

**REPORT OF THE BOARD OF DIRECTORS ON CORPORATE GOVERNANCE FOR THE FINANCIAL
YEAR -2022 -2023.**

01. BANKS PHILOSOPHY ON CORPORATE GOVERNANCE:

The Bank has been complying with not only the statutory requirements, but has also voluntarily formulated and adhered to a set of strong Corporate Governance practices.

The Bank has always strived hard to best serve the interests of its stakeholders including shareholders, customers and Society at large. The Banks philosophy on Corporate Governance is to bestow high standards of Transparency, fairness and accountability for performance at all levels and to ensure the best performance through professionalism, social responsiveness, business practices for maximization of Operational efficiency. This turn enables the bank to maintain a high level of business ethics, to maximize the shareholders' value and to protect the interest of shareholders.

02. BOARD OF DIRECTORS:

The general superintendence, direction and management of the business is vested with the Board of Directors. The responsibilities of the board include formulation policies, new initiatives, performance review, control and sanction of cases falling beyond the powers delegated to various functionaries of the Bank. The Board has constituted committees and delegated powers in different functional areas.

03. BOARD MEETINGS:

During the year under review, the board met 18 times as against the minimum 12 meetings stipulated under the model by-laws of the bank.

04. FUNCTIONS OF THE BOARD:

The Prime Function of the Board are as under:-

- a) Sanction of credit proposals.
- b) Loan compromise within the prescribed framework.
- c) Approval of revenue and capital budgets.
- d) Proposals relating to acquiring/Lease of premises for Branches etc.

05. VARIOUS SUB-COMMITTEES OF THE BOARD:

For the greater transparency, fairness and accountability the board has constituted the various sub-Committees.

The various Sub-Committees are-

- a) Loans and Advances Sub-Committee.
- b) Internal Control Sub-Committee.
- c) Loan recovery Sub-Committee.
- d) Investment Sub-Committee.
- e) Asset Liabilities Management Committee.
- f) Audit Sub-Committee.
- g) Fixed Asset Purchases & Expenses Sub-Committee.
- h) One Time Settlement Sub-Committee.
- i) Inquiry Sub-Committee.
- j) Womens Grievances Redressal Committee
- k) Board of Management.

06. REMUNERATION OF DIRECTORS:

In terms of rule 107A of The Maharashtra State Co-operative Societies Rules, 1961 the Directors are eligible for travelling and Daily Allowance and sitting fees, but setting the high standards in Co-operation, banks directors are not taking any of these.

07. DISCLOSURES:

Other than those in the normal course of banking business, the bank has not entered into any materially significant transaction with its directors or their relatives etc. that may have potential conflict with the interest of the bank at large.

For The Shirpur Peoples Co-op. Bank Ltd, Shirpur

(Bhaskar J. Patil)
Chief Executive Officer

