

**BANK OF BARODA NEW YORK , USA, INVITES QUOTES FOR APPOINTMENT OF  
STATUTORY AUDITOR & TAX CONSULTANT FOR THE YEAR 2021-22**

**(April 1, 2021 to March 31, 2022)**

Bank of Baroda is a Public Sector Bank, incorporated in India, with more than a hundred years of impeccable record of performance having more than five thousand branches with a presence in more than 21 countries, including the U.S., with a global business of \$ 222.45 bn. as at Mar 31, 2020. The present level of business of New York branch is \$12.18 bn. (Dec, 2020). The quarterly average of non-related assets for October 2020 to December 2020 is \$ 5.35 bn.

We are in the process of identification of auditors & tax consultants for our branch for the fiscal year April 1, 2021- March 31, 2022, as per USA regulatory norms. We are pleased to make an invitation soliciting quotes from eligible audit firms located in USA (preferably New York area).

1. Quotation should indicate separate fees for Annual Statutory Audit (including audit of all returns and certifications required by the bank) Quarterly review for June 2021, Sep 2021 & Dec 2021, Long Form Audit Report (LFAR), Taxation work, others (to be specified) and out of pocket expenses. The tax work includes preparation of all tax returns, tax planning, tax consultation and the LFAR as per format given by the branch/ Reserve Bank of India, our home country regulator.
2. Auditor's credentials, brief description of the firm and its strengths with details of past experience, names of banks / financial institutions for which the firm has been rendering services as auditors should be mentioned in the proposal.
3. Brief plan of action for commencement and completion of audit and taxation work.

While sending quotes, please note:

- (i) The auditors appointed to audit the accounts, are required to audit both under local regulations and as per the Indian GAAP for the consideration at HO level.
- (ii) The audit needs to be conducted in accordance with the auditing standards (GAAP) generally accepted in United States of America. The financial statements have to be in conformity with accounting principles generally accepted in United States of America, including FDICIA guidelines and also verified with reference to Bank's Accounting Policies / Procedures (which are based on the applicable Indian Accounting Standards, The Reserve Bank of India guidelines and the legal requirements of disclosure as per Banking Regulations Act 1949 of India).
- (iii) Proof of having done audit of Indian Banks, if any, in foreign territories (may be appointment letter of bank with amount of fee struck off/ RBI sanction letter for appointment).
- (iv) Declaration/ undertaking/ Confirmation letter by the applicant auditor/ firm on their letter head for not having networking connection with SCA/ SBA (Statutory Central Auditor/ Statutory Branch Auditor) who is under cooling period for being

appointed as SCA/SBA with Bank of Baroda. If found later, it will be treated as disqualification.

- (v) Declaration/ Undertaking by proposed firm/ auditor that they should be approved auditor by local regulator and they should not be in cooling period as per the local regulations for being appointed at Bank of Baroda as SCA.
- (vi) Audit report/ review report for host country should be as per the format given by the Central Statutory Auditors (Draft format attached) which will include the statement that the audit was performed as per the guidelines stated in the Indian GAAP; Asset classification is done as per RBI norms on IRAC etc.
- (vii) LFAR have to be furnished strictly as per the format prescribed by our Corporate office/ RBI and no deviation/ deletion of any nature will be accepted. The final format of LFAR which may include additional requirement will be provided once it is received from Home country Regulator (RBI).
- (viii) Auditor will provide SA600 statement in prescribed format given by Central Statutory Auditor.
- (ix) Audit should be completed within prescribed time fixed by the Bank.
- (x) The quotation should clearly indicated fees for annual audit as per Indian GAAP, annual audit as per local laws, quarterly review, LFAR, Taxation work, FDICIA work, out of pocket expenses. No additional/ separate fee will be payable for submission of any report/ information/ certificate regarding the audit work or for any additional certification/ Audit to comply any regulatory requirement.
- (xi) Appointment of Statutory Auditor is subject to approval of both home and host country Regulator.
- (xii) The audit should be conducted to confirm that the guidelines of Reserve bank of India as applicable, is followed.
- (xiii) The audit firm which has completed -4- consecutive annual tenures as Auditors of the territory shall not be eligible for re-appointment for a 5th consecutive term, unless required for a period of more than 4 years by local Regulator.
- (xiv) The firm should have sound reputation and there should be no adverse remark against the firm with respective local bank Regulator/ auditor regulator/ Statutory authorities. A suitable undertaking or certificate or declaration should be submitted by the Audit firms to this effect.
- (xv) The firm should have sufficient number of CPAs, qualified Assistants and support staff to ensure that the Audit work is conducted smoothly and within the timelines stipulated by the Bank.

- (xvi) The audit firm shall not enter into any sub contract for conduct of the audit work.
- (xvii) In case any statutory license/ approval is required to conduct Bank's audit in the territory, the firm should have the necessary approvals and should produce on requirement.
- (xviii) Firm shall provide profile of the firm/ partners elaborating credentials, past experience, name of Banks, and other institutions where Audit work is carried out. It will also provide copy of trade license or commercial registration.
- (xix) The audit work will include certification/ audit of all prescribed statements/ returns including those required for compliance under BASEL-II as per the RBI.
- (xx) This is only an invitation to make an offer.
- (xxi) The applying firm should have a local office in Newyork.
- (xxii) The bank may reject any or all offers without any reason.
  
- (xxiii) Taxation work includes tax planning, consultation as required from time to time, and preparation of all Federal, New York State And New York City tax returns and estimations viz:
  - US Income Tax Return of a Foreign Corporation (Form 1120F)
  - Information Return of a Foreign Owned Corporation (Form 5472)
  - New York State Tax Return for Banking Corporations (Form CT-32)
  - New York State Banking Corporation MTA Surcharge Return (Form CT-32M)
  - New York City Tax Return for Banking Corporations (Form NYC 1)
  - Quarterly estimated tax payments (first, second, third & fourth quarters for the year ending March 31, 2022 i.e, 2021-2022.
  
  - Quarterly Commercial rent tax return, as applicable.
  - Sales and Use Tax returns, as applicable.
  - Any other tax returns, as applicable to the bank
  - Tax Audit under the Income Tax Act, 1961 of India.
  - Form 1099 – Misc IRS returns.
  - Returns form 1042 S and FATCA Returns

Quotes may be submitted latest by 3rd March, 2021 in two separate envelopes marked with technical bid and financial bid. At the specific date, initially only the technical bid will be opened and only for those bidders, which are found eligible based on their technical bid, the financial bid will be opened. Kindly submit the financial and technical bids at the following address.

The Chief Executive, US Operations, Bank of Baroda, One Park avenue, New York – 10016. USA.

Should you need any further information, you may please contact Mr. Kamlesh Kumar, Chief Manager (Tele -646-597-7236).

Any decision taken by Bank at any point of time in connection with this process shall be final and conclusive and no claim or dispute from any quarter in that regard shall be entertained.

### **ELIGIBILITY CRITERIA**

1. Audit firms should have in depth knowledge of the Statutory and Regulatory guidelines of USA regulators as well as those of Reserve Bank of India.
2. Audit firms who have completed -4- consecutive annual tenures as statutory auditors of the territory shall not be eligible for reappointment for a 5th consecutive term except where on account of local regulatory requirements, longer period of appointment is necessitated.
3. Firms should have sound reputation and there should be no adverse remark against the firm with the Institute of Certified Public Accountants/Regulators/Statutory authorities.
4. Firm should not be engaged in internal audit of USA branch/territory at the time of submitting the quotations.
5. Firm should have sufficient number of CPA's, qualified assistants and support staff to ensure that the audit work is conducted smoothly and within the timelines stipulated by the Bank.
6. Audit firms shall not enter into any sub-contract for conduct of the audit work.
7. Audit firms should have necessary license/approval for conduct of bank audits in USA.