

Project Report On

**“A STUDY ON FINANCIAL PERFORMANCE ANALYSIS OF SHIMOGA
DISTRICT CO-OPERATIVE CENTRAL BANK LIMITED, SHIMOGA”**

Submitted by

Mr. PRATHAP CHANDRA SHETTY S

USN: 4LV16MBA37

Submitted to



VISVESVARAYA TECHNOLOGICAL UNIVERSITY, BELGAUM

In partial fulfillment of the requirements for the award of the degree of

MASTER OF BUSSINESS ADMINISTRATION

Under the guidance of

INTERNAL GUIDE

**Prof. Dharmanand M,
Assistant Professor,
Department of MBA,
AIET, Mijar.**

EXTERNAL GUIDE

**Mrs. Sujatha H M,
General Manager,
SDCC Bank Ltd,
Shimoga.**



DEPARTMENT OF BUSINESS ADMINISTRATION

ALVA'S INSTITUTE OF ENGINEERING AND TECHNOLOGY

Shobhavana Campus, Mijar, Moodbidri, Mangalore Taluk, D.K. - 574225

May 2018



ಶಿವಮೊಗ್ಗ ಜಿಲ್ಲಾ ಸಹಕಾರ ಕೇಂದ್ರ ಬ್ಯಾಂಕ್ ಲಿ.
THE SHIMOGA DISTRICT CO-OPERATIVE CENTRAL BANK LIMITED

(Reg. No.104/ARS 18-10-53)

Phone: 222396, 224734

Fax: 08182-274396

email: sdccb1@rediffmail.com

P.B. No.62

SHIMOGA-577201

Ref. No.: A & E/ರಿಸ್ಕ/2017-18

Date: 26-03-2018

CERTIFICATE

This is to certify that Mr. PRATHAP CHANDRA SHETTY S (USN No: 4LV16MBA37), 2nd year (4th Semester), MBA student of ALVA'S INSTITUTE OF ENGINEERING & TECHNOLOGY, MIJAR, MOODBIDRI has undertaken project work regarding "A Study on Financial Performance Analysis of Shimoga District Co-Operative Central Bank Ltd., Shimoga" in our Bank for the period from 15-01-2018 to 24-03-2018 and has successfully completed his project work.

During this period, the interest shown by the student in undergoing this project and the conduct of the student in the learning process were very good. He has gained the practical knowledge in the field of Banking during this period.

We wish him all the best for his bright future.

For the Shimoga District Co-Operative Central Bank Limited,

(C. RAJANNA REDDY)
Managing Director



Managing Director
The Shimoga Dist. Co-Operative
Central Bank Ltd.,

-: BRANCHES :-

- Main Branch, Balaraj Urs Road, Shimoga
- City Branch, Shimoga
- APMC Yard, Shimoga
- Gopala Branch, Shimoga
- Vinobanagar Branch, Shimoga
- B.H. Road, Shimoga
- Vidya Nagar, Shimoga

- K.M.F. Branch, Machenahalli
- Bhadravathi
- Bhadravathi Old Town Branch
- Shankarghatta
- Holehonnur
- Sagar
- Anandapuram

- Heggodu
- Talaguppa
- Shikaripura
- Shiralakoppa
- Soraba
- Anavatti
- Togarsi

- Ulavi
- Hosanagara
- Ripponpet
- Thirthahalli
- Tudur
- Konandur
- Kammaradi



ALVA'S INSTITUTE OF ENGINEERING AND TECHNOLOGY

A Unit of Alva's Education Foundation (R)

(Affiliated to Visvesvaraya Technological University, Belagavi

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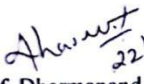
Email : principalalet08@gmail.com, Web:www.alet.org.in


15-May-2018

CERTIFICATE

It is hereby certified that **Mr. PRATHAP CHANDRA SHETTY S** bearing **USN 4LV16MBA37** is a bonafide student of the Master of Business Administration course of the Institute (2016-18), affiliated to Visvesvaraya Technological University, Belgaum.

The project report on "A Study on Financial Performance Analysis of Shimoga District Co-operative Central Bank Ltd., Shimoga" is prepared by him under the guidance of **Prof. Dharmanand M**, Assistant Professor, Department of MBA, in partial fulfillment of the requirements for the award of the degree of Master of Business Administration of Visvesvaraya Technological University, Belgaum, Karnataka.


22/05/18
Prof. Dharmanand M
Internal Guide


Prof. Ramakrishna Chadaga
Dean - MBA

DEAN
Dept. of Business Administration
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MIJAR - 574 225


Dr. Peter Fernandes
Principal
PRINCIPAL
Alva's Institute of Engg. & Technology,
Mijar, MOODSIDRI - 574 225, D.K.

DECLARATION

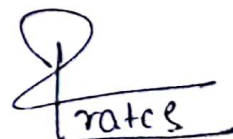
I, **Mr. Prathap Chandra Shetty S**, hereby declare that the Project report entitled **“A Study On Financial Performance Analysis Of Shimoga District Co-Operative Central Bank, Shimoga”** prepared by me under the guidance of **Prof. Dharmanand M, Assistant Professor**, Department of MBA, Alva’s Institute of Engineering and Technology and External assistance by **Mrs. Sujatha H M, General Manager**, Shimoga District Co-Operative Central Bank, Shimoga.

I also declare that this Project report is towards the partial fulfillment of the university regulations for the award of degree of **Master of Business Administration** by **Visvesvaraya Technological University, Belgaum**.

I have undergone a summer project for a period of ten weeks. I further declare that this project is based on the original study undertaken by me and has not been submitted for the award of any degree/diploma from any other University/ Institution.

Place: Mijar

Date: 24/05/2018

A handwritten signature in black ink, appearing to read 'Prathap S', written over a horizontal line.

Signature of the student

ACKNOWLEDGEMENT

Completion of a task by shaping and achieving the objective is often a result of valuable contribution from number of individuals, directly or indirectly.

Firstly I thank almighty God for showering his choicest blessing and keeping me in good health throughout the tenure of the project.

I wish to express my heartfelt gratitude to a number of people who have been associated with me throughout this project. At the outset I would like to acknowledge my gratitude to **Prof. P Ramakrishna Chadaga, Dean of Department of Business Administration.**

I am deeply indebted to my faculty guide **Prof. Dharmanand M, Assistant Professor, Department of Business Administration**, for his regular supervision and valuable suggestion. I wish to convey my whole hearted gratitude **Mrs. Sujatha H M, General Manager, Shimoga District Co-Operative Central Bank Ltd, Shimoga** and her staff for granting permission and providing valuable information regarding the project.

It's my privilege to thank our beloved principal **Dr. Peter Fernandes** for giving me the opportunity to take up this project. My profound gratitude to all the faculty member of the Department of Business Administration, Alva's Institute of Engineering and Technology, Mijar, Moodbidri.

Finally I extend my gratitude to my parents for their love and encouragement. And I thankful to my friends for their consent co-operation and support to completed successfully.

PRATHAP CHANDRA SHETTY S

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Executive Summary:

The perception behind this project is to scrutinize the monetary standing of Shimoga District Co-Operative Central Bank Ltd (SDCC) and to verify the performance whether the bank is performing in good health or lacking in performance. The performance of the bank can be examined by way of financial analysis of financial statements of the bank. It mainly intends at learning a variety of factors that can help my estimation process. I have tried to discover the reasons lacking in the performance of the bank and I have also tried to realize the areas of enhancement.

Financial statements are arranged mainly for the purpose of judgment formulation and they assume a central part in setting the agenda of administrative verdict. Information given in the monetary account is of enormous exercise in judgment creation with the help of investigation and elucidation of the financial statement. The financial analysis is the method for perceiving the pecuniary strong point along with weak point of bank by appropriately creating the connection involving the things of balance sheet and profit and loss account.

Financial ratios were used to achieve a significant examination of the particular areas of measurement of the bank's performance. The ratios could give a reasonable outlook regarding the financial performance of the bank.

There are various techniques used in evaluating the financial performance of the SDCC bank such a ratio analysis, analysis of cost and margins, comparative balance sheet as well as profit and loss account, trend study of balance sheet as well as profit and loss account and cash flow statement analysis.

Chapter 1:

Introduction

Chapter 2:

Conceptual Background and Literature Review

Chapter 3:

Research Design

Chapter 4:

Analysis and Interpretation

Chapter 5:

Findings, Conclusion and Suggestions

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Website:

www.karnatakaapex.com

Company References:

Company Annual Reports

Annexure:**Balance Sheet as on 31st March 2017**

Liabilities	SCH No	31-03-2016	31-03-2017	Assets	SCH No	31-03-2016	31-03-2017
Capital	1	356784192	559330242	Cash & Balance with RBI & Other notified banks	6	166133055	253611453
Reserves and Surplus	2	450663177	448196520	Balance with other banks & Money at call & short notice	7	2241998309	1226122461
Deposits	3	6137763132	7011432255	Investments	8	940537000	2163439350
Borrowings	4	1882389000	1363003000	Advances	9	4755817426	4963807980
Other Liabilities and Provisions	5	1046307730	1061474673	Fixed assets	10	298936497	285095551
				Other assets	11	982178620	1070534001
				P & L account		488306323	480825893
Total		9873907231	10443436689	Total		9873907231	10443436689
Contingent Liability	12	78276605	63290543				
Bills for collection		26200050	14796358				

Sources: Annual report of the bank

Balance Sheet as on 31st March 2016

Liabilities	SCH No	31-03-2015	31-03-2016	Assets	SCH No	31-03-2015	31-03-2016
Capital	1	330924512	356784192	Cash & Balance with RBI & Other notified banks	6	239493500	166133055
Reserves and Surplus	2	648676713	450663177	Balance with other banks & Money at call & short notice	7	2279658320	2241998309
Deposits	3	5390779566	6137763132	Investments	8	637889720	940537000
Borrowings	4	2814921000	1882389000	Advances	9	5124181845	4755817426
Other Liabilities and Provisions	5	767243780	1046307730	Fixed assets	10	325950316	298936497
				Other assets	11	847078108	982178620
				P&L account		498293763	488306323
Total		9952545571	9873907231	Total		9952545571	9873907231
Contingent Liability	12	96072070	78276605				
Bills for collection		-	26200050				

Sources: Annual report of the bank

Balance Sheet as on 31st March 2015

Liabilities	SCH No	31-03-2014	31-03-2015	Assets	SCH No	31-03-2014	31-03-2015
Capital	1	262077452	330924512	Cash & Balance with RBI & Other notified banks	6	604659001	239493500
Reserves and Surplus	2	389808697	648676713	Balance with other banks & Money at call & short notice	7	2731631519	2279658320
Deposits	3	5970079064	5390779566	Investments	8	432077000	637889720
Borrowings	4	3017914400	2814921000	Advances	9	5654096275	5124181845
Other Liabilities and Provisions	5	370880063	767243780	Fixed assets	10	92922150	325950316
				Other assets	11	305663929	847078108
				P&L account		189709802	498293763
Total		10010759676	9952545571	Total		10010759676	9952545571
Contingent Liability	12	909192	96072070				

Sources: Annual report of the bank

Balance Sheet as on 31st March 2014

Liabilities	SCH No	31-03-2013	31-03-2014	Assets	SCH No	31-03-2013	31-03-2014
Capital	1	240542752	262077452	Cash & Balance with RBI & Other notified banks	6	369438013	604659001
Reserves and Surplus	2	374819334	389808697	Balance with other banks & Money at call & short notice	7	1682212396	2731631519
Deposits	3	5172579617	5970079064	Investments	8	420477000	432077000
Borrowings	4	2534885100	3017914400	Advances	9	5903959366	5654096275
Other Liabilities and Provisions	5	161016149	370880063	Fixed assets	10	25681314	92922150
		3691224		Other assets	11	85766087	305663929
				P&L account		-	189709802
Total		8487534176	10010759676	Total		8487534176	10010759676
Contingent Liability	12	-	909192				

Sources: Annual report of the bank