligible credit facilities granted by them are covered in bulk from the date of first disbursement. The guarantee cover is available only for the categories of borrowers specified in the Schemes and for the purposes mentioned therein. The terms and conditions of lending are left to be decided by the credit institutions themselves; they are, however, required to observe the normal banking practices in regard to appraisal, disbursement, supervision and recovery of advances.

Salient features of guarantee cover

To ensure that the benefits of the guarantee cover are confined to individual borrowers of small means and do not gravitate to more affluent persons, several conditions have been stipulated in the Guarantee Schemes, by way of ceilings on total advances per borrower, the scale of his operations, etc. for qualifying for the guarantee, and also limits have been placed on the Corporation's liability for payment of claims in regard to certain categories. The Corporation has, from time to time, amended the provisions of the Schemes so as to enlarge their scope for the benefit of the weaker sections of the community.

Guarantee benefit confined to small borrowers

Commercial banks, numbering 75, including 4 non-scheduled banks, and 47 out of the 49 Regional Rural Banks have joined the Small Loans Guarantee Scheme. All the 17 State Financial Corporations and the Tamilnadu Industrial Investment Corporation Ltd. are participating in the Financial Corporations Guarantee Scheme. The participants in the Service Co-operative Societies Guarantee Scheme comprise 61 commercial banks, 24 Regional Rural Banks and 30 Co-operative Banks.

Participating credit institutions

The consideration for extension of the guarantee is payment of a guarantee fee by the credit institutions to the Corporation, calculated at 1% per annum on the guaranteed advances and paid half yearly in advance.

Guarantee fee

The total advances covered by the three Guarantee Schemes have increased from Rs. 208.39 crores as at the end of June 1972 to Rs. 1,715.17 crores as at the end of June 1978 indicating a substantial increase in the flow of credit to the sectors covered by the Guarantee Schemes. Of these, advances to farmers and agriculturists constituted 61.6% of the total guaranteed advances, followed by credit to transport operators (16.9%) and retail traders (10.4%).

Guaranteed advances

☐ A credit institution can invoke the guarantee of the Corporation (i) if the advance under guarantee has not been repaid within a period of one month from the date on which a notice of demand for repayment of the entire dues in the account has been served by it on the borrower; (ii) it treats the advance as bad or doubtful of recovery; and (iii) it provides or accounts for the debt as such in its books. The Corporation pays 75% of the amount in default, subject to certain limits prescribed in the Schemes. In the case of advances granted under the Differential Rates of Interest Scheme to the weakest of the weaker sections of society, the Corporation provides a higher coverage of 90%. After payment of the claims, the claimant institutions are called upon to take effective steps to recover the dues and remit to the Corporation its share of the recoveries made. ☐

Invocation of guarantee

☐ It has been the constant endeavour of the Corporation to extend its credit guarantee coverage to all advances extended by the commercial banks to support socially useful economic activities, particularly those in which the weaker sections of the society are engaged. With this end in view, the Corporation had recently invited and obtained suggestions in this regard from the participating credit institutions and these are being examined. In order to integrate all credit guarantee schemes under one organisation, a proposal for the Corporation to provide guarantee cover for credit extended to the small scale industries also, is under consideration. ☐

Conclusion

REPORT ON THE WORKING OF THE DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION FOR THE YEAR ENDED THE 31st DECEMBER 1978

I. INTRODUCTION

In terms of Section 32(1) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961, the Board of Directors present herewith the Seventeenth Annual Report of the Corporation for the year ended the 31st December 1978.

2.1 The year 1978 witnessed an event of major importance in the history of the Corporation when, with effect from July 15, 1978, it assumed credit guarantee functions, consequent upon the taking over of the erstwhile Credit Guarantee Corporation of India Ltd. (CGCI) in terms of the provisions of the Deposit Insurance Corporation (Amendment and Miscellaneous Provisions) Act, 1978. As explained in the Statement of Objects and Reasons for the above legislation, the objectives of the two Corporations being cognate in that both seek to protect banks and depositors, the above transfer was considered advantageous as the resources of the Deposit Insurance Corporation were comparatively greater than those of the CGCI in relation to the risks carried by the respective organisations.

2.2 In terms of the Amendment Act, all the liabilities and assets of the CGCI as also all its rights and obligations were transferred to and now vest in the Corporation which has been consequently renamed as the Deposit Insurance and Credit Guarantee Corporation (DICGC). The Corporation paid to the CGCI, as consideration for the transfer, a sum of Rs. 2 crores, equal to the paid-up capital of the CGCI. This amount has been distributed among its shareholders by the 'Authorised Person' (an officer of the Corporation) in whom the Government of India have vested the management of its affairs and steps are being taken by him to wind up the company in the manner provided for in the above Act.

3. To enable the Corporation to meet the establishment and other expenses of the combined unit, its capital was increased from Rs. 2 crores to Rs. 10 crores as on July 15, 1978 after obtaining an additional contribution of Rs. 8 crores from the Reserve Bank of India which is the only shareholder.

4.1 Dr. K. S. Krishnaswamy, Deputy Governor, Reserve Bank of India, was appointed as Chairman of the Corporation with effect from the date of the take over of the CGCI, in the place of Dr. I. G. Patel, the Governor of the Bank. With effect from the same date, Shri W. S. Tambe, Executive Director of the Bank, was nominated as a Director. Consequent upon these appointments, Shri M. Ramakrishnaya, Deputy Governor, Reserve Bank of India, ceased to be a Director.

4.2 With the enlargement of the functions of the Corporation and as provided for in the Amendment Act, the strength of the Board was increased from 5 to 9. Shri P. F. Gutta, Chairman and Managing Director, Central Bank of India, Shri A. Ghosh, Chairman and Managing Director, Allahabad Bank and Shri V. S. Natarajan, Managing Director, State Bank of India were nominated as Directors of the Corporation with effect from November 23, 1978, while Shri L. P. Bhargava, Advocate, Ujjain (Madhya Pradesh) has been nominated as a Director with effect from February 6, 1979.

4.3 The Board would like to place on record its appreciation of the valuable guidance received from Dr. I. G. Patel and Shri M. Ramakrishnaya, during their association with the management of the Corporation.

4.4 Three meetings of the Board of Directors and four meetings of the Executive Committee of the Corporation were held during the year under report.

II. DEPOSIT INSURANCE FUNCTION

5. The number of insured commercial banks remained unchanged at 78 as at the end of the year. An aggregate amount of Rs. 933.07 lakhs was collected from the commercial banks as insured commercial banks premium during the year as against Rs. 760.45 lakhs in the preceding year.

6. With the registration of one more Regional Rural Bank (Krishna Grameena Bank, Gulbarga) set up during the year under report, the total number of insured Regional Rural Banks increased from 48 as on the 31st December 1977 to 49 as on the 31st December 1978. A sum of Rs. 1.89 lakhs was received towards premium from these banks during the year as against Rs. 0.64 lakh during the year 1977.

7.1 The Deposit Insurance Scheme was extended to the State of Orissa with effect from July 1, 1978 and 27 eligible co-operative banks in the State were registered as insured banks from that date. In other States, where the Deposit Insurance Scheme is already in force, twenty three more eligible co-operative banks were registered during the year. State-wise break-up of the banks registered during the year is as follows :—

1. Andhra Pradesh	—	5
2. Jammu & Kashmir	—	1
3. Karnataka	—	4
4. Kerala	—	4
5. Madhya Pradesh	—	1
6. Maharashtra	—	6
7. Orissa	—	27
8. Rajasthan	—	2
		50

7.2 As against this, 5 banks (all in Maharashtra) were de-registered as insured banks. Out of these, one bank, viz., the 'C' Ward Gujarati Co-operative Credit Society Ltd., Bombay was de-registered as it ceased to be a primary co-operative bank. The remaining banks, viz., the Ratnagiri Urban Co-operative Bank Ltd., the Prabhadevi Janata Sahakari Bank Ltd., the Vishvakarma Co-operative Bank Ltd. and the Kalavihar Co-operative Bank Ltd., were de-registered consequent upon their amalgamation with the Janata Sahakari Bank Ltd., Pune, the Saraswat Co-operative Bank Ltd., (in the case of the second and the third bank) and the Deccan Merchants Co-operative Bank Ltd., respectively. Thus, the total number of insured co-operative banks increased from 849 as at the end of 1977 to 894 as at the end of 1978. A total amount of Rs. 52.04 lakhs was received as premium from the co-operative banks during the year 1978 as against Rs. 43.69 lakhs in the previous year. A few co-operative banks defaulted in the submission of returns as also in the payment of the premium. The premium due from them was, however, negligible.

7.3 Names of the Banks registered/de-registered during the year are given in Annexure I.

8.1 As at the end of the year under report, the Scheme of insurance of deposits covered co-operative banks in the States of Andhra Pradesh, Jammu & Kashmir, Karnataka, Kerala, Madhya Pradesh, Maharashtra, Orissa, Rajasthan, Tripura, West Bengal and three Union Territories, viz., Delhi, Goa, Daman and Diu and Pondicherry. The Scheme has since been extended to 71 co-operative banks in the State of Uttar Pradesh with effect from January 1, 1979.

8.2 As regards three other States, viz., Bihar, Gujarat and Manipur, where the respective States have passed/initiated the necessary legislation for enabling the Corporation to extend the Deposit Insurance Scheme, in the case of Bihar, although the State Government had promulgated an Ordinance, it did not meet the requirements of the Reserve Bank. A Bill since introduced by that Government, after taking into consideration the amendments suggested by the Reserve Bank, is pending consideration of the State Legislature. The Corporation is trying, in consultation with the Reserve Bank, to expedite the extension of the Scheme to the co-operative banks in Gujarat State. With regard to Manipur, there have been no significant developments to report. The number of co-operative banks in the above three States is about 315. In addition, there are about 210 co-operative banks functioning in the States/Union Territories where the Governments have not so far carried out the necessary amendments to the respective Co-operative Societies Acts.

9.1 The number of banks (commercial and co-operative) covered under the Deposit Insurance Scheme, from year to year since 1962, is given in Annexure II.

Registration of banks—Trend of Progress

9.2 The number of insured banks which declined 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 commercial banks, has since increased substantially to 1,021 as at the end of 1978 mainly due to the extension of the Deposit Insurance Scheme to the co-operative banks in several States.

10. The rate of insurance premium, at 4 paise per Rs. 100 per annum has remained unchanged. With a view to reducing the work-load on banks in compiling the necessary statements of insured deposits, the periodicity of payment of the insurance premium has been changed to half-yearly intervals since the commencement of 1979, instead of quarterly as hitherto.

Rate of premium

11.1 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 Annexure III. It will be seen from the Annexure that the ratio of insured deposits to the total assessable deposits, which rose progressively from 23.1% as at the end of 1961 to 26.2% in 1967 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 to 62.6% in 1970 on account of a further increase in the insurance cover to Rs. 10,000. The ratio improved further to 71.3% in 1976 in the wake of a further enhancement of the insurance limit to Rs. 20,000. The proportion has shown no significant change since then, the figure for 1978 being 71.0%.

Insured deposits

11.2 The percentage of the number of fully protected accounts to the total number of deposit accounts which stood at 78.5 as at the end of 1961 and showed only minor variations till 1967, has since increased considerably due to the gradual rise in the insurance limit as stated above as also the inclusion of a number of co-operative banks in the Scheme and as at the end of September 1978, the percentage was 98.3. The remaining accounts are partially protected by insurance.

12. The deposits in fully protected accounts and partially protected accounts formed 56.3% and 43.7% respectively of the total assessable deposits as will be seen from the following table, indicating an impressive progress as compared to the percentage of deposits in fully protected accounts at 9.7 at the end of 1961.

Fully protected deposits

(Amounts in crores of rupees)

	1977	1978
1. Total assessable deposits	19,892.46	21,659.47
2. Deposits in fully protected accounts (<i>i. e.</i> deposits upto Rs. 20,000/-)	11,156.35	12,192.54
3. Deposits in partially protected accounts (<i>i. e.</i> deposits over Rs. 20,000/-)	8,736.11	9,466.93
% of (2) to (1)	56.1	56.3
% of (3) to (1)	43.9	43.7

13.1 The coverage of the insured accounts and insured deposits of the commercial banks, including the Regional Rural Banks, according to their size is indicated in Annexure IV, while a similar analysis in respect of insured co-operative banks is given in Annexure V.

13.2 The percentage of fully protected accounts to total number of accounts continues to be higher in the case of smaller commercial banks. The proportion of fully protected accounts to total number of deposit accounts in 1978 worked out to 99.9% in the case of banks with assessable deposits of Rs. 1 crore or less; the relative percentage for medium-sized commercial banks (with deposits exceeding Rs. 1 crore but upto Rs. 50 crores) varied from 98.6 to 99.6, while it ranged between 98.0 and 99.1 in the case of bigger banks with assessable deposits exceeding Rs. 50 crores. As regards the coverage of the amount of deposits, the ratio worked out to 82.0% in the case of small banks, while it varied from 65.8% to 82.0% in regard to medium-sized banks and 70.7% to 71.1% in respect of bigger banks. In the case of Regional Rural Banks, the percentage of fully protected accounts to total accounts stood at 99.9 and the percentage of insured deposits to total deposits worked out to 84.4 indicating a near total coverage.

13.3 The position was more or less similar in the case of co-operative banks, as will be seen from Annexure V. Thus, the relative percentage of fully protected accounts and insured deposits worked out to 99.7 and 89.7 in the case of co-operative banks with assessable deposits of Rs. 1 crore or less; 99.4 and 74.5 for banks with deposits between Rs. 1 crore and Rs. 10 crores; 99.3 and 54.3 in respect of banks with deposits between Rs. 10 crores and Rs. 25 crores; and 98.6 and 80.8 in the case of banks with deposits ranging from over Rs. 25 crores to Rs. 100 crores. In the case of primary co-operative banks, the insurance cover extended upto 99.5% of the accounts and 87.0% of their deposits, the relative ratios working out to 99.4% and 70.7% in the case of District Central Co-operative Banks and 97.5% and 31.4% for the State Co-operative Banks.

III. CREDIT GUARANTEE FUNCTION

14. With the taking over of all the rights and obligations of the CGCI, the Corporation is continuing the three Credit Guarantee Schemes formulated and operated by that organisation. The Corporation is also empowered to introduce new schemes.

15. The total advances covered by the three Guarantee Schemes viz., the Small Loans Guarantee Scheme, the Financial Corporations Guarantee Scheme and the Service Co-operative Societies Guarantee Scheme which had steadily increased from Rs. 208.39 crores as at the end of June 1972 to Rs. 1,330.71 crores as at the close of June 1977, moved further to Rs. 1,715.17 crores as at the end of June 1978 (a rise of 29.0%) indicating a substantial increase in the flow of institutional credit to the weaker sections of the community, which may not have been feasible without the guarantee cover provided. The Small

Guaranteed
advances

Loans Guarantee Scheme, in which the commercial banks, including the Regional Rural Banks are the participants, continues to account for the bulk of the total guaranteed advances, the percentage of advances covered under this Scheme to the total guaranteed advances being 99.5 as at the end of June 1978.

16. A sector-wise analysis of the advances covered by the three Guarantee Schemes is given in Annexure VI. Advances to farmers and agriculturists constitute a major portion (61.6%), followed by credit to transport operators (16.9 %) and retail traders (10.4 %).

Sector-wise analysis

17. Annexure VII gives a State-wise distribution of the credit facilities covered by the Small Loans Guarantee Scheme.

State-wise distribution

18. Participation in the Credit Guarantee Schemes of the Corporation is voluntary and the guarantee facilities are available only to those eligible credit institutions who have joined the Schemes by entering into the necessary agreement with the Corporation. A list of credit institutions participating in the three Guarantee Schemes of the Corporation as on the 31st December 1978 is given in Annexure VIII. All the functioning commercial banks, numbering 75, as also 47 out of the 49 Regional Rural Banks, which had come into being by the end of 1978 are participating in the Small Loans Guarantee Scheme. All the 17 State Financial Corporations and the Tamil Nadu Industrial Investment Corporation Ltd. are participating in the Financial Corporations Guarantee Scheme, 1971. As regards the Service Co-operative Societies Guarantee Scheme, 1971, participation in which is open to all scheduled commercial banks, including the Regional Rural Banks, and to co-operative banks, (other than primary co-operative banks), which are eligible for deposit insurance cover, 85 commercial banks including 24 Regional Rural Banks, and 30 co-operative banks have joined the Scheme.

Participating credit institutions

19.1 The CGCI had been from time to time amending the provisions of its various Guarantee Schemes so as to enlarge the benefits for the small borrowers. Since the taking over of the CGCI, further amendments have been effected. Thus, with a view to facilitate liberal grant of rehabilitation finance to flood victims, the claim liability of the Corporation for overdue crop loans to borrowers affected by natural calamities, converted into term loans, has been raised from Rs. 5,000 to Rs. 7,500 so as to cover dues in respect of three agricultural seasons, commencing from 1977 Kharif instead of two seasons as hitherto. This is in addition to the liability upto a maximum of Rs. 2,500 for the fresh crop loan that may be granted to the borrower. Further, in pursuance of the recommendations of the Working Group set up by the Government of India in regard to the operation of the Differential Rates of Interest Scheme, the guarantee cover of the Corporation in regard to advances granted under that Scheme on or after January 1, 1979 has been enhanced from 75 % to 90 % of the 'Amount in default'. Besides, with a view to providing cover for credit facilities granted to all small borrowers engaged in any socially useful activity, for meeting their production as also minimum consumption needs, suggestions of the participating credit institutions for amendments to the Guarantee Schemes have been invited.

Enlargement of scope and benefits of guarantee cover

19.2 Credit extended to small scale industries is presently covered by a separate guarantee scheme formulated by the Government of India and administered by the Reserve Bank of India. A proposal for the Corporation to undertake credit guarantee functions in respect of this sector also, with a view to integrating all Credit Guarantee Schemes under one organisation, is under active consideration.

Credit Guarantee for advances to small scale industries

20. The consideration for extension of guarantee by the Corporation is the payment of a guarantee fee at the prescribed rate by the participating credit institutions. The rate in force is $\frac{1}{2}$ % per annum and is payable half yearly calculated on the outstandings in the guaranteed accounts as on the last Friday of the preceding half year.

Guarantee fee

21. The Corporation's guarantee can be invoked by the participating credit institutions in respect of any eligible credit facility, if the borrower defaults in the payment of the dues and the credit institution considers the debt as bad or doubtful of recovery and provides or accounts for it as such in its books. The Corporation is liable to pay 75% of the 'Amount in default' (since enhanced to 90% in respect of advances granted under the Differential Rates of Interest Scheme, as stated earlier), subject to certain monetary limits stipulated in the case of certain categories of borrowers.

Invocation of
guarantee

22.1 Invocation of guarantee by the participating credit institutions commenced in 1973. During the first three years, 1973-1975, only 2,775 claims for an aggregate amount of Rs. 93.03 lakhs were received. Since then, however, there has been a rapid rise in the inflow of claims and the trend has become very much pronounced in 1978, the claims received during that year exceeding, in both number and amount, the total claims lodged in all the previous years. The number of claims received in the month of December 1978 exceeded 5,000, as against the monthly average of 336 in 1976 and very much less in the previous years.

Settlement of
claims

22.2 Though the claims received in the recent years, particularly in 1977 and 1978 have been very large and have posed certain administrative problems regarding their expeditious disposal, there does not appear as yet any need for raising the guarantee fee. With the increase in the amount of claims, the income by way of guarantee fee has also increased due to the significant rise in the guaranteed advances, which have gone up from Rs. 998.74 crores in 1976 to Rs. 1,330.71 crores in 1977 (a rise of 33.2%) and further to Rs. 1,715.17 crores in 1978 (an increase of 29.0 %). With the thrust the credit institutions are expected to make in extending credit to the economically weaker sections of the society, the above trend may become more pronounced in the coming years, bringing in a larger quantum of guarantee fee. The proportion of the amount of claims received to the total guaranteed advances, which constituted 0.33% and 0.51% for the years 1977 and 1978 respectively, may show some increase in the near future, but not very much beyond the prescribed rate of guarantee fee at $\frac{1}{2}$ % per annum in view of the anticipated increase in guaranteed advances. Even if it should, the Credit Guarantee Fund which represents the surplus of guarantee fee realised over claims paid during the past years, would serve as a reserve to meet the further spurts in claims. It may be mentioned that as against the balance in the Fund at Rs. 26.66 crores, the claims pending settlement as on the 31st December 1978 amount to Rs. 8.62 crores, leaving a surplus of Rs. 18.04 crores. The interest accruing on the investments of the Credit Guarantee Fund would be a further cushion to meet the claims.

The total amount of claims received till the 31st December 1978 at Rs. 15.46 crores form 0.9% of the total guaranteed advances, while those pending settlement as on that date constitute 0.5%.

22.3 A sector-wise break-up of the claims received is given in Annexure IX. The average amount per claim works out to Rs. 2,998. Claims pertaining to credit extended to farmers and agriculturists account for 59.1% of the total amount of claims, with an average of about Rs. 2,884 per claim, followed by claims relating to advances to transport operators constituting 23.7 % of the total amount of claims, the average per claim under this category working out to a much higher amount of Rs. 10,726.

22.4 To meet the increasingly large number of claims preferred with the Corporation, several measures have been taken. The scrutiny procedures and content have been considerably simplified and the staff strength is being suitably augmented. A simpler claim format has been introduced in November 1978. As nearly half the number of claims are for amounts of Rs. 1,000 or less, a more simple settlement procedure and a tabular form of claim format are being introduced for the expeditious disposal of these claims. The Corporation is also taking steps to help the officials of the credit institutions, particularly at the branch level, to properly compile the claim forms which will facilitate prompt settlement of the claims. Thus, in addition to the comprehensive

booklet on the Guarantee Schemes already brought out by the Corporation, a list of the more common lapses noticed in the compilation of the claim forms has been sent to all the banks with guidelines for avoidance of such errors. Facilities continue to be provided for study visits to the Corporation by the officials of the credit institutions, particularly those connected with the compilation or processing of claims, to enable them to know at first hand the requirements of the Corporation for settlement of claims and to obtain clarifications on the terms and conditions of availability of guarantee cover. The officers of the Corporation also periodically participate in the seminars, training programmes, etc. organised by the credit institutions for their officers, to explain to them the policies and procedures pertaining to the Guarantee Schemes. These steps have facilitated a more speedy payment of claims as will be observed from Annexure X giving data regarding the claims preferred and those disposed of, a summary of which is given below.

(Amounts in lakhs of rupees)

During the year/s	Claims received		Claims disposed of	
	No.	Amount	No.	Amount
1973 to 1975	2,775	93.03	415	11.14
1976	4,031	134.81	2,114	59.06
1977	14,832	441.54	9,881	259.87
Sub-total	21,638	669.38	12,410	330.07
1978	29,925	876.28	14,623	334.18
Total	51,563	1,545.66	27,033	664.25

Besides the claims disposed of as indicated above, 10,110 claims have been scrutinised and certain clarifications/additional information have been sought from the claimants. □

23.1 With the pronounced increase in the claims paid, the Corporation is devoting particular attention to verification of claim paid accounts and recovery of the amounts due from the borrowers concerned. Under an arrangement with the Reserve Bank, the claim applications, after payment, are sent to the various regional offices of the Reserve Bank for verification of the particulars by their Inspecting Officers in the course of their usual inspection of the concerned offices of the claimant institutions or by undertaking a special scrutiny, if so required by the Corporation. They also ascertain the steps taken by these institutions to recover the dues from the borrowers and examine whether the share of the recoveries due to the Corporation by virtue of its subrogation rights is remitted correctly and promptly. The correctness of the computation of guarantee fee on the guaranteed advances remitted by the credit institutions is also verified by them. The inadequacies and lapses pointed out in the inspection reports are followed up with the institutions concerned.

23.2 The Corporation realised a sum of Rs. 32.84 lakhs as its share of recoveries during 1978, as against an aggregate amount of Rs. 11.73 lakhs realised during all the previous years.

IV. ACCOUNTS

24. The Balance Sheet and Revenue Account of the Corporation showing separately the position of the three Funds, viz., the Deposit Insurance Fund, the Credit Guarantee Fund and the General Fund, as at the close of business on the 31st December 1978, together with the Auditors' Report thereon, are attached.

Balance Sheet
and Revenue
Account

25.1 During the year, income from insurance premium (including interest) was higher at Rs. 987.00 lakhs, as compared to Rs. 804.78 lakhs in the preceding year, mainly due to the increase in the assessable deposits. The income from the investments was also higher at Rs. 422.33 lakhs, as compared to Rs. 341.94 lakhs in the previous year. As regards commercial banks, in view of the improved position regarding the prospects of recovery from the transferee banks where the Corporation had met its claims, the provision for insurance loss in respect of these banks was reduced from Rs. 30.45 lakhs to Rs. 29.45 lakhs during the year. The provision made in respect of co-operative banks where claims had been met was increased from Rs. 8.86 lakhs to Rs. 64.96 lakhs. The Corporation had also to make a provision in respect of three co-operative banks amalgamated with other banks, but whose claims have not yet been met, to the extent of Rs. 42.18 lakhs. A provision of Rs. 3.47 lakhs made last year for meeting the liabilities of such banks was written back during the year. Thus, a net additional provision of Rs. 93.81 lakhs had to be made for the probable insurance loss in respect of commercial and co-operative banks. After making the necessary provision from the Revenue Account of the current year, the net surplus of Rs. 1,315.51 lakhs (Rs. 1,145.38 lakhs in the previous year) has, therefore, been transferred to the Deposit Insurance Fund, thereby raising the Fund from Rs. 6,272.13 lakhs in 1977 to Rs. 7,587.64 lakhs at the end of 1978. The Fund now constitutes 0.49 % of the total insured deposits.

Deposit Insu-
rance Fund

25.2 The Deposit Insurance Fund 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 from co-operative banks only 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 1978 would work out to Rs. 211.30 lakhs (vide Annexure XI), which constitutes about 0.24 % of the total insured deposits at Rs. 84,710.66 lakhs of the insured co-operative banks which have submitted the returns. From the date the Scheme was extended to co-operative banks, claims from them amounting to Rs. 66.45 lakhs have been met by the Corporation. Besides, an amount of Rs. 42.18 lakhs has been provided for in respect of the three co-operative banks amalgamated with some other banks mentioned in paragraph 7.2 ante.

Deposit Insu-
rance Fund
attributable to
co-operative
banks

25.3 The growth of the Deposit Insurance Fund from year to year, since its inception in 1962, is shown in the Table given 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. The ratio has shown marginal fluctuations thereafter and stood at 0.35 % in 1978. As regards the ratio to insured deposits, it also gradually increased from 0.20 % in 1962 to 0.91 % in 1967. In 1968, the ratio sharply declined to 0.55 %, due to the raising of the insurance cover of deposits from Rs. 1,500 to Rs. 5,000. The subsequent variations are also mainly due to further increases in the rate of insurance cover.

Growth of the
Deposit Insu-
rance Fund

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	0.31	0.43
1977 ..	6,272.13	0.32	0.44
1978 ..	7,587.64	0.35	0.49

25.4 In terms of Section 25 of the Deposit Insurance and Credit Guarantee 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. 78.74 crores as at the end of 1978. Of the above investments, a sum of Rs. 2.01 crores is attributable, on a notional basis, to the premium received from insured co-operative banks. The total market value of the investments in the Fund as on the 31st December 1978 stood at Rs. 75.34 crores, as against their book value at Rs. 78.34 crores, showing a depreciation of Rs. 3.00 crores (vide Annexure XII), which is covered by the existing provision of Rs. 3.16 crores.

25.5 After taking into account the claims at Rs. 56.10 lakhs paid by the Corporation during the year under report, the total amount of claims paid or provided for in respect of 14 commercial and 6 co-operative banks stood at Rs. 179.47 lakhs at the end of the year (vide Annexure XIII).

25.6 During the year, a total amount of Rs. 0.01 lakh was refunded by the Corporation to the Custodian of Enemy Property in respect of the Habib Bank Ltd. being the amount received earlier from the bank towards provision made by the Corporation now withdrawn. Total repayments so far received in respect of the subrogated claims of fourteen commercial banks since the inception of the Corporation amount to Rs. 72.72 lakhs, including repayments in full received from two banks (vide Annexure XIII). No repayments have been received in respect of co-operative banks. The balance of subrogated claims still to be received from the remaining twelve commercial banks and six co-operative banks, therefore, amounts to Rs. 106.75 lakhs. After reviewing the realisability of the assets held in the collection accounts of the banks or with the Custodian/Liquidators vis-a-vis the prospects of receiving further pro-rata payments in respect of the balance of Rs. 106.75 lakhs due to the Corporation, a net addition of Rs. 93.81 lakhs has been made to the existing provision for insurance loss of Rs. 39.31 lakhs as explained in paragraph 25.1 ante.

26.1 In pursuance of the provisions of Section 22 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961, as amended, the Credit Guarantee Fund was constituted on July 15, 1978, i. e. the date on which the undertaking of the CGCI was taken over, by transfer, of the following balances held in the books of that institution.

	(In lakhs of rupees)
(i) Reserve for Unexpired Guarantee Risks (as on 31st December 1977)	1,939.44
(ii) Investment Reserve	55.00
(iii) Sundry Creditors (Guarantee fee received and pending adjustment) ..	220.23
(iv) Surplus of receipts over payments during the period 1st January to 14th July 1978	130.24
	2,344.91

As against these, the following assets were taken over :

	(In lakhs of rupees)
(i) Government Securities (Face value : Rs. 2,265 lakhs)	2,260.66
(ii) Treasury Bills (Face value : Rs. 83.75 lakhs)	82.79
(iii) Balance in Current Account with the Reserve Bank of India	0.26
(iv) Sundry Debtors	1.20
	2,344.91

26.2 The guarantee fee paid to the Corporation, since July 15, 1978, as also the amounts remitted to it towards its share of the recoveries effected by claimant banks from the borrowers in respect of whom claims have been paid are credited to the Fund. The Fund is to be utilised to meet guarantee claim liabilities. After reserving such amounts as are required to make the claim payments that will materialise before the next instalment of guarantee fee falls due, which are invested in Treasury Bills or held in current account with the Reserve Bank, the balance in the Fund is invested in Central Government Securities as required under the Act. The income on these investments is also credited to the Fund.

[26.3 The position of the Fund as on the 31st December 1978 is as follows :

	(In lakhs of rupees)
Credit Guarantee Fund	2,665.77
Investment Reserve	65.00
Sundry Creditors	15.45
	2,746.22

The Fund stood invested as follows, as on the 31st December 1978.

	(In lakhs of rupees)
Government of India Securities	2,578.16
Treasury Bills	88.47
Balance in Current Account with the Reserve Bank of India	18.02
	2,684.65

26.4 Particulars of the investments of the Fund in Government Securities are given in Annexure XIV. The market value of these investments amounted to Rs. 2,602.77 lakhs, showing a depreciation of Rs. 63.86 lakhs as against their book value. The provision in the Investment Reserve has been suitably increased from Rs. 55 lakhs to Rs. 65 lakhs.

26.5 The balance in the Credit Guarantee Fund constitutes 1.6% of the total guaranteed advances at Rs. 1,715.17 crores.

27.1 The expenses of the Corporation are met entirely 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 (comprising of the Investment Reserve and General Reserve with balances of Rs. 18.00 lakhs and Rs. 39.32 lakhs respectively as on the 31st December 1978). The income of the General Fund for the year 1978 amounted to Rs. 41.96 lakhs while establishment and other expenses aggregated Rs. 25.43 lakhs leaving a surplus of Rs. 16.53 lakhs.

27.2 Particulars of the investments of the General Fund which are entirely in Government Securities as required under the Act, are given in Annexure XV. The book value of the investments as at the close of the year 1978 stood at Rs. 1,054.22 lakhs, as against their market value at Rs. 1,046.72 lakhs showing a depreciation of Rs. 7.50 lakhs for which adequate provision is available in the Investment Reserve. In view of the above, the entire surplus in the Revenue Account has been transferred to the General Reserve raising it from Rs. 22.79 lakhs (including Rs. 0.04 lakh transferred from the General Reserve of CGCI) to Rs. 39.32 lakhs.

V. GENERAL

28. During the year under review, the Corporation, as in the previous year, brought out the Hindi version of the Annual Report on its working for the year 1977 and relative Balance Sheet and Revenue Accounts. Notifications and press notes are issued both in Hindi and English. Letters and other communications received in Hindi from the members of the public and banks are replied to in Hindi. As stated in the succeeding paragraph, the Corporation's publicity leaflets are also brought out in Hindi. The Corporation subscribes for a Hindi daily which incidentally facilitates the staff improving their knowledge of Hindi.

29. The Corporation continues to supply, free of cost to all insured banks, copies of posters in English, Hindi and other regional languages publicising the protection afforded to bank depositors by the Corporation. With a view to spreading further the message of the Deposit Insurance Scheme among the depositing public, the Corporation brought out an attractive leaflet containing essential information about the Scheme in both English and Hindi. These leaflets were supplied to the indenting insured banks at a nominal cost, for distribution among the depositing public. The response to these leaflets has been very encouraging. Since there is a heavy demand for bringing out the leaflets in the regional languages also, steps are being taken to comply with this demand.

30.1 The Corporation has at present only one office, located at Bombay. The Reserve Bank of India are making available to it the requisite staff, office accommodation and other incidental facilities, as hitherto. The relative expenses are reimbursed to the Bank on an agreed basis. The field work by way of verification of guarantee claim paid accounts, of correct computation and payment of guarantee fee and deposit insurance premium to the Corporation, and remittance of its share of the recoveries effected in respect of claims settled

by it, is entrusted to the Reserve Bank's Inspecting Officers and these services are rendered free of cost to the Corporation. As stated earlier, the entire expenditure of the Corporation is met from income on the investment of the share capital of the Corporation which is solely contributed by the Reserve Bank. The Board expresses its thanks to the Reserve Bank for all the assistance given.

30.2 Consequent upon the taking over of CGCI its Manager (Chief Executive), Shri C. S. Subramaniam, was appointed as the General Manager of the Corporation with effect from July 15, 1978. The Board records its appreciation of the contribution made by the General Manager and the staff at all levels.

31. In terms of Section 29(1) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961, the Board of Directors, with the previous approval of the Reserve Bank of India, appointed Messrs. Dalal & Shah, Chartered Accountants, Bombay as Auditors of the Corporation for the year 1978.

Auditors

32. Staff from co-operative banks and State co-operative departments from various parts of the country attending training programmes conducted by the Dhananjayrao Gadgil Co-operative Training College, Nagpur, continue to visit the Corporation as a part of their training programme to acquaint themselves with the policy and operational aspects of the Deposit Insurance Scheme of the Corporation.

Training

For and on behalf of the
Board of Directors

K. S. KRISHNASWAMY
Chairman

BOMBAY

DATED : March 29, 1979.

ANNEXURE I

A. Names of the banks registered as insured banks during the year 1978

Regional Rural Banks

1. Krishna Grameena Bank, Gulbarga (Karnataka)

Co-operative Banks

Andhra Pradesh

2. Khammam Co-operative Urban Bank Ltd., Khammam (P)
3. Narasaraopet Co-operative Urban Bank Ltd., Narasaraopet (P)
4. Tenali Co-operative Urban Bank Ltd., Tenali (P)
5. Andhra Pradesh Mahesh Co-operative Urban Bank Ltd., Ashok Nagar, Hyderabad (P)
6. Guntur Women Co-operative Urban Bank Ltd., Guntur (P)

Madhya Pradesh

7. Shramik Nagrik Sahakari Bank Ltd., Indore (P)

Maharashtra

8. Urban Co-operative Bank Ltd., Akot, Dist. Akola (P)
9. Sadhana Sahakari Bank Ltd., Hadapsar, Pune-28 (P)
10. Amravati Zilla Mahila Sahakari Bank Ltd., Amravati (P)
11. Bharat Co-operative Bank Ltd., Bombay (P)
12. Shri Sharada Sahakari Bank Ltd., Pune-9 (P)
13. Indira Mahila Sahakari Bank Ltd., Dhule (P)

Jammu & Kashmir

14. Citizens Co-operative Bank Ltd., Jammu (P)

Karnataka

15. Veerasaiva Co-operative Bank Ltd., Bangalore (P)
16. Shree Kalameshwar Urban Sahakari Bank Ltd., Hole Alur, Dist. Dharwar (P)
17. Janatha Co-operative Bank Ltd., Udupi (P)
18. Kalidasa Co-operative Bank Ltd., Bangalore (P)

Kerala

19. Shoranur Co-operative Urban Bank Ltd., Ottapuram (P)
20. Muvattupuzha Urban Co-operative Bank Ltd., Muvattupuzha (P)
21. Udumbanchola Taluka (West) Co-operative Bank Ltd., Kattappara, Dist. Idikki (P)
22. Karunagappally Taluk Urban Co-operative Bank Ltd., (No. Q 455), Karunagappally (P)

Orissa

State Co-operative Bank

23. Orissa State Co-operative Bank Ltd., Bhubaneswar.

District Central Co-operative Banks

24. Angul United Central Co-operative Bank Ltd., Angul.
25. Aska Co-operative Central Bank Ltd., Aska.
26. Bolangir District Central Co-operative Bank Ltd., Bolangir.
27. Balasore District Co-operative Central Bank Ltd., Balasore.
28. Banki Central Co-operative Bank Ltd., Banki.
29. Baudh Co-operative Central Bank Ltd., Baudhraj.
30. Berhampore Co-operative Central Bank Ltd., Berhampore.
31. Bhawanipatna Central Co-operative Bank Ltd., Bhawanipatna.
32. Cuttack United Central Co-operative Bank Ltd., Nimchouri.
33. Keonjhar Central Co-operative Bank Ltd., Keonjhar.
34. Khurda Central Co-operative Bank Ltd., Khurda.
35. Koraput Central Co-operative Bank Ltd., Jeypore.
36. Mayurbhanj Central Co-operative Bank Ltd., Baripada.
37. Nayagarh Co-operative Central Bank Ltd., Nayagarh.
38. Sambalpur District Co-operative Central Bank Ltd., Baragarh.
39. Sundargarh Central Co-operative Bank Ltd., Sundargarh.
40. United Puri-Nimapara Central Co-operative Bank Ltd., Puri.

Primary Co-operative Banks

41. Aska Co-operative Urban Bank Ltd., Aska.
42. Baripada Urban Co-operative Bank Ltd., Baripada.
43. Berhampur Co-operative Urban Bank Ltd., Berhampur.
44. Bhanjanagar Co-operative Urban Bank Ltd., Bhanjanagar.
45. Chatrapur Co-operative Bank Ltd., Chatrapur.
46. Co-operative Urban Bank Ltd., Parlakimedi.
47. Jeypore Co-operative Urban Bank Ltd., Jeypore.
48. Puri Urban Co-operative Bank Ltd., Puri.
49. Utkal Co-operative Banking Society Ltd., Bhubaneshwar-1.

Rajasthan

50. Jodhpur Nagrik Sahakari Bank Ltd., Jodhpur (P)
51. Nagaur Urban Co-operative Bank Ltd., Nagaur (P)

B. Names of the banks deregistered during the year

Co-operative Banks

Maharashtra

1. 'C' Ward Gujarati Co-operative Credit Society Ltd. (P)
2. Ratnagiri Urban Co-operative Bank Ltd. (P)
3. Prabhadevi Janata Sahakari Bank Ltd. (P)
4. Vishvakarma Co-operative Bank Ltd. (P)
5. Kalavihar Co-operative Bank Ltd. (P)

(P) = Primary Co-operative Bank.

C. Names of the following insured banks have been changed

	<i>Old name</i>	<i>New name</i>
Co-operative banks		
Madhya Pradesh		
1.	Chhatarpur District Central Co-operative Bank Ltd.	Chhatarpur Jila Kendriya Sahakari Bank Mar-yadit.
2.	District Co-operative Central Bank Ltd., Panna.	Panna Jila Kendriya Sahakari Bank Mar-yadit.
Maharashtra		
3.	Muslim Co-operative Urban Bank Ltd.	Deccan Co-operative Urban Bank Ltd.
4.	Bharat Co-operative Bank Ltd.	Shetkari Sahakari Bank Ltd.
5.	Erandol Nagrik Sahakari Bank Ltd.	Nagrik Sahakari Bank Ltd., Erandol.
Karnataka		
6.	Ankola Urban Co-operative Credit Bank Ltd.	Ankola Urban Co-operative Bank Ltd.
7.	Davangere-Harihar Urban Industrial Entreprenuers' Co-operative Bank Ltd.	Davangere-Harihar Urban Co-operative Bank Ltd.
8.	Merchants' Co-operative Credit Bank Ltd.	Shree Basaveshwar Co-operative Bank Ltd.
9.	Merchants' Liberal Co-operative Credit Society Ltd.	Merchants' Liberal Co-operative Credit Bank Ltd.
10.	Mysore Textile Manufacturers' Co-operative Bank Ltd.	Textile Co-operative Bank Ltd.
11.	Sri Kannikaparameswari Devasthanam Suvarnamahotsava Co-operative Bank Ltd.	Sri Kannikaparameswari Co-operative Bank Ltd.
12.	Bhadravati Iron & Steel Works Co-operative Banking Society Ltd.	Bhadravati Iron & Steel Works Co-operative Bank Ltd.
13.	Shri Vijaya Mahantesh Urban Co-operative Bank Ltd.	Shri Vijaya Mahantesh Co-operative Bank Ltd.
14.	Siddapur Urban Co-operative Credit Bank Ltd.	Urban Co-operative Bank Ltd., Siddapur.
15.	Chikodi Taluka Western Division Primary Teachers' Co-operative Credit Society Ltd.	Primary Teachers' Co-operative Credit Bank Ltd.
16.	Shree Basaveswara Urban Co-operative Bank Ltd., Ranebennur.	Ranebennur Shri Basaveswara Urban Co-operative Bank Ltd.
17.	Chitaldurg District Co-operative Central Bank Ltd., Chitaldurg.	Chitradurg District Co-operative Central Bank Ltd.

SUMMARY OF INSURED BANKS
(as on 31st December 1978)

I. Commercial Banks	..	..	..				78
II. Regional Rural Banks	..	..	..				49
III. Co-operative Banks	..	..	..	

State				Apex	Central	Primary	Total
Andhra Pradesh	..	..	..	1	26	47	74
Jammu & Kashmir	..	..	..	1	3	1	5
Karnataka	..	..	..	1	23	181	205
Kerala	..	..	..	1	11	46	58
Madhya Pradesh	..	..	..	1	44	22	67
Maharashtra	..	..	..	1	28	314	343
Orissa	..	..	..	1	17	9	27
Rajasthan	..	..	..	2	25	13	40
Tripura	..	..	..	1	—	—	1
West Bengal	..	..	..	1	17	38	56
Union Territories							
Delhi	..	..	..	1	—	10	11
Goa, Daman & Diu	..	..	..	1	—	4	5
Pondicherry	..	..	..	1	—	1	2
Total						..	894
Total of I, II and III						..	1021

ANNEXURE II

STATEMENT SHOWING THE NUMBER OF BANKS (COMMERCIAL AND CO-OPERATIVE) COVERED UNDER THE DEPOSIT INSURANCE SCHEME, FROM YEAR TO YEAR, SINCE 1962

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		Total (4+5)	
			was attracted	was not attracted		
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
1977	757	223*	2	3	5**	975
1978	975	51@@@	4	1	5**	1,021

* 8 Regional Rural Banks and 215 co-operative banks.

@ Includes one commercial bank.

** All these are co-operative banks.

\$ Includes two commercial banks.

@@ 5 Regional Rural Banks and 83 co-operative banks.

‡ 35 Regional Rural Banks and 120 co-operative banks.

@@@ One Regional Rural Bank and 50 co-operative banks.

Note :— Break-up of insured banks at the end of 1976-1978

Year	No. of insured banks			Total
	Com-mercial	Regional Rural	Co-opera-tive	
1976	78	40	639	757
1977	78	48	849	975
1978	78	49	894	1,021

ANNEXURE III

STATEMENT SHOWING THE EXTENT OF PROTECTION AFFORDED TO THE DEPOSITORS OF INSURED BANKS (COMMERCIAL AND CO-OPERATIVE) FROM YEAR TO YEAR

(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*	5,75,98,438	6,03,55,072	95.4	8,832.36	13,493.54	65.5
September, 1976*	7,18,02,903	7,30,25,000	98.3	11,827.46	16,587.89	71.3
September, 1977*	8,40,39,116	8,55,38,869	98.2	14,155.33	19,892.46	71.1
September, 1978†*	9,15,45,737	9,31,33,741	98.3	15,368.54	21,659.47	71.0

@ 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 479, 584, 745 and 756 reporting co-operative banks in 1975, 1976, 1977 and 1978 respectively.

† Provisional.

ANNEXURE IV

ANALYSIS OF COVERAGE OF INSURANCE ACCORDING TO THE SIZE OF THE BANKS

Commercial Banks including Regional Rural Banks (As on the last Fridays of December 1961 and September each of 1962 to 1978)

(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 :					Rs.	Rs.	
(i) exceeding Rs. 100 crores							
1961	5	19,07,565	26,08,513	73.1	17,244	86,024	20.4
1962	5	20,56,863	28,61,493	71.9	19,855	96,614	20.5
1963	5	23,03,769	32,01,003	72.0	22,279	1,08,010	20.6
1964	6	30,74,624	42,29,309	72.7	29,088	1,38,462	21.0
1965	7	39,65,311	54,77,182	72.4	37,999	1,66,473	22.8
1966	8	50,96,334	70,56,148	72.2	49,678	2,07,848	23.9
1967	9	66,42,248	90,41,212	73.5	61,039	2,43,480	25.1
1968	11	1,00,17,283	1,11,98,695	89.5	1,45,059	2,93,553	49.4
1969	13	1,34,26,587	1,49,27,864	89.9	1,83,358	3,61,872	50.7
1970	13	1,68,14,889	1,75,83,973	95.6	2,65,483	4,24,676	62.5
1971	16	2,20,91,473	2,30,11,943	96.0	3,34,302	5,40,717	61.8
1972	16	2,37,39,950	2,47,31,706	96.0	3,59,074	5,83,234	61.6
1973	18	2,96,44,232	3,09,89,097	95.7	4,68,074	7,33,698	63.8
1974	18	3,39,61,726	3,55,53,280	95.5	5,45,780	8,50,163	64.2
1975	26	4,64,18,135	4,89,14,971	94.9	7,78,487	11,76,860	66.1
1976	26	5,71,72,989	5,82,64,418	98.1	10,31,089	14,45,040	71.4
1977	29	6,69,55,516	6,83,24,895	98.0	12,53,554	17,58,437	71.3
1978	29	7,15,83,333	7,30,27,672	98.0	13,51,370	19,02,073	71.1
(ii) exceeding Rs. 50 crores but upto Rs. 100 crores							
1961	5	7,70,242	10,14,608	75.8	6,197	31,166	19.8
1962	5	8,25,565	10,96,603	75.3	6,813	33,754	20.2
1963	4	9,09,942	12,13,716	75.0	7,614	31,888	23.9
1964	5	13,85,569	17,80,744	77.8	10,333	38,319	27.0
1965	6	21,19,236	26,29,196	80.6	13,441	43,504	30.9
1966	8	27,12,915	33,44,641	81.1	16,821	56,402	29.8
1967	7	24,04,677	29,85,961	80.5	15,648	51,198	30.6
1968	5	26,15,724	27,62,162	94.7	21,731	37,076	58.6
1969	6	20,21,341	21,65,761	93.3	20,226	39,500	51.2
1970	9	32,04,303	32,98,352	97.1	39,048	59,899	65.2
1971	9	23,10,227	23,95,875	96.4	31,861	54,233	58.7
1972	11	29,82,583	31,32,161	95.2	45,844	72,729	63.0
1973	12	31,85,371	33,41,391	95.3	51,666	85,704	60.3
1974	13	40,47,355	42,48,505	95.3	63,636	1,03,995	61.2
1975	6	12,78,610	13,40,365	95.4	21,471	42,530	50.5
1976	7	18,16,429	18,53,654	98.0	34,333	51,461	66.7
1977	10	41,65,442	42,04,736	99.1	44,152	61,309	72.0
1978	12	48,91,601	49,35,789	99.1	53,556	75,750	70.7
(iii) exceeding Rs. 25 crores but upto Rs. 50 crores							
1961	5	6,71,802	8,31,405	80.8	4,305	15,026	28.7
1962	5	7,54,562	9,47,116	79.6	5,068	17,148	29.5
1963	6	13,05,115	15,84,932	82.3	7,635	27,658	27.6
1964	8	14,06,449	16,86,914	83.4	7,775	31,144	25.0
1965	9	12,98,142	16,14,713	80.4	8,512	33,181	25.7
1966	8	10,76,654	13,49,163	79.8	6,953	28,241	24.6
1967	10	12,87,232	16,26,261	79.2	8,549	36,531	23.4
1968	10	14,50,790	15,87,460	91.4	16,830	38,908	43.3
1969	7	11,14,532	12,15,328	91.7	13,083	29,089	45.0
1970	5	7,05,057	7,29,686	96.6	10,190	20,793	49.0

Continued

ANNEXURE IV—(Contd.)

ANALYSIS OF COVERAGE OF INSURANCE ACCORDING TO THE SIZE OF THE BANKS

Commercial Banks including Regional Rural Banks (As on the last Fridays of December 1961 and September each of 1962 to 1978)

(Amounts in lakhs of rupees)

Category of banks and year	No. of banks	No. of fully pro- tected 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 :					Rs.	Rs.	
(iii) exceeding Rs. 25 crores but upto Rs. 50 crores							
1971	6	9,15,760	9,45,445	96.8	12,010	20,401	58.8
1972	6	10,82,799	11,15,684	97.1	13,730	20,973	65.5
1973	6	8,85,613	9,10,274	97.3	11,644	19,084	61.0
1974	10	16,38,098	16,84,237	97.3	18,635	32,709	57.0
1975	10	23,34,258	23,89,047	97.7	22,103	34,747	63.6
1976	15	38,71,363	39,07,420	99.1	43,087	56,921	75.7
1977	11	18,38,145	18,64,053	98.6	29,565	40,050	73.8
1978	10	16,80,502	17,04,266	98.6	26,788	36,468	73.5
(iv) exceeding Rs. 10 crores but upto Rs. 25 crores							
1961	11	9,51,626	11,30,263	84.2	4,952	17,871	27.7
1962	11	10,26,510	12,33,390	83.2	5,828	21,796	26.7
1963	12	9,89,313	12,25,841	80.7	6,286	24,696	25.5
1964	9	6,85,824	8,46,847	81.0	4,156	17,710	23.5
1965	7	3,81,855	4,90,263	77.9	2,719	12,343	22.0
1966	6	3,23,116	4,10,032	78.8	2,188	10,178	21.5
1967	8	5,66,097	6,94,121	81.6	3,395	10,513	32.3
1968	10	7,74,261	8,31,448	93.1	8,067	13,730	58.8
1969	13	10,67,445	11,44,792	93.2	10,929	19,644	55.6
1970	13	12,54,547	12,83,894	97.7	14,441	21,823	66.2
1971	10	9,31,616	9,56,736	97.2	11,456	17,177	66.6
1972	15	14,03,776	14,34,925	98.1	15,812	23,696	66.7
1973	17	16,67,301	17,09,905	97.5	19,605	27,637	70.9
1974	16	13,01,386	13,41,997	97.0	17,129	25,533	67.1
1975	14	14,73,068	15,15,055	97.2	17,731	27,935	63.5
1976	10	12,15,612	12,24,641	99.3	10,694	16,706	64.0
1977	11	13,17,086	13,27,435	99.2	10,728	17,656	60.8
1978	10	23,29,571	23,39,684	99.6	11,791	17,920	65.8
(v) exceeding Rs. 1 crore but upto Rs. 10 crores							
1961	45	8,80,365	10,55,542	83.4	4,775	15,521	30.8
1962	44	9,45,560	11,40,084	82.9	5,410	16,298	33.1
1963	42	8,07,526	9,72,810	83.0	4,616	15,063	30.6
1964	38	8,22,542	9,99,196	82.3	4,830	15,234	31.7
1965	45	10,04,606	12,13,486	82.8	5,747	17,408	33.0
1966	45	10,73,854	13,06,528	82.2	6,342	19,887	31.9
1967	40	9,05,355	11,06,705	81.8	5,361	17,871	30.0
1968	39	10,48,011	11,19,936	93.6	10,285	17,488	58.8
1969	35	9,29,054	9,95,473	93.3	9,466	16,428	57.6
1970	34	10,24,910	10,47,618	97.8	11,689	17,310	67.5
1971	32	11,04,493	11,33,702	97.4	13,027	18,190	71.6
1972	25	7,41,791	7,59,830	97.8	8,808	13,234	66.6
1973	19	5,58,930	5,73,337	97.5	6,475	9,460	68.5
1974	17	4,13,128	4,22,491	97.8	4,680	6,079	77.0
1975	17	5,38,678	5,51,045	97.8	5,800	7,740	74.9
1976	15	5,84,070	5,88,119	99.3	6,305	7,847	80.3
1977	13	4,98,739	5,01,791	99.4	5,222	6,492	80.4
1978	(1) 26 (14)	(23,358) 10,72,742 (5,88,968)	(23,385) 10,76,753 (5,89,593)	(99.9) 99.6 (99.9)	(116) 7,303 (1,742)	(119) 8,909 (2,057)	(97.8) 82.0 (84.7)

ANNEXURE IV—(Concl'd.)

ANALYSIS OF COVERAGE OF INSURANCE ACCORDING TO THE SIZE OF THE BANKS

Commercial Banks including Regional Rural Banks (As on the last Fridays of December 1961 and September each of 1962 to 1978)

(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 :					Rs.	Rs.	
(vi) Rs. 1 crore or less							
1961	214	3,60,052	4,18,117	86.1	1,756	3,763	46.7
1962	203	3,68,360	4,24,862	86.7	1,823	3,913	46.5
1963	191	3,36,401	3,88,630	86.6	1,582	3,360	47.1
1964	138	2,51,218	2,94,166	85.4	1,251	2,857	43.8
1965	43	1,28,655	1,51,076	85.2	642	1,483	43.3
1966	28	81,280	97,106	83.7	444	1,071	41.5
1967	19	60,923	71,581	85.1	296	754	39.2
1968	13	46,204	47,849	96.6	304	430	70.6
1969	12	50,092	51,886	96.5	341	473	72.2
1970	9	34,849	35,179	99.1	211	287	73.7
1971	8	31,684	31,989	99.3	198	266	74.3
1972	9	36,328	36,755	98.8	244	354	69.0
1973	9	46,392	46,952	98.8	314	425	74.0
1974	7	37,761	38,124	99.0	216	318	68.0
1975	6	11,874	12,078	98.3	100	228	44.1
1976	29	81,191	81,334	99.8	261	351	74.4
	(24)	(71,695)	(71,786)	(99.9)	(178)	(227)	(78.6)
1977	49	4,39,273	4,39,784	99.9	1,258	1,580	79.7
	(44)	(4,27,509)	(4,27,951)	(99.9)	(1,164)	(1,432)	(81.3)
1978	38	4,30,397	4,30,919	99.9	1,336	1,629	82.0
	(33)	(4,18,713)	(4,19,155)	(99.9)	(1,233)	(1,468)	(84.0)
Totals :							
1961	285	55,41,652	70,58,448	78.5	39,231	1,69,374	23.1
1962	273	59,77,420	77,03,548	77.6	44,800	1,89,527	23.6
1963	260	66,52,066	85,86,932	77.5	50,016	2,10,677	23.7
1964	204	76,26,226	98,37,176	77.5	57,436	2,43,728	23.6
1965	117	88,97,805	1,15,75,916	76.9	69,062	2,74,394	25.2
1966	103	1,03,64,153	1,35,63,618	76.4	82,429	3,23,631	25.5
1967	93	1,18,66,532	1,55,25,841	76.4	94,291	3,60,349	26.2
1968	88	1,59,52,273	1,75,47,550	90.9	2,02,278	4,01,187	50.4
1969	86	1,86,09,051	2,05,01,104	90.8	2,37,405	4,67,008	50.8
1970	83	2,30,38,555	2,39,78,702	96.1	3,41,065	5,44,790	62.6
1971	81	2,73,85,253	2,84,75,680	96.2	4,02,856	6,50,986	61.9
1972	82†	2,99,87,227	3,12,11,061	96.1	4,43,515	7,14,223	62.1
1973	81‡	3,59,87,839	3,75,70,956	95.8	5,57,780	8,76,010	63.7
1974	81	4,13,99,454	4,32,88,634	95.6	6,50,079	10,18,798	63.8
1975	79	5,20,54,623	5,47,22,561	95.1	8,45,694	12,90,043	65.6
1976	102	6,47,41,654	6,59,19,586	98.2	11,25,771	15,78,328	71.3
	(24)	(71,695)	(71,786)	(99.9)	(178)	(227)	(78.6)
1977	123	7,52,14,201	7,66,62,694	98.1	13,44,482	18,85,526	71.3
	(45)	(4,50,867)	(4,51,336)	(99.9)	(1,280)	(1,551)	(82.5)
1978*	125	8,19,88,146	8,35,15,083	98.2	14,52,144	20,42,749	71.1
	(47)	(10,07,681)	(10,08,748)	(99.9)	(2,975)	(3,525)	(84.4)

@ 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 Hindustan Mercantile Bank Ltd., which was subsequently deregistered in December 1973.

N. B. : Figures within the brackets relate to 24, 45 and 47 Regional Rural Banks, in 1976, 1977 and 1978 respectively.

ANNEXURE V

ANALYSIS OF COVERAGE OF INSURANCE OF THE CO-OPERATIVE BANKS AS ON THE
LAST FRIDAYS OF SEPTEMBER 1971 TO 1978

(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 to assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
A. According to size of the banks :					Rs	Rs	
Banks with deposits							
(i) exceeding Rs. 100 crores							
1971 to 1976	—	—	—	NIL	—	—	—
1977	1	1,70,495	1,75,204	97.3	3,987	12,817	31.1
1978	1	1,83,166	1,89,906	96.5	4,409	12,893	34.2
(ii) exceeding Rs. 50 crores but upto Rs. 100 crores							
1971 to 1972	—	—	—	NIL	—	—	—
1973	1	1,15,005	1,20,877	95.1	2,654	5,195	51.1
1974	1	1,21,135	1,28,180	94.5	2,830	6,143	46.1
1975	1	1,41,160	1,49,331	94.5	2,801	8,536	32.8
1976	1	1,57,448	1,61,784	97.3	4,299	9,891	43.5
1977	—	—	—	NIL	—	—	—
1978	—	—	—	NIL	—	—	—
(iii) exceeding Rs. 25 crores but upto Rs. 50 crores							
1971	1	93,301	98,278	94.6	1,823	4,529	40.3
1972	1	1,06,089	1,11,784	94.9	2,243	4,508	49.8
1973 to 1975	—	—	—	NIL	—	—	—
1976	1	1,24,773	1,26,766	98.4	2,068	2,577	80.3
1977	2	2,70,943	2,75,248	98.4	4,662	5,740	81.2
1978	3	5,17,477	5,24,649	98.6	7,998	9,904	80.8
(iv) exceeding Rs. 10 crores but upto Rs. 25 crores							
1971	2	1,19,223	1,26,615	94.2	1,758	2,371	74.2
1972	2	1,48,779	1,54,295	96.5	1,874	2,436	76.9
1973	4	4,11,393	4,21,205	97.7	3,576	5,811	61.5
1974	4	4,43,963	4,54,933	97.6	4,192	6,206	67.5
1975	9	8,12,501	8,38,530	96.9	8,031	13,558	59.2
1976	12	13,00,317	13,13,740	99.0	10,639	17,774	59.9
1977	12	13,63,210	13,73,465	99.3	10,537	19,186	54.9
1978	15	14,19,509	14,29,640	99.3	13,138	24,184	54.3
(v) exceeding Rs. 1 crore but upto 10 crores							
1971	54	13,96,648	14,19,649	98.6	10,441	15,712	66.5
1972	54	15,60,637	15,84,339	98.5	11,309	17,020	66.4
1973	57	22,66,585	22,97,607	98.6	13,824	19,765	69.9
1974	76	26,66,245	27,02,279	98.7	16,159	23,212	69.6
1975	100	32,87,324	33,26,721	98.8	18,245	27,239	67.0
1976	138	38,70,934	38,89,618	99.5	28,858	37,676	76.6
1977	174	49,46,820	49,72,162	99.5	37,846	50,183	75.4
1978	206	54,27,180	54,57,842	99.4	44,979	60,395	74.5
(vi) Rs. 1 crore or less							
1971	285	8,91,934	8,99,670	99.2	5,569	6,542	85.1
1972	290	9,93,298	10,02,825	99.1	6,601	7,565	87.2
1973	301	10,99,710	11,16,453	98.5	7,364	8,453	87.1
1974	284	10,60,646	10,71,826	99.0	6,822	8,055	84.7
1975	369	13,02,830	13,17,929	98.9	8,462	9,976	84.8
1976	432	16,07,777	16,13,506	99.6	11,109	12,541	88.6
1977	556	20,73,447	20,80,096	99.7	14,016	15,791	88.8
1978	531	20,10,259	20,16,621	99.7	14,186	15,822	89.7

ANNEXURE V—(Concl.)

ANALYSIS OF COVERAGE OF INSURANCE OF THE CO-OPERATIVE BANKS AS ON THE
LAST FRIDAYS OF SEPTEMBER 1971 TO 1978

(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 to assessable to premium	% of (6) to (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
					Rs	Rs	
TOTALS :							
1971	342	25,01,106	25,44,212	98.7	19,593	29,156	67.2
1972	347	28,08,803	28,53,243	98.4	22,029	31,531	69.9
1973	363	38,92,693	39,56,142	98.4	27,419	39,225	69.9
1974	365	42,91,989	43,57,218	98.5	30,005	43,618	68.8
1975	479	55,43,815	56,32,511	98.4	37,541	59,310	63.3
1976	584	70,61,249	71,05,414	99.4	56,974	80,460	70.8
1977	745	88,24,915	88,76,175	99.4	71,050	1,03,719	68.5
1978*	756	95,57,591	96,18,658	99.4	84,710	1,23,198	68.8
B. According to status of banks							
(i) State Co-operative Banks							
1971	4	1,25,630	1,31,504	95.5	2,231	6,092	36.6
1972	4	1,39,104	1,46,878	94.6	2,835	6,233	45.5
1973	4	1,54,040	1,61,121	95.6	3,145	6,919	45.5
1974	4	1,63,994	1,72,330	95.2	3,368	7,834	43.0
1975	7	2,10,584	2,24,405	93.8	4,129	13,000	31.8
1976	11	3,16,879	3,23,177	98.1	6,192	16,722	37.0
1977	12	3,79,310	3,86,611	98.1	6,423	22,517	28.5
1978	12	4,14,712	4,25,313	97.5	7,409	23,605	31.4
(ii) District Central Co-operative Banks							
1971	85	12,91,246	13,16,850	98.1	9,710	14,057	69.1
1972	88	14,23,147	14,45,539	98.5	10,158	14,721	69.0
1973	92	23,36,144	23,51,681	99.3	14,095	19,732	71.4
1974	95	27,01,011	27,35,968	98.7	15,185	21,602	70.3
1975	104	34,85,619	35,32,223	98.7	18,677	27,527	67.9
1976	145	42,98,378	43,24,932	99.4	29,567	39,771	74.3
1977	161	52,02,361	52,31,430	99.4	36,041	48,642	74.1
1978	167	53,01,494	53,33,198	99.4	40,721	57,567	70.7
(iii) Primary Co-operative Banks							
1971	253	10,84,230	10,95,858	98.9	7,650	9,006	84.9
1972	255	12,46,552	12,60,826	98.8	9,035	10,576	85.4
1973	267	14,02,509	14,43,340	97.2	10,179	12,573	81.0
1974	266	14,26,984	14,48,920	98.5	11,451	14,180	80.8
1975	368	18,47,612	18,75,883	98.5	14,733	18,781	78.5
1976	428	24,45,992	24,57,305	99.5	21,214	23,966	88.5
1977	572	32,43,244	32,58,134	99.5	28,585	32,558	87.8
1978	577	38,41,385	38,60,147	99.5	36,580	42,026	87.0
(iv) TOTALS :							
1971	342	25,01,106	25,44,212	98.7	19,593	29,156	67.2
1972	347	28,08,803	28,53,243	98.4	22,029	31,531	69.9
1973	363	38,92,693	39,56,142	98.4	27,419	39,225	69.9
1974	365	42,91,989	43,57,218	98.5	30,005	43,618	68.8
1975	479	55,43,815	56,32,511	98.4	37,541	59,310	63.3
1976	584	70,61,249	71,05,414	99.4	56,974	80,460	70.8
1977	745	88,24,915	88,76,175	99.4	71,050	1,03,719	68.5
1978*	756	95,57,591	96,18,658	99.4	84,710	1,23,198	68.8

* 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.

ANNEXURE VI
SECTOR-WISE ANALYSIS OF GUARANTEED ADVANCES

(in crores of rupees)

	As at the end of June						
	1972	1973	1974	1975	1976	1977	1978
I. Small Loans Guarantee Scheme, 1971	205.71	335.39	471.46	641.93	993.20	1,322.80	1,706.29
(i) Farmers and Agriculturists ..	134.67	220.88	306.71	432.18	650.18	845.64	1057.04
(ii) Transport Operators ..	28.29	40.96	58.58	80.17	149.91	202.25	282.66
(iii) Retail Traders	28.34	44.56	61.16	71.21	99.40	138.00	178.92
(iv) Professional and self employed persons	9.14	18.04	28.87	35.01	51.33	69.72	87.96
(v) Business Enterprises ..	5.27	10.58	15.00	19.33	31.90	46.83	68.07
(vi) Residual category of borrowers under Differential Interest Rates Scheme	—	0.37	1.14	4.03	10.48	20.36	31.64
II. Financial Corporations Guarantee Scheme, 1971 ..	2.56	2.78	2.87	2.97	5.25	7.57	8.66
(i) Transport Operators ..	2.35	2.59	2.68	2.71	5.01	6.95	7.97
(ii) Business Enterprises ..	0.21	0.19	0.19	0.26	0.24	0.62	0.69
III. Service Co-operative Societies Guarantee Scheme, 1971	0.12	0.58	0.75	0.18	0.29	0.34	0.22
TOTAL OF I, II AND III ..	208.39	338.75	475.08	645.08	998.74	1,330.71	1,715.17

ANNEXURE VII

STATE-WISE DISTRIBUTION OF CREDIT FACILITIES COVERED BY THE SMALL LOANS GUARANTEE SCHEME, 1971, AS AT THE END OF JUNE 1978

Sr. No.	Name of State	Amount (in crores of rupees)	Sr. No.	Name of State	Amount (in crores of rupees)
1.	Andhra Pradesh	217.11	13.	Nagaland	0.61
2.	Assam	21.04	14.	Orissa	33.50
3.	Bihar	86.28	15.	Punjab	84.40
4.	Gujarat	108.37	16.	Rajasthan	70.59
5.	Haryana	53.95	17.	Sikkim	0.04
6.	Himachal Pradesh	10.12	18.	Tamil Nadu	159.70
7.	Jammu & Kashmir	12.33	19.	Uttar Pradesh	158.83
8.	Karnataka	170.14	20.	West Bengal	96.50
9.	Kerala	75.20	21.	Union Territories	42.86
10.	Madhya Pradesh	94.91			
11.	Maharashtra	207.76			
12.	Meghalaya	2.05			
				Total	1,706.29

ANNEXURE VIII

LIST OF CREDIT INSTITUTIONS PARTICIPATING IN THE CORPORATION'S CREDIT GUARANTEE SCHEMES AS ON THE 31st DECEMBER 1978

I. Small Loans Guarantee Scheme, 1971

State Bank Group

1. State Bank of India
2. State Bank of Bikaner & Jaipur
3. State Bank of Hyderabad
4. State Bank of Indore
5. State Bank of Mysore
6. State Bank of Patiala
7. State Bank of Saurashtra
8. State Bank of Travancore

Nationalised Banks

9. Allahabad Bank
10. Bank of Baroda
11. Bank of India
12. Bank of Maharashtra
13. Canara Bank
14. Central Bank of India
15. Dena Bank
16. Indian Bank
17. Indian Overseas Bank
18. Punjab National Bank
19. Syndicate Bank
20. Union Bank of India
21. United Bank of India
22. United Commercial Bank

Foreign Banks

23. Algemene Bank Nederland N. V.
24. American Express International Banking Corporation
25. Bank of America National Trust & Savings Association
26. Bank of Tokyo Ltd.
27. Banque Nationale de Paris
28. British Bank of the Middle East
29. Chartered Bank
30. Citibank N. A.
31. Grindlays Bank Ltd.
32. Mercantile Bank Ltd.
33. Mitsui Bank Ltd.

Other Indian Scheduled Commercial Banks

34. Andhra Bank Ltd.
35. Bank of Cochin Ltd.
36. Bank of Karad Ltd.
37. Bank of Madura Ltd.
38. Bank of Rajasthan Ltd.
39. Bank of Thanjavur Ltd.
40. Bareilly Corporation (Bank) Ltd.
41. Benares State Bank Ltd.
42. Bharat Overseas Bank Ltd.
43. Catholic Syrian Bank Ltd.
44. Corporation Bank Ltd.
45. Federal Bank Ltd.
46. Hindustan Commercial Bank Ltd.
47. Jammu & Kashmir Bank Ltd.
48. Karnataka Bank Ltd.
49. Karur Vysya Bank Ltd.
50. Kumbakonam City Union Bank Ltd.

51. Lakshmi Commercial Bank Ltd.
52. Lakshmi Vilas Bank Ltd.
53. Lord Krishna Bank Ltd.
54. Miraj State Bank Ltd.
55. Nainital Bank Ltd.
56. Nedungadi Bank Ltd.
57. New Bank of India Ltd.
58. Oriental Bank of Commerce Ltd.
59. Punjab Co-operative Bank Ltd.
60. Punjab & Sind Bank Ltd.
61. Purbanchal Bank Ltd.
62. Ratnakar Bank Ltd.
63. Sangli Bank Ltd.
64. South India Bank Ltd. (Tinnevely)
65. South Indian Bank Ltd.
66. Tamilnad Mercantile Bank Ltd.
67. Traders' Bank Ltd.
68. United Industrial Bank Ltd.
69. United Western Bank Ltd.
70. Vijaya Bank Ltd.
71. Vysya Bank Ltd.

Regional Rural Banks

72. Bara Banki Gramin Bank
73. Ballia Kshetriya Gramin Bank
74. Bhagirath Gramin Bank
75. Bhojpur Rohtas Gramin Bank
76. Bilaspur Raipur Kshetriya Gramin Bank
77. Bolangir Anchalik Gramya Bank
78. Bundelkhand Kshetriya Gramin Bank
79. Cauvery Grammeena Bank
80. Champaran Kshetriya Gramin Bank
81. Cuttack Gramya Bank
82. Farrukhabad Gramin Bank
83. Gaur Gramin Bank
84. Gorakhpur Kshetriya Gramin Bank
85. Gurgaon Gramin Bank
86. Haryana Kshetriya Gramin Bank
87. Hardoi Unnao Gramin Bank
88. Himachal Gramin Bank
89. Jaipur Nagaur Aanchalik Gramin Bank
90. Jammu Rural Bank
91. Koraput Panchabati Gramya Bank
92. Kosi Kshetriya Gramin Bank
93. Kshetriya Gramin Bank, Hoshangabad
94. Magadh Gramin Bank
95. Malaprabha Grammeena Bank
96. Mallabhum Gramin Bank
97. Monghyr Kshetriya Gramin Bank
98. Marathwada Gramin Bank
99. Marwar Gramin Bank
100. Mayurakshi Gramin Bank
101. Nagarjuna Grammeena Bank
102. North Malabar Gramin Bank
103. Pandyan Grama Bank
104. Pragjyctish Gaonlie Bank
105. Prathama Bank
106. Puri Gramya Bank
107. Rae Bareli Kshetriya Gramin Bank
108. Rayalaseema Grammeena Bank
109. Rewa Sidhi Gramin Bank
110. Santhal Pargana Gramin Bank
111. Shekhawati Gramin Bank
112. South Malabar Gramin Bank
113. Sri Visakha Gramin Bank
114. Sultanpur Kshetriya Gramin Bank

Continued

ANNEXURE VIII—(Contd.)

115. Tripura Gramin Bank
116. Tungabhadra Gramin Bank
117. Uttar Banga Kshetriya Gramin Bank
118. Vaishali Kshetriya Gramin Bank

Non Scheduled Commercial Banks

119. Dhanalakshmi Bank Ltd.
120. Ganesh Bank of Kurundwad Ltd.
121. Parur Central Bank Ltd.
122. Kashi Nath Seth Bank Ltd.

II. Financial Corporations Guarantee Scheme, 1971

1. Andhra Pradesh State Financial Corporation
2. Assam Financial Corporation
3. Bihar State Financial Corporation
4. Delhi Financial Corporation
5. Gujarat State Financial Corporation
6. Haryana Financial Corporation
7. Himachal Pradesh Financial Corporation
8. Jammu & Kashmir State Financial Corporation
9. Kerala Financial Corporation
10. Madhya Pradesh Financial Corporation
11. Maharashtra State Financial Corporation
12. Karnataka State Financial Corporation
13. Orissa State Financial Corporation
14. Punjab Financial Corporation
15. Rajasthan Financial Corporation
16. Tamilnadu Industrial Investment Corporation Ltd.
17. Uttar Pradesh Financial Corporation
18. West Bengal Financial Corporation

III. Service Co-operative Societies Guarantee Scheme, 1971

State Bank Group

1. State Bank of India
2. State Bank of Bikaner & Jaipur
3. State Bank of Hyderabad
4. State Bank of Indore
5. State Bank of Mysore
6. State Bank of Patiala
7. State Bank of Saurashtra
8. State Bank of Travancore

Nationalised Banks

9. Allahabad Bank
10. Bank of Baroda
11. Bank of India
12. Bank of Maharashtra
13. Canara Bank
14. Central Bank of India
15. Dena Bank
16. Indian Bank
17. Indian Overseas Bank
18. Punjab National Bank
19. Syndicate Bank
20. Union Bank of India
21. United Bank of India
22. United Commercial Bank

Foreign Banks

23. American Express International Banking Corporation
24. Bank of America National Trust & Savings Association
25. British Bank of the Middle East
26. Citibank N. A.
27. Mitsui Bank Ltd.

Other Indian Scheduled Commercial Banks

28. Andhra Bank Ltd.
29. Bank of Karad Ltd.
30. Bank of Madura Ltd.
31. Bank of Rajasthan Ltd.
32. Bank of Thanjavur Ltd.
33. Bareilly Corporation (Bank) Ltd.
34. Benares State Bank Ltd.
35. Bharat Overseas Bank Ltd.
36. Catholic Syrian Bank Ltd.
37. Corporation Bank Ltd.
38. Federal Bank Ltd.
39. Hindustan Commercial Bank Ltd.
40. Jammu & Kashmir Bank Ltd.
41. Karnataka Bank Ltd.
42. Karur Vysya Bank Ltd.
43. Kumbakonam City Union Bank Ltd.
44. Lakshmi Commercial Bank Ltd.
45. Lakshmi Vilas Bank Ltd.
46. Lord Krishna Bank Ltd.
47. Miraj State Bank Ltd.
48. Nedungadi Bank Ltd.
49. New Bank of India Ltd.
50. Oriental Bank of Commerce Ltd
51. Punjab & Sind Bank Ltd.
52. Purbanchal Bank Ltd.
53. Ratnakar Bank Ltd.
54. Sangli Bank Ltd.
55. South India Bank Ltd. (Tinnevely)
56. South Indian Bank Ltd.
57. Tamilnad Mercantile Bank Ltd.
58. Traders' Bank Ltd.
59. United Industrial Bank Ltd.
60. United Western Bank Ltd.
61. Vijaya Bank Ltd.

Regional Rural Banks

62. Bhojpur Rohtas Gramin Bank
63. Bilaspur Raipur Kshetriya Gramin Bank
64. Bolangir Anchalik Gramya Bank
65. Cauvery Grameena Bank
66. Cuttack Gramya Bank
67. Gorakhpur Kshetriya Gramin Bank
68. Gurgaon Gramin Bank
69. Haryana Kshetriya Gramin Bank
70. Himachal Gramin Bank
71. Jaipur Nagaur Aanchalik Gramin Bank
72. Kosi Kshetriya Gramin Bank
73. Koraput Panchabati Gramya Bank
74. Kshetriya Gramin Bank, Hoshangabad
75. Marathwada Gramin Bank
76. Mayurakshi Gramin Bank
77. Monghyr Kshetriya Gramin Bank
78. Nagarjuna Grameena Bank
79. Pandyan Grama Bank
80. Pragjyotish Gaonlia Bank
81. Puri Gramya Bank
82. Rayalaseema Grameena Bank
83. Tungabhadra Gramin Bank
84. Uttar Banga Kshetriya Gramin Bank
85. North Malabar Grameena Bank

Continued

ANNEXURE VIII—(Concl'd.)

Co-operative Banks

Andhra Pradesh

- 86. Adilabad Jila Kendra Sahakari Bank Ltd.
- 87. Bhongir Co-operative Central Bank Ltd.
- 88. Chittoor District Co-operative Central Bank Ltd.
- 89. Co-operative Central Bank Ltd. Nellore
- 90. Co-operative Central Bank Ltd. Vizianagaram
- 91. Khammam District Co-operative Central Bank Ltd.
- 92. Kurnool District Co-operative Central Bank Ltd.

Jammu & Kashmir

- 93. Jammu Central Co-operative Bank Ltd.
- 94. Jammu & Kashmir State Co-operative Bank Ltd.

Karnataka

- 95. Kanara District Central Co-operative Bank Ltd.

Kerala

- 96. Malabar Co-operative Central Bank Ltd.

Madhya Pradesh

- 97. Bastar Central Co-operative Bank Ltd.
- 98. Bishnudatta Co-operative Central Bank Ltd.
- 99. Mandla District Co-operative Central Bank Ltd.
- 100. Raigarh Co-operative Central Bank Ltd.
- 101. Raipur Co-operative Central Bank Ltd.
- 102. Shujalpur Central Co-operative Bank Ltd.

Maharashtra

- 103. Ahmednagar District Central Co-operative Bank Ltd.
- 104. Aurangabad District Central Co-operative Bank Ltd.
- 105. Bhir District Central Co-operative Bank Ltd.
- 106. Buldana District Central Co-operative Bank Ltd.
- 107. Dhulia District Central Co-operative Bank Ltd.
- 108. Kolhapur District Central Co-operative Bank Ltd.
- 109. Maharashtra State Co-operative Bank Ltd.
- 110. Nagar District Urban Central Co-operative Bank Ltd.
- 111. Ratnagiri District Central Co-operative Bank Ltd.
- 112. Sholapur District Industrial Co-operative Bank Ltd.
- 113. Yeotmal District Central Co-operative Bank Ltd.

Rajasthan

- 114. Bharatpur Central Co-operative Bank Ltd.
- 115. Chittorgarh Kendriya Sahakari Bank Ltd.

ANNEXURE IX

SECTOR-WISE BREAK-UP OF CLAIMS

(Amounts in lakhs of rupees)

Category of borrowers	Total claims received upto 31st December 1977		Claims received during 1978		Total	
	No.	Amount	No.	Amount	No.	Amount
	1	2	3	4	5	6
Farmers and Agriculturists	14,056	432.01	17,614	481.28	31,670	913.29
Transport Operators	1,295	128.78	2,120	237.50	3,415	366.28
Retail Traders	3,268	64.42	5,399	97.72	8,667	162.14
Professional and self-employed persons ..	2,298	30.36	3,859	44.86	6,157	75.22
Business Enterprises	656	13.59	906	14.79	1,562	28.38
Residual category of borrowers under Differential Rates of Interest Scheme	65	0.22	27	0.13	92	0.35
Total ..	21,638	669.38	29,925	876.28	51,563	1545.66

ANNEXURE X

STATEMENT SHOWING RECEIPT AND DISPOSAL OF CLAIMS

(Amounts in lakhs of rupees)

Period	Claims Received		Claims Disposed of	
	No.	Amount	No.	Amount
Upto the end of 1974	1,037	32.87	121	4.09
During 1975	1,738	60.16	294	7.05
During 1976	4,031	134.81	2,114	59.06
During 1977	14,832	441.54	9,881	259.87
	21,638	669.38	12,410	330.07
During 1978	29,925	876.28	14,623	334.18
Total :	51,563	1,545.66	27,033*	664.25

Period	Of the claims disposed of					
	Claims paid		Claims withdrawn		Claims rejected	
	No.	Amount	No.	Amount	No.	Amount
Upto the end of .. 1974	31	1.19	62	1.36	28	1.54
During 1975	179	4.26	67	1.09	48	1.70
During 1976	1,927	52.24	101	3.47	86	3.35
During 1977	9,469	236.10	193	7.39	219	16.38
	11,606	293.79	423	13.31	381	22.97
During 1978	13,825	302.99	407	7.05	391	24.14
Total :	25,431	596.78	830	20.36	772	47.11

* Besides, claims numbering 10,110 have been scrutinised and certain clarifications/additional information have been sought from the claimants.

ANNEXURE XI

DEPOSIT INSURANCE FUND ATTRIBUTABLE TO CO-OPERATIVE BANKS AS ON THE 31st DECEMBER 1978

	Rs.	Rs.
1. Deposit Insurance Fund		
Balance at the beginning of the year		1,57,63,866
2. Add : (i) Net premium receipts from co-operative banks during the year (including interest)	52,03,948	
(ii) Income from investments of the Fund attributable to co-operative banks on a notional basis	1,62,653	53,66,601
Balance at the end of the year 1978		2,11,30,467

Investment of the Fund (on a notional basis)

	Rs.
Face value	2,01,38,000
Book value	2,01,75,979
Market value	1,99,39,054
Depreciation	2,36,925

ANNEXURE XII

DEPOSIT INSURANCE FUND

STATEMENT OF INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES
AS ON 31st DECEMBER 1978

Particulars	Face value		Book value		Market rate§	Market value	
	Rs.	P.	Rs.	P.	%	Rs.	P.
4 $\frac{3}{4}$ % Loan 1979	9,80,000.00		9,68,309.78		99.70	9,77,060.00	
5% Loan 1984	38,60,000.00		37,42,270.00		97.50*	37,63,500.00	
5 $\frac{1}{2}$ % Loan 1985	12,08,22,200.00		11,87,20,248.82		99.15	11,97,95,211.30	
4 $\frac{1}{2}$ % Loan 1986	2,68,96,900.00		2,65,60,688.75		92.60	2,49,06,529.40	
5 $\frac{1}{2}$ % Loan 1990	1,70,000.00		1,70,510.00		95.65	1,62,605.00	
6% Loan 1993	7,24,11,000.00		7,20,12,739.50		99.40@	7,19,76,534.00	
6% Loan 1994	84,80,000.00		83,81,280.00		98.15	83,23,120.00	
6 $\frac{1}{4}$ % Loan 1998	2,85,50,000.00		2,86,21,375.00		98.85	2,82,21,675.00	
5 $\frac{1}{2}$ % Loan 2000	14,95,74,700.00		14,91,58,587.35		89.30	13,35,70,207.10	
5 $\frac{3}{4}$ % Loan 2001	2,21,90,000.00		2,22,23,285.00		91.55	2,03,14,945.00	
5 $\frac{3}{4}$ % NDL 2001	2,02,53,400.00		2,02,83,735.10		91.10£	1,84,50,847.40	
6 $\frac{1}{2}$ % Loan 2001	31,80,000.00		31,83,180.00		100.25&	31,87,950.00	
5 $\frac{3}{4}$ % Loan 2002	4,50,80,000.00		4,51,24,700.00		90.80	4,09,32,640.00	
5 $\frac{3}{4}$ % Loan 2003	6,27,13,000.00		6,15,09,608.50		91.75**	5,75,39,177.50	
6 $\frac{1}{2}$ % Loan 2004	9,26,14,000.00		9,27,91,821.00		99.85@@	9,24,75,079.00	
6 $\frac{1}{2}$ % Loan 2005	5,94,75,000.00		5,97,98,315.00		97.90	5,82,26,025.00	
6 $\frac{3}{4}$ % Loan 2006	6,24,25,000.00		6,25,10,745.00		100.75@@	6,28,93,187.50	
6 $\frac{3}{4}$ % Loan 2007	57,10,000.00		57,14,100.00		100.15	57,18,565.00	
	78,53,85,200.00		78,14,75,498.80			75,14,34,858.20	
Treasury Bills	19,75,000.00		19,52,287.50			19,52,287.50	
	78,73,60,200.00		78,34,27,786.30			75,33,87,145.70	

§ — As on 24-11-1978 — RBI List
 * — As on 22-12-1978
 @ — As on 4-1-1979
 & — As on 2-1-1979
 ** — As on 7-12-1978
 @@ — As on 9-1-1979
 £ — As on 2-8-1978

} Market quotations
 — RBI List (Market quotation (90.75) relates to 29-6-1978)

Depreciation in the market value of investments Rs. 3,00,40,640.60
 Existing provision Rs. 3,16,00,000.00

ANNEXURE XIII

CLAIMS PAID OR PROVIDED FOR AND REIMBURSEMENTS RECEIVED AS ON 31st DECEMBER 1978

Commercial and Co-operative Banks whose claims were met

(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
I. Commercial Banks				
<i>(i) Particulars relating to banks in respect of which the Corporation has been reimbursed in full :</i>				
1963				
*1.	Bank of China, Calcutta	9.25	9.25	—
1965				
*2.	Shree Jadeya Shankarling Bank Ltd., Bijapur	0.12	0.12	—
Total 'A'		9.37	9.37	
<i>(ii) Particulars relating to banks in respect of which the Corporation has not been reimbursed in full :</i>				
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
1964				
*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	7.34	3.26	4.08
1965				
N i l				
1966				
*10.	National Bank of Pakistan, Calcutta	0.99	0.88	0.11
*11.	Habib Bank Ltd., Bombay	(0.85)	16.78	(0.85)
1967 and 1968		(1.18)		0.48
N i l				
1969				
*12.	Chawla Bank Ltd., Dehra Dun	0.18	—	0.18
1970				
*13.	Bank of Behar Ltd., Patna	46.32	33.04	13.28
*14.	National Bank of Lahore Ltd., Delhi	9.69	—	9.69
1971 to 1978				
NIL				
Total 'B'		103.65	63.35	40.30
		(2.03)		(2.03)
Total 'A' + 'B'		113.02	72.72	40.30
		(2.03)		(2.03)

ANNEXURE XIII—(Concl.)

(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
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
@16.	Malvan Co-operative Urban Bank Ltd., Malvan ..	1.86	—	1.86
@17.	Ghatkopar Janata Sahakari Bank Ltd., Bombay ..	2.76	—	2.76
@18.	Bombay Peoples' Co-operative Bank Ltd., Bombay ..	10.88	—	10.88
@19.	Aarey Milk Colony Co-operative Bank Ltd., Bombay	0.60	—	0.60
*20.	Ratnagiri Urban Co-operative Bank Ltd., Ratnagiri ..	44.62	—	44.62
	Total 'C' :	66.45	—	66.45
	Total 'A' + 'B' + 'C'	179.47 (2.03)	72.72	106.75 (2.03)

Co-operative Banks which have been amalgamated with some other banks and whose claims have not yet been met

Sr. No.	Name of the Bank	Date of amalgamation	Net deposits	Corporation's liability	Provision made
*21.	Vishwakarma Co-operative Bank Ltd. ..	25- 8-1978	20.43	12.47	12.47
*22.	Prabhadevi Janata Sahakari Bank Ltd...	25- 8-1978	10.63	7.24	7.24
*23.	Kalavihar Co-operative Bank Ltd. ..	23-12-1978	22.47	22.47	22.47

† Licence to carry on banking business cancelled by the 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.

ANNEXURE XIV
CREDIT GUARANTEE FUND
STATEMENT OF INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES AS ON THE 31st DECEMBER 1978

Particulars	Face value		Book value		Market rate\$	Market value	
	Rs.	P.	Rs.	P.	%	Rs.	P.
1. 5½% Loan 2002	1,10,45,000.00		1,10,55,810.00		90.80	1,00,28,860.00	
2. 5½% Loan 2003	3,26,55,000.00		3,17,42,992.50		91.75**	2,99,60,962.50	
3. 6½% Loan 2000	1,26,50,000.00		1,27,76,500.00		101.50++	1,28,39,750.00	
4. 6½% Loan 2002	3,36,85,800.00		3,37,86,857.40		99.75	3,36,01,585.50	
5. 6½% Loan 2003	2,66,00,000.00		2,66,39,900.00		99.15	2,63,73,900.00	
6. 6½% Loan 2005	3,00,00,000.00		3,01,80,000.00		97.90	2,93,70,000.00	
7. 6% Loan 1994	1,26,50,000.00		1,25,10,850.00		98.15	1,24,15,975.00	
8. 6½% Loan 2004	2,80,00,000.00		2,80,85,500.00		99.85@@	2,79,58,000.00	
9. 5½% Loan 2001	2,44,13,000.00		2,44,49,619.50		91.55	2,23,50,101.50	
10. 6½% Loan 1998	1,48,01,000.00		1,48,38,002.50		98.85	1,46,30,788.50	
11. 6½% Loan 2006	2,42,00,000.00		2,42,42,400.00		100.75	2,43,81,500.00	
12. 6½% Loan 2001	75,00,000.00		75,07,500.00		100.25†	75,18,750.00	
Total	25,81,99,800.00		25,78,15,931.90			25,14,30,173.00	
13. Treasury Bills	89,50,000.00		88,47,075.00			88,47,075.00	
	26,71,49,800.00		26,66,63,006.90			26,02,77,248.00	

\$ — As on 24-11-1978 — RBI list
 ** — As on 7-12-1978
 ++ — As on 23-12-1978 } Market quotations
 † — As on 2-1-1979
 @@ — As on 9-1-1979

Depreciation in the market value of investments Rs. 63,85,758.90
 Existing provision Rs. 65,00,000.00

ANNEXURE XV
GENERAL FUND

STATEMENT OF INVESTMENTS IN CENTRAL GOVERNMENT SECURITIES AS ON THE 31st DECEMBER 1978

Particulars	Face value		Book value		Market rate\$	Market value	
	Rs.	P.	Rs.	P.	%	Rs.	P.
1. 4½% Loan 1989	2,20,000.00		2,19,125.00		91.00*	2,00,200.00	
2. 5½% Loan 1991	1,10,000.00		1,09,012.50		95.25	1,04,775.00	
3. 5½% Loan 1999	30,91,400.00		30,99,248.50		90.10+	27,85,351.40	
4. 5½% Loan 2000	3,05,000.00		3,04,130.00		89.30	2,72,365.00	
5. 5½% Loan 2001	11,25,000.00		11,25,075.00		91.55	10,29,937.50	
6. 5½% N.D.L. 2001	51,53,700.00		51,61,430.55		91.10£	46,95,020.70	
7. 5½% Loan 2002	5,54,900.00		5,55,349.90		90.80	5,03,849.20	
8. 5½% Loan 2003	3,10,000.00		3,07,705.00		91.75**	2,84,425.00	
9. 6% Loan 1994	1,20,000.00		1,18,680.00		98.15	1,17,780.00	
10. 6% Loan 1993	85,000.00		84,532.50		99.40@	84,490.00	
11. 6½% Loan 2004	1,20,49,400.00		1,20,67,474.10		99.85@@	1,20,31,325.90	
12. 6½% Loan 1998	1,20,000.00		1,20,300.00		98.85	1,18,620.00	
13. 6½% Loan 2006	6,14,60,900.00		6,15,24,060.90		100.75@@	6,19,21,856.75	
14. 6½% Loan 2002	1,90,12,200.00		1,90,69,236.60		99.75	1,89,64,669.50	
Total :	10,37,17,500.00		10,38,65,360.55			10,31,14,665.95	
Treasury Billis	15,75,000.00		15,56,887.50			15,56,887.50	
	10,52,92,500.00		10,54,22,248.05			10,46,71,553.45	

\$ As on 24-11-78 — RBI list
 * As on 6-12-78
 + As on 5-1-79
 ** As on 7-12-78 } Market quotations
 @ As on 4-1-79
 @@ As on 9-1-79
 £ As on 2-8-78

— RBI list (market quotations (90.75) relats to 29-6-1978)

Depreciation in the market value of investments Rs. 7,50,694.60
 Existing provision Rs. 18,00,000.00

**Balance Sheet
Revenue Account
And
Auditors' Report**

ACCOUNTS

DEPOSIT INSURANCE AND

(Established under the Deposit Insurance and Credit

Balance Sheet as at the close of

I—DEPOSIT INSURANCE FUND

Previous Year		LIABILITIES	Deposit Insurance Fund		Credit Guarantee Fund	
Deposit Insurance Fund	Credit Guarantee Fund@					
Rs	Rs		Rs	Rs	Rs	Rs
51,26,74,723	—	1. Fund :				
		Balance at the beginning of the year ..	62,72,12,891		*20,69,68,921	
11,45,38,168	—	<i>Add :</i> Not accretion to the Fund during the year transferred from the Revenue Account	13,15,51,381		5,96,07,784	
62,72,12,891			75,87,64,272		26,65,76,705	
—	—	<i>Deduct :</i> Deficit during the year transferred from the Revenue Account	—		—	
62,72,12,891		Balance at the end of the year ..		75,87,64,272		26,65,76,705
3,16,00,000	—	2. Investment Reserve :				
		Balance at the beginning of the year ..	3,16,00,000		*55,00,000	
—	—	<i>Add :</i> Amount provided for during the year ..	—		10,00,000	
3,16,00,000	—	Balance at the end of the year ..		3,16,00,000		65,00,000
—	—	3. Advance from the Reserve Bank of India (Section 26 of the Deposit Insurance and Credit Guarantee Corporation Act 1961)	—	—	—	—
—	—	4. Advance from the Deposit Insurance Fund/Credit Guarantee Fund (Section 25A of the Deposit Insurance and Credit Guarantee Corporation Act, 1961) ..	—	—	—	—
—	—	5. Advance from the Deposit Insurance Fund/Credit Guarantee Fund/General Fund (Section 27 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—	—	—
5,15,088	—	6. Insured deposits remaining unclaimed (per contra) as per Annexure II ..		5,50,352	—	—
65,93,27,979		Carried forward ..		79,09,14,624		27,30,76,705

* As on the 15th July 1978, the date on which the Credit Guarantee Fund was constituted by transfer/allocation of the relative balances from the Credit Guarantee Corporation of India Ltd.

CREDIT GUARANTEE CORPORATION

Guarantee Corporation Act, 1961)—Regulation 18—Form 'A'

business on the 31st December 1978

AND CREDIT GUARANTEE FUND

Previous Year		ASSETS	Deposit Insurance Fund		Credit Guarantee Fund									
Deposit Insurance Fund	Credit Guarantee Fund@													
Rs	Rs		Rs	Rs	Rs	Rs								
47,812	—	1. Balance with the Reserve Bank of India	67,726		18,01,745									
64,89,39,964	—	2. Investments in Central Government Securities (At cost)	78,34,27,786		26,66,63,007									
		<table border="0" style="width: 100%;"> <tr> <td style="width: 50%; text-align: center;">Deposit Insurance Fund</td> <td style="width: 50%; text-align: center;">Credit Guarantee Fund</td> </tr> <tr> <td style="text-align: center;">Rs</td> <td style="text-align: center;">Rs</td> </tr> <tr> <td>Face value : 78,73,60,200</td> <td>26,71,49,800</td> </tr> <tr> <td>Market value : 75,33,87,146</td> <td>26,02,77,248</td> </tr> </table>	Deposit Insurance Fund	Credit Guarantee Fund	Rs	Rs	Face value : 78,73,60,200	26,71,49,800	Market value : 75,33,87,146	26,02,77,248				
Deposit Insurance Fund	Credit Guarantee Fund													
Rs	Rs													
Face value : 78,73,60,200	26,71,49,800													
Market value : 75,33,87,146	26,02,77,248													
1,02,44,143	—	3. Interest accrued on investments ..	1,18,61,923		45,23,768									
—	—	4. Advance to the Deposit Insurance Fund/ Credit Guarantee Fund (Section 25A of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—	—	—								
—	—	5. Advance to the Deposit Insurance Fund/ Credit Guarantee Fund (Section 27 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—	—	—								
1,18,23,128	—	6. Subrogated claims of depositors in respect of insured deposits already paid ..	1,73,96,747		—	—								
		<i>Less :</i>												
68,46,582	—	Reimbursements received :	68,45,082		—	—								
49,76,546			1,05,51,665											
		<i>Less :</i>												
38,67,857	—	Provision for estimated insurance losses (as per Annexure I)	93,48,607	12,03,058	—	—								
11,08,689														
66,03,40,608		Carried forward ..	79,65,60,493		27,29,88,520									

(Continued)

DEPOSIT INSURANCE AND

(Established under the Deposit Insurance and Credit

Balance Sheet as at the close of

I—DEPOSIT INSURANCE FUND

Previous Year		LIABILITIES	Deposit Insurance Fund		Credit Guarantee Fund	
Deposit Insurance Fund	Credit Guarantee Fund@		Rs	Rs	Rs	Rs
Rs	Rs					
65,93,27,979		Brought forward ..	—	79,09,14,624	—	27,30,76,705
3,47,000	—	7. Insured deposits in banks whose registration as insured banks has been cancelled (per contra)		42,18,000	—	—
		8. Other Liabilities :				
7,29,117	—	Premium Suspense		15,99,922	—	—
—	—	Sundry Creditors		—		15,45,005
<u>66,04,04,096</u>	<u>—</u>			<u>79,67,32,546</u>		<u>27,46,21,710</u>

Note :-Guarantee claims pending settlement for which no separate provision has been made in the accounts : Rs. 8,62,20,547/-.
As per our report of even date attached.

K. S. KRISHNASWAMY
Chairman

DALAL & SHAH
Chartered Accountants

C. S. SUBRAMANIAM
General Manager

W. S. TAMBE
Director

J. C. ROY
Director

Bombay, dated the 29th March 1979.

CREDIT GUARANTEE CORPORATION

Guarantee Corporation Act, 1961)—Regulation 18—Form 'A'
business on the 31st December 1978—(Concl'd.)

AND CREDIT GUARANTEE FUND

Previous Year		ASSETS	Deposit Insurance Fund		Credit Guarantee Fund	
Deposit Insurance Fund	Credit Guarantee Fund [@]					
Rs	Rs		Rs	Rs	Rs	Rs
66,03,40,608		Brought forward ..	79,65,60,493		27,29,88,520	
5,15,088	—	7. (a) Subrogated claims of depositors in respect of insured deposits remaining unclaimed (per contra)	5,50,352		—	—
4,26,851	—	Less :				
88,237	—	Reimbursements received to date ..	4,27,106		—	—
3,47,000	—	(b) Subrogated claims of depositors in respect of insured deposits in banks whose registration as insured banks has been cancelled (per contra)	1,23,246		—	—
4,35,237	—		42,18,000		—	—
4,09,980	—	Less :	43,41,246			
25,257	—	Provision for estimated insurance losses	43,10,535		—	—
				30,711		
		8. Other Assets				
24,629	—	(i) Outstanding premium due from banks	1,20,220		—	—
4,139	—	(ii) Outstanding interest on overdue premium due from banks ..	11,659		—	—
9,463	—	(iii) Amount paid towards claims remaining undisbursed with the liquidator of a bank	9,463		—	—
—	—	(iv) Sundry Debtors	—		16,33,190	
38,231	—			1,41,342		16,33,190
66,04,04,096	—			79,67,32,546		27,46,21,710

[@] The Fund commenced on 15th July 1978, hence no figures for the previous year.

J. R. JOSHI
Director

P. N. SHAH
Director

L. P. BHARGAVA
Director

A. GHOSH
Director

P. F. GUTTA
Director

DEPOSIT INSURANCE AND

(Form

I—Revenue Account—Deposit Insurance Fund
and Credit Guarantee Fund for the period

Previous year		EXPENDITURE	Deposit Insurance Fund	Credit Guarantee Fund
Deposit Insurance Fund	Credit Guarantee Fund		Rs	Rs
Rs	Rs		Rs	Rs
—	—	To Deposit Insurance Losses :		
42,77,837	—	(a) Claims written off during the year	—	—
		(b) Provision for estimated losses as at the end of the year ..	1,36,59,142	—
		Less :		
41,43,333	—	(c) Provision for estimated losses at the beginning of the year ..	42,77,837	—
1,34,504			93,81,305	
		Add :		
—	—	(d) Excess provision written back (per contra)	—	—
—	—	To Claims paid in respect of guarantees	—	1,61,43,511
—	—	To Additional provision made during the year for depreciation in investments	—	10,00,000
—	—	To Interest on advance from Reserve Bank of India (Section 26 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—
—	—	To Interest on advance from the Deposit Insurance Fund/Credit Guarantee Fund (Section 25A of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—
—	—	To Interest on advance from the Deposit Insurance Fund/Credit Guarantee Fund/General Fund (Section 27 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961)	—	—
11,45,38,168	—	To Net accretion transferred to the Fund	13,15,51,381	5,96,07,784
11,46,72,672	—		14,09,32,686	7,67,51,295

Note :- Claims paid in respect of guarantees are debited to the Credit Guarantee Fund—Revenue Account as and when they are settled and paid.

As per our report of even date attached.

DALAL & SHAH
Chartered Accountants

C. S. SUBRAMANIAM
General Manager

K. S. KRISHNASWAMY
Chairman

W. S. TAMBE
Director

J. C. ROY
Director

Bombay, dated the 29th March 1979.

CREDIT GUARANTEE CORPORATION

'B')
 for the year ended the 31st December 1978
 from 15th July 1978 to the 31st December 1978

Previous year		INCOME	Deposit Insurance Fund	Credit Guarantee Fund
Rs	Rs		Rs	Rs
8,04,78,381	—		By Deposit Insurance Premium (including interest on overdue premium)	9,86,99,690
—	—	By Excess provision for deposit insurance losses (per contra)		
—	—	Traceable depositors	—	—
		Untraceable depositors	—	—
—	—	By Guarantee fees (including interest on overdue guarantee fee) ..	—	6,42,87,825
—	—	By Recoveries in respect of guarantee claims paid	—	17,69,178
3,41,94,291	—	By Income from investments	4,22,32,996	1,06,94,292
—	—	By Net deficit transferred to the Fund	—	—
11,46,72,672	—		14,09,32,686	7,67,51,295

NOTE : The accounts of the Credit Guarantee Corporation of India Ltd., were made up on a cash basis and the Assets and Liabilities of that Corporation have been incorporated in the Accounts on the basis of the Trial Balance prepared on cash basis as on 14th July, 1978 and audited by its Auditors. The Income and Expenditure for the period upto 14th July, 1978 not accounted for by the above referred Corporation have been accounted for in the Books of Deposit Insurance and Credit Guarantee Corporation and are therefore included in the Revenue Accounts of the Credit Guarantee Fund and General Fund.
 @ The Fund commenced on 15th July 1978; hence no figures for the previous year.

J. R. JOSHI Director P. N. SHAH Director L. P. BHARGAVA Director A. GHOSH Director P. F. GUTTA Director

DEPOSIT INSURANCE AND

(Established under the Deposit Insurance

Regulation 18

Balance Sheet as at the close of

II—GENERAL

Previous year	LIABILITIES			
Rs		Rs	Rs	Rs
	1. Capital :			
2,00,00,000	Provided by the Reserve Bank of India under Section 4 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961 ..			10,00,00,000
	2. Reserves :			
21,26,010	General Reserve Balance at the beginning of the year ..	22,74,723		
—	Add : General Reserve transferred from Credit Guarantee Corporation of India Ltd.	4,299		
1,48,713	Add : Surplus transferred from the Revenue Account	16,52,673		
22,74,723			39,31,695	
	Investment Reserve :			
	Balance at the beginning of the year ..	13,00,000		
	Add : Investment Reserve transferred from Credit Guarantee Corporation of India Ltd.	5,00,000		
13,00,000	Add : Amount provided for during the year ..	—		
35,74,723			18,00,000	
	Other Reserves		—	
				57,31,695
	3. Current Liabilities and Provisions :			
11,965	Staff Provident Fund		32,529	
1,05,928	Staff Gratuity Fund		3,24,958	
95,101	Other Liabilities : Staff Leave/Retirement Fare Concession ..		2,48,792	
79,681	Outstanding expenses		4,57,424	
8,407	Sundry Creditors		45,757	
3,01,082				11,09,460
2,38,75,805				10,68,41,155

As per our report of even date attached.

DALAL & SHAH
Chartered Accountants

C. S. SUBRAMANIAM
General Manager

W. S. TAMBE
Director

J. C. ROY
Director

K. S. KRISHNASWAMY
Chairman

Bombay, dated the 29th March 1979.

CREDIT GUARANTEE CORPORATION

and Credit Guarantee Corporation Act, 1961)

— Form 'A'

business on the 31st December 1978

FUND

Previous year Rs	ASSETS	Rs	Rs
316	1. Cash :		
25,592	(i) In hand	940	
25,908	(ii) With the Reserve Bank of India	68,004	68,944
2,36,67,463	2. Investments in Central Government Securities (At cost)		10,54,22,248
	(Face value : Rs. 10,52,92,500)		
	(Market value : Rs. 10,46,71,553)		
1,28,703	3. Interest accrued on Investments		9,22,213
—	4. Advance to the Deposit Insurance Fund/Credit Guarantee Fund, if any (vide Section 27 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961).	—	—
	5. Other Assets :		
40,594	Furniture, Fixtures and Equipment less Depreciation	2,02,012	
11,544	Stock of Stationery	15,254	
1,593	Pre-paid expenses	1,464	
—	Sundry Debtors	2,09,020	4,27,750
53,731			
2,38,75,805			10,68,41,155

J. R. JOSHI
Director

P. N. SHAH
Director

L. P. BHARGAVA
Director

A. GHOSH
Director

P. F. GUTTA
Director

DEPOSIT INSURANCE AND

(Form

II—Revenue Account (General Fund)

Previous year	EXPENDITURE	Rs
Rs		Rs
8,67,041	To Salaries and allowances and contributions to Staff Provident Fund ..	19,27,862
25,169	To Contribution to Staff Gratuity Fund	77,500
1,150	To Directors' and Committee Members' Fees	650
4,294	To Directors' and Committee Members' Travelling and other allowances..	—
1,30,024	To Rent, Taxes, Insurance, Lighting etc.	2,68,546
3,561	To Establishment — Travelling and Halting Allowances	7,931
33,478	To Printing and Stationery	76,677
11,116	To Postage, Telegrams and Telephones	23,741
3,000	To Auditors' Fees	11,000*
1,149	To Legal Charges	8,404
58,352	To Miscellaneous expenses	1,08,883
6,632	To Depreciation	30,656
12,832	To Advertisement	1,149
1,48,713	To Balance being excess of income over expenditure carried down ..	16,52,673
<u>13,06,511</u>		<u>41,95,672</u>
1,48,713	To Transfer to General Reserve	16,52,673
—	To Transfer to Other Reserves (give details)	—
<u>1,48,713</u>		<u>16,52,673</u>

* Includes Rs. 5,000.00 payable to the Auditors of the Credit Guarantee Corporation of India Ltd., being the audit fee for the year 1978.

CREDIT GUARANTEE CORPORATION

'B')

for the year ended the 31st December 1978

Previous year	INCOME	Rs
Rs		Rs
13,06,381	By Income from Investments	41,94,552
—	By Interest on Advances to Deposit Insurance Fund/Credit Guarantee Fund	—
130	By Miscellaneous Receipts	1,120
—	By Balance, being excess of expenditure over income, if any, transferred to Balance Sheet	—
13,06,511		41,95,672
1,48,713	By Balance being excess of income over expenditure brought down ..	16,52,673
1,48,713		16,52,673

NOTE: The Revenue Account includes expenditure incurred by the Corporation on account of Credit Guarantee functions undertaken by it since 15th July 1978.

ANNEXURE I

SUBROGATED CLAIMS OF DEPOSITORS PAID

	Rs.	Rs.
Total amount paid until the end of the previous year (1977) ..		1,18,23,128
<i>Add :</i>		
Insured deposits paid during the year (1978)		55,73,619
		1,73,96,747
<i>Less :</i>		
(i) Reimbursements received until the end of the last year (1977)	68,46,582	
(ii) (a) Reimbursements received during the year (1978) ..	—	
(b) Amount transferred from unclaimed accounts ..	—	
<i>Less : Amount transferred to unclaimed accounts ..</i>	1,500	
	68,45,082	
(iii) Claims written off until the end of the last year (1977) ..	—	
(iv) Claims written off during the year (1978)	—	68,45,082
		1,05,51,665
(v) Provision for estimated losses until the end of the last year (1977)	38,67,857	
(vi) Provision for estimated losses made during the year (1978)	55,75,119	
	94,42,976	
<i>Less :</i>		
Reduction in the provision made during the year (1978) ..	94,369	93,48,607
		12,03,058
Net amount paid as at the end of the year (1978) less reimbursements received and provision made for estimated losses ..		12,03,058

ANNEXURE II

INSURED DEPOSITS REMAINING UNCLAIMED AS ON THE 31ST DECEMBER 1978

	Rs.	Rs.
Amount outstanding at the beginning of the year (1978) ..		5,15,088
<i>Add :</i>		
(i) Amount of insured deposits tendered during the year but remaining unclaimed		35,185
(ii) Amount of insured deposit received back from the Custodian of Enemy Property for payment to Chinese depositors remaining unclaimed		1,500
		5,51,773
<i>Less :</i>		
(i) Amount claimed and paid during the year	—	
(ii) Reduction in the amount of insured deposits remaining unclaimed	1,421	1,421
		5,50,352
Total insured deposits remaining unclaimed as at the end of the year		5,50,352

SUMMARY OF ANNEXURES I & II

	Rs.	Rs.
Subrogated claims of depositors paid or provided for (including unclaimed)		
Vide Annexure I	1,73,96,747	
Vide Annexure II	5,50,352	1,79,47,099
		1,06,74,911
<i>Less :</i>		
Repayments received in respect of subrogated claims		
(i) already paid (vide Annexure I)	68,45,082	
(ii) remaining unclaimed (vide item 7(a) on the Assets side of Balance Sheet)	4,27,106	72,72,188
		1,06,74,911
Balance due to the Corporation		1,06,74,911
<i>Less :</i>		
Provision for insurance loss (already paid Rs. 93,48,607+ unclaimed Rs. 92,535)		94,41,142
Subrogated claims receivable		12,33,769*

* (Vide totals of items 6 and 7 on the Assets side of the Balance Sheet).

REPORT OF THE AUDITORS

We have audited the attached Balance Sheets of the Deposit Insurance Fund, Credit Guarantee Fund and the General Fund of the Deposit Insurance and Credit Guarantee Corporation as at 31st December, 1978 and also the Revenue Accounts annexed to the said Balance Sheets showing the income and expenditure of the above mentioned three funds for the period ended on that date and report on the said Balance Sheets and Accounts, which show the position of the Corporation, 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 aforesaid Balance Sheets are full and fair Balance Sheets and are 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, 1978 and are also properly drawn up in accordance with the requirements of Regulation 18 of the Deposit Insurance and Credit Guarantee Corporation General Regulations, 1961.

DALAL & SHAH
Chartered Accountants

Bombay, 29th March 1979.

