

The Kapol Co-op. Bank Ltd.
Appeal to Depositors / Account holders

1-12-2019

Dear Depositors / Account Holders, greetings

Our Kapol Bank (The Kapol Co-op, Bank Ltd.) is multistate cooperative bank leading 15 branches in Maharashtra and Gujarat.

In 2014 bank was put under RBI Administrator and after 5 years on 11th June 2019 bank is allowed to operate under new elected board. We are presenting this report of about 150 working days after study and understanding the banking operations. To bring bank in working and professionally managed condition new experienced and expert chief executive officer service is taken.

We know you have expectation and hopes with new board of directors. We directors are committed for the same.

Board has taken following steps for rising of new capital and make bank fully operation in full fledged again.

A) Recovery of NPA A/c

- 1) In big loan a/c approx 12 % (15 Cr) recovery is done.
- 2) Court proceedings are started for obtaining decree in arbitration awards in about 300 loan a/c.
- 3) In secured loan a/c action taken to take possession of flat/property and in few loan a/c possessions is taken.
- 4) As per RBI guideline recovery cases are filed in Civil, High Court and Supreme Court and we expect good recovery in due legal course time.
- 5) All legally possible Individual, Social, Civil and Criminal proceeding steps are taken against big NPA a/cs.

B) Reduction in Expenses

- 1) Excess contract staff is reduced.
- 2) Big area high rental branches are transferred to low rental / optimum area branches.
- 3) Expenditure in consultancy services expenses are controlled.
- 4) Demat facilities are closing which is presently loss generating.
- 5) New board is elected by cooperation and common conscious which saved bank about 30 lacs.

C) Increase in Income

- 1) Franking is started in all branches

You all valuable depositors and account holders are aware that from last 5 years bank do not have any income and branch and office expenses remain as it is that cause bank a loss of about -200 cr and if bank not started at the earliest this loss will rise.

In this circumstances if RBI liquidate the bank you're a/c balance and deposits etc may get lost.

We have worked out a new plan for increasing the excess capital so as your amount remain saved and safe, earns return and on timely intervals be returned to you. We there for with positive approach present this plan with expectation for your cooperation and participation.

Rising Excess Capital

A) **Suraksha Yojna:-** We presenting this new plan to you after evaluating all possibilities and as per rules and regulations of RBI and other authorities. Please note implementation of plan will be as per RBI and other authorities given time only.

- 1) Converting your 50% balance and deposits to excess capital
- 2) Balance 50% will remain in a/c and incur regular interest as it is.
- 3) After RBI permission and bank fully operation in full fledged after about in one year your balance and deposits with interest is calculated to be returned in 4 yearly installment or with your permission this installment can be given in 25% part of 1/2/3/4 yearly fixed deposit.

B) Against willful defaulters all lawful legally permitted excessive strong actions are started for earliest recovery of money.

C) Required steps be taken against all who brought the bank in loss condition.

We heartily appeal for your participation, cooperation and collaboration to bring bank full fledge operational again. The Mission Statement of this bank is 'SATFALAY SAHAKARITA' and it is in your hand to make it possible.

Please sign given acceptance form before 30th December 19 at return to you your respective branch.

Recollect – bank will survive only with your support.

Sincerely yours
For The Kapol Co-op Bank Ltd