



**RBI Kehta Hai...  
Jaankar Baniye,  
Satark Rahiye!**

## **BANKING FRAUD STATISTICS**

**(AS PER RESERVE BANK OF INDIA - ANNUAL REPORT: 2021-22)**

---

**MUMBAI | JUNE 2022**

# CONTENT

1. Key Highlights
2. Fraud Cases – Bank Category Wise
3. Fraud Cases – Area of Operation Wise
4. Key Action Plan Highlighted for F.Y. 2022-23 in RBI Annual Report
5. About JHS & Associates LLP
6. Contact Us & Disclaimer



# KEY HIGHLIGHTS

RBI has recently released the statistics on Frauds reported by banks/ Financial Institutions in its Annual Report for Financial Year 2021-22. Key highlights is as follows:

- The total frauds during financial year 2021-22 has increased by 24 per cent in number and decreased by 56 percent in value, vis-à-vis 2020-21;
- Steep rise in number of frauds reported by private sector banks and small finance banks by 44 percent and 36 percent respectively, vis-à-vis 2020-21;
- Private sector banks has reported highest number of fraud cases (5334 cases) and public sector banks has reported maximum aggregate value of frauds (INR 40,282 Crore);
- Financial institution has reported 80 percent less value of frauds and 58 percent less number of frauds vis-à-vis 2020-21;
- Frauds have been occurring predominantly in the loan portfolio (advance category) and card/Internet. The loan portfolio contributes 42 percent of the total number of fraud cases and 97 percent of total value of fraud involved;
- The number of frauds reported by public sector banks were mainly in loan portfolio and by private sector banks were mainly in card/internet frauds.



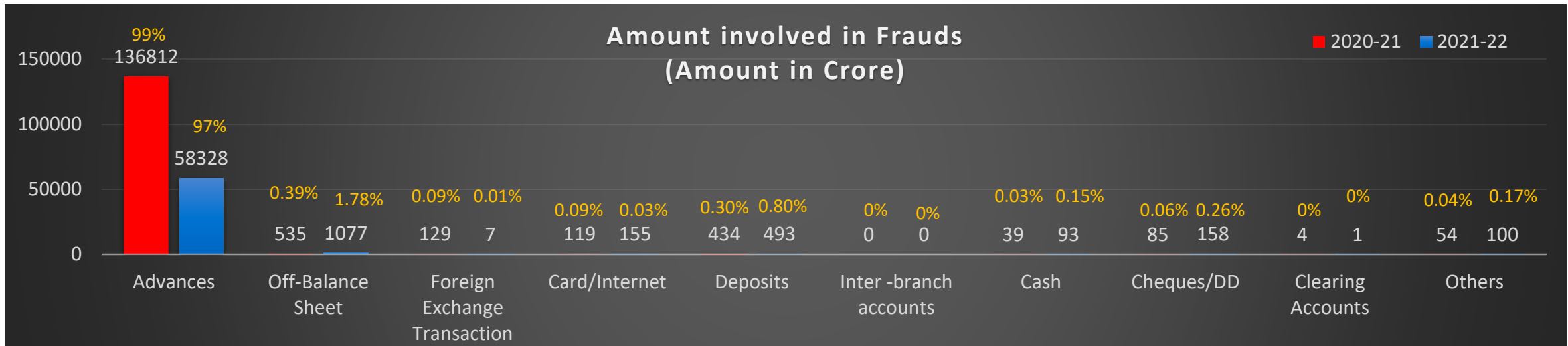
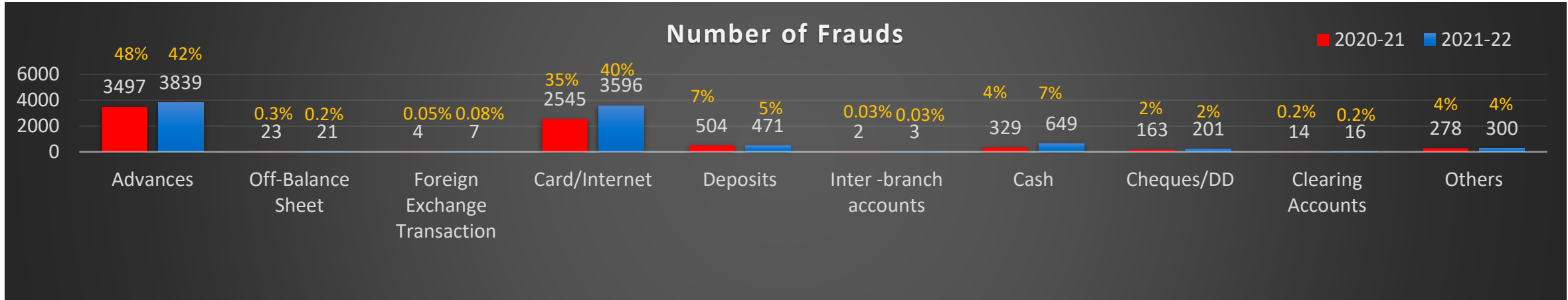
# FRAUD CASES: BANK CATEGORY WISE

Category of Bank/ Institution	Number of Frauds Reported			Fraud Amount Involved (Rupees in Crore)		
	2020-21	2021-22	Increase/ (Decrease)	2020-21	2021-22	Increase/ (Decrease)
Public Sector Banks	2,901	3,078	6%	81,901	40,282	-51%
Private Sector Banks	3,710	5,334	44%	46,335	17,588	-62%
Foreign Banks	520	494	-5%	3,280	1,206	-63%
Financial Institutions	24	10	-58%	6,663	1,305	-80%
Small Finance Banks	114	155	36%	30	30	-
Payment Banks	88	30	-66%	2	1	-50%
Local Area Banks	2	2	-	-	2	-
<b>Total</b>	<b>7,359</b>	<b>9,103</b>		<b>1,38,211</b>	<b>60,414</b>	
		<b>24%</b> ↑			<b>-56%</b> ↓	

The total frauds during financial year 2021-22 has increased by 24 per cent in number and decreased by 56 percent in value, vis-à-vis 2020-21. Steep rise in number of frauds reported by private sector banks and small finance banks by 44 percent and 36 percent respectively, vis-à-vis 2020-21. Financial institution has reported 80 percent less value of frauds and 58 percent less number of frauds vis-à-vis 2020-21.

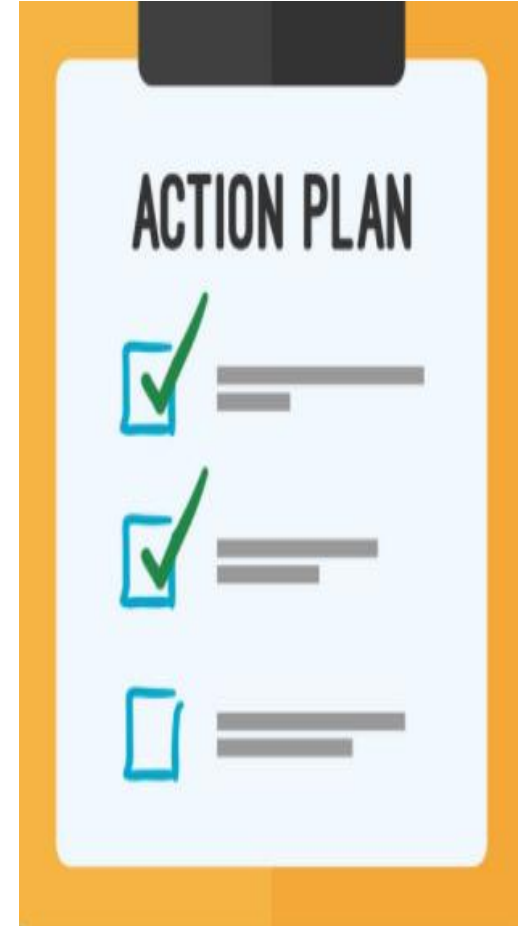
# FRAUD CASES: AREA OF OPERATION WISE

Frauds have been occurring predominantly in the loan portfolio (advance category) and card/Internet. The loan portfolio contributes 42 percent of the total number of fraud cases and 97 percent of total value of fraud involved. This is followed by “Cards/ Internet” related frauds that accounted for 40% of total number of frauds.



# KEY ACTION PLAN HIGHLIGHTED FOR FY 2022-23 IN RBI ANNUAL REPORT

- Back-testing of Early Warning Indicator (EWI) model to assess its predictive power/creating a new EWI framework for Scheduled Commercial Banks (SCBs);
- Undertaking process audit of SCBs to identify weaknesses and initiate remedial measures;
- Roll out of Key Risk Indicators (KRIs) for UCBs and NBFCs to assess the cyber security risk profile;
- Extending IT Examination progressively to UCBs with asset size below INR 5,000 crore or mandating external IT reviews;
- Roll out of IT examination for select NBFCs;
- Implementation of risk-based approach (RBA) for KYC/AML supervision of select UCBs and NBFCs;
- Unified fraud reporting system for all Supervised Entities (SEs)



# ABOUT JHS & ASSOCIATES LLP

JHS is a registered limited liability partnership in India. Incorporated on 10<sup>th</sup> September 1990. JHS is an integrated professional services, multi location firm that symbolises aspirations of the true emergent India. JHS has integrated capabilities of niche firms present across Ahmedabad, Delhi, Kolkata, Mumbai, Vadodara and Bangalore.

## AT A GLANCE

-  1000+ Happy Clients
-  300+ Team Members
-  8 Offices
-  15 + Leaders
-  500+ Live Engagements
-  ICAI FRN No. 133288W/W100099  
MCA Regn. No. AAE-6757  
Peer Review Validity - 31/12/2024



### Our Vision

To be a globally respected premier assurance & accounting firm that is most preferred in locations we serve.



### Our Mission

To nurture people and enable them to offer value to our clients through innovation, technology & responsiveness.



[www.jhsassociates.in](http://www.jhsassociates.in)

[connect@jhsassociates.in](mailto:connect@jhsassociates.in)

+91 80970 93034


[in jhs-associates-llp](https://www.linkedin.com/company/jhs-associates-llp)

[@jhsassociatesllp](https://www.instagram.com/jhsassociatesllp)

[@jhsassociatesllp](https://www.pinterest.com/jhsassociatesllp)

[f JHSAssociatesLLP](https://www.facebook.com/JHSAssociatesLLP)

[jhsassociatellp](https://www.twitter.com/jhsassociatellp)



Subscribe to our **Knowledge Alerts**  
[connect@jhsassociates.in](mailto:connect@jhsassociates.in)

# INDIA PRESENCE

**Mumbai Office**

504, 5<sup>th</sup> Floor, Sahar Plaza Complex, Meadows, J.B. Nagar, Andheri East, Mumbai – 400059

**Vadodara Office**

4<sup>th</sup> Floor, Lila Chambers, Notus Pride IT Park Part "C", Block "E", Sarabhai Compound, Vadiwadi, Vadodara – 390023.

**Ahmedabad Office**

206, Shital Varsha, Shivranjani Cross Road, Satellite, Ahmedabad – 380015

**Mazgaon Office**

Ground Floor, Shop No. 11A, 345, New Sai Niketan CHS Ltd., Dr. Mascarenhas Road, Mazgaon, Mumbai - 400010

**Delhi Office**

304-306 DLF Centre, Savitri Cinema Complex GK II, New Delhi - 110048

**Kalyan Office**

Shop No. 11 & 12, Regency Avenue, Syndicate, Murbad Road, Kalyan (W)- 421301







**Kolkata Office**

Suite no. 402, 4<sup>th</sup> Floor, Vardaan Complex, 25A Camac Street, Kolkata – 700016

**Bangalore Office**

Suite 2, "Jupiter", 2nd Floor, Stepsmart, Kundhalanahalli, Bangalore - 560037

Associates Presence : Chennai, Pune, Cochin, Daman

 [www.jhsassociates.in](http://www.jhsassociates.in)
 [connect@jhsassociates.in](mailto:connect@jhsassociates.in)
 +91 80970 93034
  [jhs-associates-llp](https://www.linkedin.com/company/jhs-associates-llp)
 [JHSAssociatesLLP](https://www.facebook.com/JHSAssociatesLLP)
 [jhsassociatellp](https://twitter.com/jhsassociatellp)

**Disclaimer:**

This knowledge alert is received by you as you are an existing or past client or employee of JHS or an acquaintance of partners or employees of JHS. This alert is prepared with due care and research from publicly available sources on internet; however, this is not an advice or a substitute for an advice. An attempt is made in this document to analyze RBI Annual Report and highlight some interesting facts. Analysis is limited to the extent of data available in the said annual report. Purpose of this analysis is informative and educational only. We are not soliciting any work, or advertising for any work against the regulations of the Institute of Chartered Accountants of India. For source information, please refer the annual report published by the RBI for the year 2021-22 <https://www.rbi.org.in/Scripts/AnnualReportPublications.aspx?year=2022> . For more such publications, visit our knowledge section <https://jhsassociates.in/all-resources/> .