

**Credit Risk Management with reference to Sri Gokarnanath Co-operative bank
Ltd**

Submitted By

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4AL19MBA73

Submitted to



Visvesvaraya Technological University, Belgaum

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

MASTER OF BUSINESS ADMINISTRATION

Under the guidance of

Internal Guide

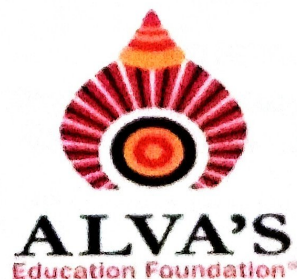
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PG Department of Business Administration

Alva's Institute Of Engineering & Technology Mijar

July 2021



ALVA'S INSTITUTE OF ENGINEERING AND TECHNOLOGY

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20 July 2021

CERTIFICATE

This is to certify that **SOUMYA NAYAK** bearing USN **4AL19MBA73**, is a bonafide student of PG Department of Business Administration of Alva's Institute of Engineering and Technology, Mijar, affiliated to Visvesvaraya Technological University, Belagavi. The project report titled "**CREDIT RISK MANAGEMENT IN SRI GOKARNANATH CO-OPERATIVE BANK, MANGALORE**" is prepared by her under the guidance of Mr. Neeraj S Rai, Assistant Professor, PG Department of Business Administration in partial fulfillment of the requirements for the award of the degree of Master of Business Administration of Visvesvaraya Technological University, Belagavi, Karnataka.

Neeraj S Rai

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Viva-Voce Examination

Date:

Signature of Internal Examiner
Name & affiliation

Signature of External Examiner
Name & affiliation



ಶ್ರೀ ಗೋಕರ್ಣನಾಥ ಕೋ-ಓಪರೇಟಿವ್ ಬ್ಯಾಂಕ್ ಲಿಮಿಟೆಡ್, ನಂಟು 11179

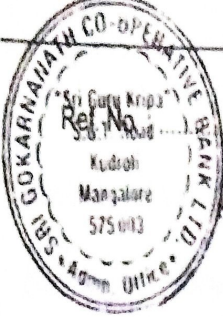
ಆಡಳಿತ ಕಛೇರಿ : "ಶ್ರೀ ಗುರುಕ್ರಿಪಾ", ಶ್ರೀ ಗೋಕರ್ಣನಾಥ ದೇವಸ್ಥಾನ ರಸ್ತೆ, ಕುದ್ರೋಲಿ, ಮಂಗಳೂರು-575 003

Sri Gokarnanath Co-operative Bank Ltd., No. 11179

Admn. Office : "Sri Guru Kripa", Sri Gokarnanath Temple Road, Kudroli, MANGALURU-575 003

Phone : 2494662, 2494691, Fax : 0824-2494662, GSTIN: 29AAAAS667M1ZU

E-mail : admin@gokarnanathbank.com Website : www.gokarnanathbank.com



APMD/0877/2020-21

Date

22-02-2021

To

The Head of the Department

PG. Department of MBA

Alva's Institute of Engineering and Technology

Shobhavana Campus, Mijar

Moodbidri - 574225.

Sir,

Sub: Project work for MBA student.

Ref: Your letter No. AIET/MBA/2021/2/42 dated 16-02-2021.

With reference to the above subject, we hereby permit Ms. SOUMYA NAYAK (USN 4AL19MBA73) to undergo Internship in our esteemed organization. The period of project work will be from 22nd Feb to 3rd April 2021.

During the course of Internship she will abide all the rules and regulations of the Bank. And any information collect/purview will be used only for academic purpose.

Thanking you,

Yours faithfully,

For Sri Gokarnanath Co-Op. Bank Ltd.


General Manager

General Manager

Copy to: Ms. Soumya Nayak


DECLARATION

I Soumya Nayak, hereby declare that the project report entitled "Credit Risk Management" with reference to "Sri Gokarnanath Co-Operative Bank Ltd" prepared by me under the guidance of Prof. Neeraj S Rai faculty of MBA department, Alva's Institute of Engineering & Technology and external assistance by Mr Bharath Bhushan Suvarna General Manager of Sri Gokarnanath Co-operative Bank Ltd and I also declare that this project work 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 six 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: Moodbidri

Date: 10-4-2021


Name: Soumya Nayak

USN: 4AL19MBA73

ACKNOWLEDGMENT

I wish to convey my deep sense of gratitude to Mr. Bharath Bhushan Suvarna General Manager Of Sri Gokarnanath Co-operative Bank Ltd , Mangalore for his immense help support and guidance also for giving me a great opportunity to undergo this project work.

I am thankful to prof. Neeraj S Rai for his valuable suggestions , inspiration and motivation without which this would have hardly being carried out successfully.

I express my thanks to all teaching and non teaching staffs of Alva's Institute of Engineering and Technology for their help support and kindness.

Place:Moodbidri

Name: Soumya Nayak

Date: 24-4-2021

4AL19MBA73

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EXECUTIVE SUMMARY

Sri Gokarnanath Co-Operative Bank Ltd came into existence and enrolled on 02-04-1925 in the name of Sri Gokarnanath Temple Society. The society was build up with the authority of Mr. Koragappa Sahukar who is a well known person and instrumental in building Sri Gokarnanath Temple. It has been rendering its services to the local people for the last 90 years.

The main objective of Sri Gokarnanath Co Operative Society is to provide customer satisfaction, it provides best services and facilities to all of its customers. The staffs contribute their best effort to achieve the objectives. This bank mainly concentrates on the rural area inorder to provide financial services to the rural poor people.

The title of the project is “ A Study On Credit Risk Management Of Sri Gokarnanath Co-Operative Bank Ltd” in this project report I have given details of sri gokarnanath co-operative bank and its history and development.

Credit risk management is one of the critical duty associated in banking organisations as major part of banking resources subject to credit risk.

Comparative balance sheet NPA ratio, loans quality ratio, loans to deposits ratio, Cash deposit ratio and CASA Ratio etc are used. These shows bank is performing well in managing credit risk

Credit risk management is a technique which is used to control and to prevent credit risks which in term shows a good result by reducing loss. Sri Gokarnanath Co-Operative Bank has implemented this technique in order to reduce credit risk as per the guidelines issued by RBI. They also use credit lending policy which explains the lending norms bank uses this as their main tool to manage the credit risks which in terms help them in having a balanced disbursement of credit