

CASE STUDY 16

Peoples Co-operative Bank Limited is a leading cooperative Bank headquartered in Bangalore. The Bank has 39 branches located at various places in the City. It is a well established bank existing since the year 1925 and is known for its ethical business practice and safeguarding of stakeholders' interest since inception. Board of Directors consist of eminent persons in public life and includes nominees from the Government of Karnataka. The Bank also supervises operations of few other cooperative banks in Semi Urban and rural areas. One of the main portfolios relating to advances is Agricultural Loan and advance to Sugar Mills. Management of the Bank is headed by Managing Director supported by key executives at various levels including Branches.

Financial performance of the Bank is summarised in the following table-

(₹ in lacs)

No.	Particulars	2014-15	2015-16	2016-17	2017-18	2018-19
1	Share capital	23901.93	28222.33	41894.33	44511.02	49730.42
2	Reserves	64417.52	67883.01	71233.73	74849.42	82775.63
3	Deposits	711915.40	720147.66	736379.49	915142.35	951116.29
4	Borrowings	643928.70	619369.39	745510.46	643297.50	695172.29
5	Investments	459656.97	434654.68	353338.29	374970.06	341310.22
6	Loans & Advances	930284.53	950687.45	1077472.61	1091733.01	1204189.79
7	Gross Profit	7789.00	7023.08	6784.75	13344.06	18989.96
8	Net Profit	3030.00	3145.00	3300.00	3425.00	5000.00
9	Working Capital	1218827.40	1219020.35	1440603.51	1607606.96	1813067.88
10	Gross NPA	3.77%	3.25%	2.25%	4.39%	4.31%
11	Net NPA	2.37%	1.72%	0.91%	2.66%	2.41%

Deposits of the Bank include Term Deposits, Current account and Savings Bank Account.

Advances include Agricultural Advances, Consortium Advances, Advances to Sugar Mills, Housing Loans, Advance against securities like Shares/ Gold/ NSC's/ FDs/ Site advance/ Educational Loans, Personal Loans, Professional Loans, Retail advances, Self employment loans, cash credit facility etc.

Besides these, the Bank also offers services like Issue of Bank Guarantee, Safe deposit lockers, and allied services.

1) collateral not