

Independent Branch Auditor's Report

To
Statutory Central Auditors
Bank of Baroda

Report on the Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of _____ branch of Bank of Baroda as on 31st March, 2020, which comprises the Balance Sheet as on 31st March, 2020, the statement of Profit and Loss Account for the year then ended, and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, read with the Memorandum of Changes (mentioned in paragraph 8 below), the aforesaid standalone financial statements give the information required by the Banking Regulation Act, 1949 in the manner so required for bank and are in conformity with accounting principles generally accepted in India especially significant accounting policies of Bank of Baroda and Master Circular on Closing Activities 31st March, 2020 (Circular no.----- dated -----) issued by the Corporate Accounts and Taxation Department of Bank of Baroda and give:
 - a. true and fair view in case of the Balance sheet, of the state of affairs of the Branch as at 31st March, 2020; and
 - b. true balance of profit/loss in case of Statement of Profit & Loss account for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ('ICAI'). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements

and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How the matter was addressed in our audit

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

5. Management of the branch is responsible with respect to the preparation of these standalone financial statements that give true and fair view of the financial position and financial performance of the Bank in accordance with the accounting principles generally accepted in India, including the Accounting Standards issued by ICAI, and provisions of section 29 of the Banking Regulation Act, 1949 and circulars and guidelines issued by the Reserve Bank of India ('RBI') from time to time and significant accounting policies of Bank of Baroda and Master Circular on Closing Activities 31st March, 2020 (Circular no.----- dated -----) issued by the Corporate Accounts and Taxation Department of Bank of Baroda. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Bank and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimate that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the audit of the Financial Statements

6. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue

an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the branch's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the branch to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

7. No adjustments/provisions have been made in the accounts of the Branch in respect of matters usually dealt with at Head Office, including in respect of:
- (a) Terminal permissible benefits to eligible employees on their retirement (including additional retirement benefits), Gratuity, Pension, liability for leave encashment benefits and other benefits covered in terms of 'AS 15 –Employee Benefits' issued by the Institute of Chartered Accountants of India;
 - (b) Arrears of salary/wages/allowances, if any, payable to staff;
 - (c) Staff welfare contractual obligations;
 - (d) Old unreconciled/unlinked entries at debit under various heads comprising Inter branch/office Adjustments;
 - (e) Auditors' fees and expenses;
 - (f) Provision for Standard Assets
 - (g) Provision for Non-Performing Assets
 - (h) Provision for Current & Deferred Tax;
 - (i) Provisions for contingencies;
 - (j) Assigning risk weights to assets other than advances
 - (k) Provision for differences, if any, in the interoffice accounts including government accounts as these reconciliations are not available at the branch.
 - (l) Provision for country risk, if any.
8. The following is a summary of Memorandum of Changes submitted by us to the branch management:

Amount in INR.

Memorandum of Changes (summary)				
	Increase		Decrease	
	(No. of items)	(INR)	(No. of items)	(INR)
In respect of :				
a. Income				
b. Expenditure				
c. Assets				
d. Liabilities				
e. Gross NPAs				
f. Provision on NPAs				
g. Classification of Advances				
h. Risk Weighted Assets				
i. Other items (if any)				

Report on Other Legal and Regulatory Requirements

9. The Balance Sheet and the Profit and Loss Account have been drawn up in accordance with Section 29 Banking Regulations Act, 1949.

10. Subject to the limitations of the audit indicated in paragraph ____ above and as required by the Banking Companies (Acquisition and Transfer of Undertakings) Act, 1970/1980 and subject also to the limitations of disclosure required therein, we report that;

- a. We have obtained all the information and explanations which to the best of our knowledge and belief, were necessary for the purposes of our audit and have found them to be satisfactory;
- b. The transactions of the Branch, which have come to our notice, have been within the powers of the Bank; and
- c. The returns received from the offices and branch of the Bank have been found adequate for the purposes of our audit;

11. We further report that:

- (a) In our opinion, proper books of account as required by law have been kept by the Bank so far as it appears from our examination of those books;
- (b) The Balance Sheet and the Profit and Loss account dealt with by this report are in agreement with the books of account; and
- (c) In our opinion, the Balance Sheet and the Profit and Loss Account comply with the applicable accounting standards, to the extent they are not inconsistent with the accounting policies prescribed by RBI.

For _____ NAME OF THE AUDIT FIRM

NAME OF AUDIT PARTNER & SIGNATURE

Firm's Registration Number: _____ (If applicable)

Date:

Place: