

Internal Audit Report for QE

30/06/2023

ISSUED ON:

Audit Department

NATIONAL HOUSING BANK | NEW DELHI

Audit Schedule

Department / Audit Calendar	July-Sept (Q1)	Oct-Dec (Q2)	Jan- Mar (Q3)	Apr- (Q4)	June
Department of Supervision	✓	✓	✓		✓
Refinance and Project Finance Department	✓	✓	✓		✓
Risk Management Department*		✓			✓
Resource Mobilization & Management Department*		✓			✓
Accounts Department*		✓			✓
MRCPD & Corp Communication Department*		✓			✓
Grievance Redressal Cell*		✓			✓
IT Department*	✓		✓		
HR & Admin Department*	✓		✓		
Premises Department*	✓		✓		
Legal and Recovery Department*	✓		✓		
Government Schemes Department*	✓		✓		
Compliance Department*	✓		✓		
MRO	✓	✓	✓		✓

*Departments are audited on half- yearly basis.

Further, 4 ROs (except Mumbai Regional Office) and 5 RROs to be audited on annual basis. As per the approved inspection schedule, internal audit of 01/04/2023 and 30/06/2023 was undertaken during

Audit Department – IA Report QE 30/06/2023

Document Classification – Confidential

Business Overview- 01/04/2023 To 30/06/2023

S. N.	Particulars (For the period 01/04/2023 To 30/06/2023)	ROD Figures	PFD Figures	Unit
1.	Number of loans disbursed during the period	564	0	Nos
2.	Amount disbursed during the period	245	0	crore
3.	Interest Income earned during the period	698	0	crore
4.	Principal outstanding as on 30/06/2023	1485	0	crore
5.	Number of loans sanctioned during the period	12	0	Nos
6.	Amount sanctioned during the period	468	0	crore
7.	Number of credit inspections conducted during the period	41	0	Nos
8.	Number of standard loan accounts	45	0	Nos
9.	Number of SMA/NPA loan accounts	46	0	Nos

* NPA Accounts details:

Sample Overview- File Review- 01/04/2023 To 30/06/2023

Sl. No.	Product	Population size	Sample size	Sample % (% of population size)
1.	Refinance-Sanctioned (in Nos)	466	875	7.49
2.	Refinance-Disbursed (in Nos)	788	258	7.89
3.	Project Finance -Sanctioned (in Nos)	0	0	0.0
4.	Project Finance-Disbursed (in Nos)	0	0	0.0

*Out of 10 sanctioned proposals selected in sample, documents were executed for 04 proposals.

Summary of Observations

Audit Areas	Summary Of observations			Total	Closed during audit	Pending for compliance
	High	Low	Medium			
Refinance Operations Department (ROD)	0	0	2	2	2	0
Refinance Operations Department (ROD)	0	0	2	2	2	0
Total	0	0	4	4	4	0

Observation Synopsis

Sr No	Function Areas	Observation	Status	Category	Rating	Repeat/First Instance*
1	Refinance Operations Department (ROD)	second observation for rod	Closed	Compliance, Financial, Operational	Medium	Yes
2	Refinance Operations Department (ROD)	third observation for rod department	Closed	Compliance, Financial	Medium	Yes

*Note: C – Compliance, F – Financial, O – Operational, D – Design, S – System

#Repeat observation means observation of similar nature has been pointed out as part of internal audit activity in the last 4 quarters (from 01/04/20 to 30/06/20).



REPEAT/ FIRST INSTANCE :- Yes

Key Audit Findings - Refinance Operations
Department (ROD)

Category:- Compliance,Financial

Close

Background		
third finding background for rod department		
Observation		
third observation for rod department		
Recommendation		
third recommendation for rod department		
Management Comments		
action is in the process , gathering required document .		
Auditor's remarks		
comment required in remarks by field auditor.		
Responsibility:-Atul Pal	Status: Close	Due date: 14/07/2023

REPEAT/ FIRST INSTANCE :- Yes

Key Audit Findings - Refinance Operations
Department (ROD)

Category:- Compliance,Financial,Operational

Close

Background		
second finding background for rod		
Observation		
second observation for rod		
Recommendation		
second recommendation for rod		
Management Comments		
attachment providedc as per the action on the basis of suggested		
Auditor's remarks		
accpeted the finding report submitted by ROD department . checked by the INTERNAL auditor		
Responsibility:-Atul Pal	Status: Close	Due date: 21/07/2023

Summary of Implementation Status

Audit Areas	OpenCount	Closed	Total
Total	null	null	null

Closed Observations of previous quarters

SR No	Audit Areas	observation	Reporting Quarter	Category	Rating
1	Refinance Operations Department (ROD)	second observation for rod	30/06/2023	Compliance, Financial, Operational	Medium
2	Refinance Operations Department (ROD)	third observation for rod department	30/06/2023		Medium

*Note: C – Compliance, F – Financial, O – Operational, D – Design, S – System

