

**NAFCUB**

# e-COOP BANKING

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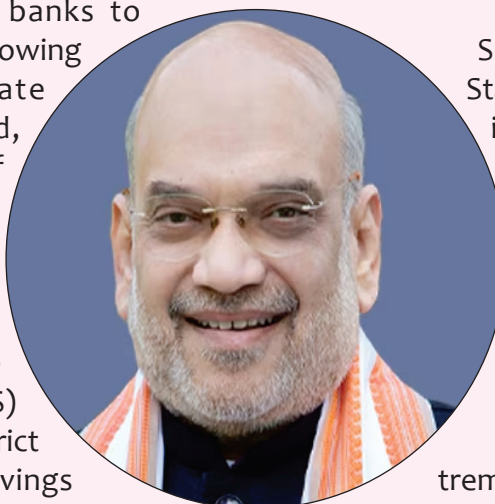
## Patronize only Cooperative Banks : Amit Shah

Hon'ble Union Minister for Home and Cooperation, Sh. Amit Shah on 29th December 2023, urged cooperative institutes to open their bank accounts only with cooperative banks to prevent deposits from the sector flowing to nationalised banks and private commercial banks. This, he said, would enhance the capacity of cooperative banks to meet credit requirements.

Shah said even farmers who are members of primary agriculture cooperative credit societies (PACS) that are, in turn, the members of district cooperative banks, have their savings accounts with public sector banks or private banks, thus depriving cooperative banks of deposits.

“Ultimately, money from the cooperative institutes goes to SBI and private banks. Due to this, cooperative banks do not have enough deposits while

the private banks and State Bank of India throw their rule book at us (when we approach them for finance)” he said.



Shah also announced that the Gujarat State Cooperative (GSC) Bank, under an initiative of the Central Government, has undertaken a pilot project in Banaskantha and Panchmahal districts to persuade cooperative institutes to have their bank accounts only with cooperative banks.

The pilot project has produced tremendous results, Shah stressed.

The cooperative banks in the districts achieved 82 per cent of their Kisan Credit Card (KCC) target, 100 per cent of the micro ATMs installation target, and 159 per cent of the target set to open new bank accounts.

## Cosmos Bank is stronger now - To amalgamate National Cooperative Bank, Bengaluru



In the Special General Meeting held on 30<sup>th</sup> December 2023, The Cosmos Cooperative Bank Ltd., received approval from its Members with majority votes for amalgamation of National Cooperative Bank

Ltd., Bengaluru. This Special General Meeting was organized at Cosmos Bank's Head Office on University Road.

While informing the Bank's stance behind the amalgamation, Chairman CA Milind Kale said, “recently Bank has successfully amalgamated 3 banks and expanded 26 branches. Also, if The Reserve Bank of India approves the amalgamation of this bank located in Bengaluru, the expansion of Cosmos Bank in the state of Karnataka will take place in a big way.”

CA Kale further added, “Bengaluru based National Cooperative Bank Ltd., has 13 branches. 12 of them are in Bengaluru while 1 is in Mysore. National Cooperative Bank's business set-up is around Rs. 1,586 Crore.” Up till

cont. on page 04

## Kalyan Janata Bank concludes its year long Golden Jubilee celebrations

The Kalyan Janata Sahakari Bank, a leading Bank of Maharashtra concluded its year-long Golden Jubilee celebrations on December 16, 2023 in the august presence of the Rashtriya Swayamsevak Sangh (RSS) sarsanghchalak Mohan Bhagwat.

The glittering event was organized at Kalyan, which was not only attended by the bank's office bearers but also by members, customers and others.

In his speech, Bhagwat said that banks should identify the financial needs of downtrodden people for empowering them.

“Banks should give priority to social development while maintaining all economic parameters. Kalyan Janata Sahakari Bank should pay attention to how the organization should run more dynamically in the future so that the needy people can get maximum benefit from it”, he added.

Sachin Sudhakar, Chairman, Kalyan Janata Sahakari Bank said, “We were elated with the presence of the RSS Sarsanghchalak during the closing

ceremony of our golden jubilee celebrations. On 23rd December 2022, Hon’ble Union Minister of Road Transport and Highways, Shipping, Water Resources, River Development and Ganga Rejuvenation, Sh. Nitin Gadkari inaugurated the event”.



“In the yearlong celebrations, we organized three gala events at Nashik, Pune and Kalyan. We also felicitated Retd. directors, founders' members and others who played an important role in the development of the bank”, said Sudhakar.

The bank Chairman also presented a video charting of the bank's progress over the past 50 years.

Bhagwat also visited the head office of the bank and unveiled the newly erected statue 'Bharat Mata' at the bank premises.

The Kalyan Janata Sahakari Bank Ltd., founded in 1973, is a Multi-state Co- operative Bank having a network of 43 branches spread over Maharashtra and Gujarat. The Bank has a total business of more than Rs 5400 crores and has around 60 thousand members.

## सुरक्षित निवेश अधिकतम आय

निश्चित आय वित्त - कोष प्रबंधन का विश्वसनीय स्रोत



Contact us: 8452013283, 9830059588  
investment@powergilt.com

## Telangana Federation organised Interactive Session on prevention of frauds in ATMs and other Digital Channels

Some of our member banks brought to our notice that a large gang of fraudsters are roaming around the ATMs of our Cooperative Banks and these gangsters have been successfully withdrawing the money from the ATMs of our Cooperative Banks. Several Cooperative Urban Banks in Andhra Pradesh and Telangana have lost money in crores of rupees. In this context sharing of information and immediate steps to be taken are beneficial among the member banks in the long run.

To discuss the measures and best practices required for prevention of these frauds in the cooperative sector and to look into the various directives issued by the Reserve Bank of India, an interactive session on prevention of frauds in ATMs and other Digital Channels was arranged with Senior IT Executives, Sri S V Subrahmanyam and Sri G V V Satyanarayana, as moderators on 27th December, 2023 at Federation Office, Hyderabad.

In the interaction with participants, issues like a) What is information Security; b) What is CIA-Confidentiality, Integrity, and Availability; c) About ATM policy and physical security controls;

d) E-Surveillance Means i.e., Installation of CCTV cameras in Bank Branches or ATMs and their integration with alarm into a single network; e) Physical Security of ATMs; f) Audit of ATMs CCTV infrastructure; g) Account takeover by fraudsters through phishing attacks, credentials stuffing, QR

code frauds, Employees responsibilities towards Information Security in digital frauds etc. were discussed. Sri GVV Satya Narayana, Ex CEO of Bhadradri UCB also shared the vital information relating to the Information Security, modus operandi of ATM frauds and precautions to be taken by UCBs.

Chairmans, Directors, Chief Executive Officers and IT Officers of Urban Cooperative

member Banks in Telangana State Federation attended the programme and actively participated in the interactive sessions. Programme was successfully concluded with closing remarks by Shri G Madana Gopala Swamy, Working President of Federation, Sri Mohan Reddy, MD of Bhavana Rishi UCB, Sri Seetha Srinivas of Pochampally UCB and vote of thanks by CEO of Federation.



## राजस्थान के बारां नागरिक सहकारी बैंक लिमिटेड ने वर्ष 2024 के कैलेंडर का विमोचन किया

बारां नागरिक सहकारी बैंक लिमिटेड के संचालक मंडल द्वारा प्रधान कार्यालय भवन में बैंक के वर्ष 2024 के कैलेंडर का विमोचन किया गया। इस अवसर पर बैंक के अध्यक्ष श्री हरगोविंद जैन ने बताया कि बैंक का यह कैलेंडर ग्राहकों के लिए काफी उपयोगी रहेगा। इसमें विशेष रूप से बैंक में आने वाले दूसरे वह चौथे शनिवार की छुट्टियों को दर्शाया गया है इसके साथ ही बैंक में उपलब्ध डिजिटल सेवाएं एवं अन्य बैंक शाखाओं को प्रचार प्रसार के माध्यम से आम नागरिकों एवं ग्राहकों तक पहुंचाने का प्रयास किया गया है। कैलेंडर



2024 के विमोचन के अवसर पर बैंक अध्यक्ष श्री हरगोविंद जैन उपाध्यक्ष श्री पीयूष कुमार विजय संचालक अश्वनी बंसल निशांत तिवारी, प्रदीप जैन, सीमा शर्मा, तारा अग्रवाल, सुनील टक्कर, नंदकिशोर यादव, अखिल नामा, पीयूष जैन, बालमुकुंद मीना, सीए हर्षिल बंसल, राजेंद्र कुमार गुप्ता बोर्ड आफ मैनेजमेंट के संचालक ललित कुमार नागर एडवोकेट, सीए ऋषभ गालव हरिओम प्रधान, मनोज कुमार शर्मा, भाजपा जिला उपाध्यक्ष गोविंद सिंह चौहान एवं बैंक महाप्रबंधक रामस्वरूप मीणा तथा बैंक स्टाफ उपस्थित रहे।



## Card - on - File(CoF) token facility at Bank level - RBI initiative



The RBI on Wednesday, December 20, 2023 introduced a Card-on-File (CoF) token facility at the level of banks and other institutions to provide convenience for cardholders to get tokens created and linked to their existing accounts with various e-commerce applications. At present, a CoF token can only be created through the merchant's application or webpage.

For a CoF, a token is a 16-digit number unique for a combination of card, token requestor and merchant. Through tokenisation, the actual card details are replaced with token credentials that can be used only with the intended merchant.

"It has been decided to enable Card-on-File Tokenisation (CoFT) directly through card-issuing banks/institutions also. This will provide cardholders with an additional choice to tokenise their cards for multiple merchant sites through a single process," the RBI said in a circular.

*Cosmos Bank.....Cont. from page 01*

now Cosmos Bank has amalgamated 18 small cooperative banks.

In the Special General Meeting held by National

Generation of CoF tokens for a card, through the card issuer, can be enabled through mobile banking and internet banking channels. In October, the RBI had said tokenisation has improved transaction security and transaction approval rate.

The RBI introduced CoFT in September 2021 and began implementation from October 1 last year. The circular further said CoFT generation should be done only on explicit customer consent, and with Additional Factor of Authentication (AFA) validation.

"If the cardholder selects multiple merchants for which to tokenise his/her card, AFA validation may be combined for all these merchants," the RBI said.

The cardholder may tokenise the card at any time of his convenience, either at the time of receiving the new card or later.

Also, the card issuer should provide a complete list of merchants for whom it can provide tokenisation services.

present, voted in favor of the amalgamation. The total value of the shares of Members voting in favor of amalgamation is 99.97%.



Cooperative Bank on 29<sup>th</sup> December 2023, out of 3152 Members (96.09%) 3029 Members cast their votes in favor of the proposed amalgamation. The proportion of the total value of the shares of Members voting in favor of the amalgamation is 97.66%.

In the Special General Meeting held at Cosmos Bank on 30<sup>th</sup> December 2023, 98.85% of the Members

The amalgamation proposal by the Bank will soon be sent to The Reserve Bank of India for further approval.

Vice Chairman - Mr. Praveen kumar Gandhi, all Directors of the Board and Managing Director – Mrs. Apekshita Thipsay were present for the Special General Meeting.



## Forex Correspondents - A new category of money changers



In a move aimed at enhancing the ease of doing business and adapting to the evolving economic landscape, the Reserve Bank of India (RBI) has proposed the introduction of a new category of money changers. This new category, known as Forex Correspondents (FxCs), would operate through an agency model, conducting money-changing business on behalf of Category-I and Category-II Authorised Dealers.

"To enhance the ease of doing business, it is proposed to introduce a new category of money changers who may conduct money-changing business through an agency model by becoming Forex Correspondents (FxCs) of Category-I and Category-II Authorised Dealers," RBI said in a statement.

The existing framework involves the issuance of licences to authorised dealers, which are banks authorised to engage in foreign exchange transactions and full-fledged money changers. The proposed category of Forex Correspondents seeks to streamline and simplify the licensing framework for Authorised Persons (APs) under the Foreign Exchange Management Act, 1999 (FEMA). The current framework, last reviewed in March 2006, is

undergoing changes to align with the progressive liberalisation under FEMA, the increased integration of the Indian economy globally, and the digitization of payment systems.

### How it will work

The new category, Forex Correspondents, will operate under a principal-agency model. In this model, AD Category-I or AD Category-II will act as the principal entity, overseeing the operations of the FxCs. One notable aspect is that such entities will not be required to seek authorisation from the Reserve Bank separately.

Additionally, the proposal introduces the Forex Correspondent Scheme (FCS), designed to expand the reach of foreign exchange services. The scheme aims to facilitate the delivery of foreign exchange facilities to common individuals, tourists, and businesses with operational efficiency while maintaining necessary checks and balances.

The central bank has invited comments and feedback from stakeholders on the draft Licensing Framework for Authorised Persons (APs) under FEMA till January 31, 2024.

## Saraswat Bank officials visited NAFCUB office



**Even if the petitioner had repaid the jewellery loan, insofar as the agricultural loan that was availed by the petitioner, the contractual obligation obligates the petitioner to continue to keep the jewellery as a security even for the agricultural loan that was availed by the petitioner : High Court of Madras.**

### **Factual contours**

Writ petition was filed in the High Court of Madras in *S. Prema vs. Indian Overseas Bank, Kaliyakkavilai Branch, W.P. (MD) No.7045 of 2021 dated 23.11.2023* challenging the auction notification issued by the respondent bank and for a consequential direction for the respondent bank to hand over the jewels that were pledged by the petitioner for the loan availed by the petitioner which the petitioner was willing to repay back to the respondent bank.

The issue that is involved in the present writ petition has been captured in the earlier order that was passed by the Court on 8.11.2021. The Court was of the view that the consequential relief sought for by the petitioner seeking for returning the jewels, has to be independently decided by the Court by taking into consideration the law on the point. This would require the petitioner to file an additional affidavit along with all the necessary documents in order to explain the nature of loan that has been availed by the petitioner and if any independent security has been given for the same. On such filing of the additional affidavit, the respondent can also file a counter for the same. Thereafter, the Court will independently consider this issue and render its findings.

### **The heart of the controversy**

The main contention that was raised by the petitioner is that the respondent bank had issued a notice in all the three jewellery loan accounts and had directed the petitioner to pay the dues and redeem the jewels. This offer made by the bank was accepted by the petitioner and accordingly, the entire jewellery loan was repaid and in spite of the same, the jewellery which was pledged was not returned to the petitioner. By relying upon the language under Section 171 of the Indian Contract Act, 1872, the petitioner submitted that the notice that was issued towards the three jewellery loan accounts was a contract to the contrary, which enabled the petitioner to redeem the jewels and therefore, the respondent bank does not have a general lien over the jewellery as a security towards the agricultural loan which remains due and payable.

The respondent bank has already initiated proceedings under the SARFAESI Act, 2002. A stay order is in operation and the case is also pending before the Debt Recovery Tribunal. The agricultural loan carried an independent security by means of mortgage by deposit of title deeds and therefore, such a security cannot be extended by including the jewelleries also which was given as a security for the jewellery loan that was availed by the petitioner. To substantiate this submission, the petitioner sought support from the following decisions: (i) *M. Shanthi vs. Bank of Baroda*, represented by its Chief Manager reported in 2017 SCC Online Mad 37703; (ii) *N. Rajathi vs. The Manager, Canara Bank, and others* in W.P.No.506 of 2014 dated 6.1.2023; and (iii) *A.S. Chandurkar and others vs. Union Bank of India*, reported in AIR 2022 BOM 195.

Per contra, the respondent bank submitted that the judgments that were relied upon by the petitioner will not apply to the facts of the present case, since in all those cases, there was mortgage of immovable property which was relatable to the concerned loan account and hence it cannot be extended to the other loan, more particularly, when the loan for which the security was given was already repaid. In the instant case, the jewellery was pledged which is a bailment in line with Section 148 of the Indian Contract Act, 1872. Insofar as the bank's loan for the securities that are pledged, the judgment of the Apex Court in the case of *Syndicate Bank vs. Vijay Kumar and others* reported in (1992) 2 SCC 330 will directly apply.

### **Controversy resolved**

The relief sought for in this writ petition has two limbs to it. The first limb pertains to the auction notification issued by the respondent bank to bring the jewellery for auction and sale. In view of the fact that the petitioner has repaid the jewellery loan, there is no reason for the respondent bank to take any action to once again issue any auction notification. Hence, the first limb of the relief has become infructuous by virtue of the subsequent development that took place in this case. The discussion in this writ petition will confine therefore itself only to the second limb of the relief that has been sought for by the writ petitioner, wherein, the petitioner had sought for a direction to the respondent bank to return the jewellery which was pledged as a security.

It is clear from clause 9.4 of the terms and conditions; the petitioner has specifically agreed that the jewellery that was pledged towards the jewel loan will continue to be a security for all the present and future indebtedness and liabilities. Therefore, even if the petitioner had repaid the jewellery loan, insofar as the agricultural loan that was availed by the petitioner, the contractual obligation obligates the petitioner to continue to keep the jewellery as a security even for the agricultural loan that was availed by the petitioner. By virtue of this agreement, the petitioner herself has indirectly admitted the right of general lien available to the respondent Bank under Section 171 of the Indian Contract Act, 1872.

Insofar as the judgments that were relied upon by the petitioner, all those cases dealt with the mortgage created over an immovable property and none of those cases pertained to a pledge of movable properties. Insofar as the security given towards the loan through mortgage by deposit of title deed, once the amount is settled with respect to that loan, the bank cannot continue to retain the documents by relying upon the provisions of Section 171 of the Indian Contract Act. The Division Bench in *M. Shanthi* case referred supra, held that the right of lien under Section 171 of the Indian Contract Act, 1872, cannot run contrary to the provisions of the Transfer of the Property Act, 1882, which deals with the creation of a mortgage by deposit of title deeds towards security for a particular transaction.

### **The consequence**

In the light of the above discussion, the Court has absolutely no hesitation to hold that the judgments that were relied upon by the petitioner will not apply to the facts of the present case, since in the present case, apart from the petitioner being bound by the contractual obligation, the properties involved are movable properties that were pledged and which falls within the scope of bailment under Section 148 of the Indian Contract Act. In view of the same, it directly falls within the scope and ambit of Section 171 of the Indian Contract Act. The notice issued by the respondent bank to the petitioner by directing the petitioner to pay



the dues and to redeem the jewels cannot be taken to be a contract to the contrary. This is more so, since the petitioner had already obligated herself by virtue of clause 9.4 of the terms and conditions of loan.

The conspectus of the above discussion leads to the only conclusion that the second limb of the relief sought for by the petitioner seeking for returning the jewelleries, cannot be granted by the Court. Accordingly, the writ petition stands dismissed.

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**Complied by : R. MURALIDHARAN, Puducherry Civil Service Officer  
(Retired), Director, Catalyst [Training People]**



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

[www.rbi.org.in](http://www.rbi.org.in)

Date : December 27, 2023

### Report on Trend and Progress of Banking in India 2022-23

Today, the Reserve Bank of India released the Report on Trend and Progress of Banking in India 2022-23, a statutory publication in compliance with Section 36 (2) of the Banking Regulation Act, 1949. This Report presents the performance of the banking sector, including co-operative banks and non-banking financial institutions, during 2022-23 and 2023-24 so far.

#### Highlights

The consolidated balance sheet of scheduled commercial banks (SCBs) in 2022-23 expanded by 12.2 per cent, driven by credit to retail and services sectors; deposit growth also picked up, although it trailed credit growth.

The capital to risk weighted assets ratio (CRAR) of SCBs was 16.8 per cent at end-September 2023, with all bank groups meeting the regulatory minimum requirement and the common equity tier 1 (CET1) ratio requirement.

The improvement in asset quality of banks that began in 2018-19 continued during 2022-23 and H1:2023-24, with gross non-performing assets (GNPA) ratio at 3.2 per cent at end-September 2023.

Higher net interest income and lower provisioning boosted net interest margin (NIM) and profitability in 2022-23.

The combined balance sheet of urban co-operative banks (UCBs) expanded by 2.3 per cent in 2022-23, driven by loans and advances. Their capital buffers and profitability improved through 2022-23 and Q1:2023-24.

The consolidated balance sheet of non-banking financial companies (NBFCs) expanded by 14.8 per cent in 2022-23, led by double digit credit growth. Profitability and asset quality of the sector also improved in 2022-23 and in H1:2023-24, even as the sector remained well-capitalised with CRAR higher than the regulatory requirement.

Press Release: 2023-2024/1551

(Yogesh Dayal)

Chief General Manager

<https://rbidocs.rbi.org.in/rdocs/Publications/PDFs/ORTP27122023D9394304B3D149428EB730022B3BB232.PDF>

Circular can be downloaded from:

<https://rbidocs.rbi.org.in/rdocs/PressRelease/PDFs/PR1551RTPF4B55906A61947438A194C635629F6BB.PDF>



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RESERVE BANK OF INDIA

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RBI/2023-24/90

DOR.STR.REC.58/21.04.048/2023-24

Date : December 19, 2023

All Commercial Banks (including Small Finance Banks, Local Area Banks and Regional Rural Banks)  
All Primary (Urban) Co-operative Banks/State Co-operative Banks/ Central Co-operative Banks  
All All-India Financial Institutions  
All Non-Banking Financial Companies (including Housing Finance Companies)

Madam / Dear Sir,

### **Investments in Alternative Investment Funds (AIFs)**

Regulated entities (REs) make investments in units of AIFs as part of their regular investment operations. However, certain transactions of REs involving AIFs that raise regulatory concerns have come to our notice. These transactions entail substitution of direct loan exposure of REs to borrowers, with indirect exposure through investments in units of AIFs.

2. In order to address concerns relating to possible evergreening through this route, it is advised as under:

(i) REs shall not make investments in any scheme of AIFs which has downstream investments either directly or indirectly in a debtor company of the RE.

Explanation: The debtor company of the RE, for this purpose, shall mean any company to which the RE currently has or previously had a loan or investment exposure anytime during the preceding 12 months.

(ii) If an AIF scheme, in which RE is already an investor, makes a downstream investment in any such debtor company, then the RE shall liquidate its investment in the scheme within 30 days from the date of such downstream investment by the AIF. If REs have already invested into such schemes having downstream investment in their debtor companies as on date, the 30-day period for liquidation shall be counted from date of issuance of this circular. REs shall forthwith arrange to advise the AIFs suitably in the matter.

(iii) In case REs are not able to liquidate their investments within the above-prescribed time limit, they shall make 100 percent provision on such investments.

3. In addition, investment by REs in the subordinated units of any AIF scheme with a 'priority distribution model' shall be subject to full deduction from RE's capital funds.

Explanation: 'Priority distribution model' shall have the same meaning as specified in the SEBI circular SEBI/HO/AFD-1/PoD/P/CIR/2022/157 dated November 23, 2022.

4. These instructions have been issued in exercise of the powers conferred by the Sections 21 and 35A of the Banking Regulation Act, 1949 read with Section 56 of the Banking Regulation Act, 1949; Chapter IIIB of the Reserve Bank of India Act, 1934 and Sections 30A, 32 and 33 of the National Housing Bank Act, 1987.

5. The above instructions shall become effective immediately.

Yours faithfully,

(Vaibhav Chaturvedi)  
Chief General Manager

Circular can be downloaded from:

<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/NT9051F8256D79234D5FA6D4E4CBD029E16D.PDF>



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

RBI/2023-24/102

[www.rbi.org.in](http://www.rbi.org.in)

Date : December 29, 2023

DoR.MCS.REC.61/01.01.001/2023-24

All Commercial Banks (including Small Finance Banks, Local Area Banks and Regional Rural Banks, excluding Payments Banks)  
All Primary (Urban) Co-operative Banks  
All NBFCs (including HFCs) and  
All India Financial Institutions (EXIM Bank, NABARD, NHB, SIDBI and NaBFID)

Madam / Dear Sir,

**Fair Lending Practice - Penal Charges in Loan Accounts: Extension of Timeline for Implementation of Instructions**

Reference is invited to RBI circular DoR.MCS.REC.28/01.01.001/2023-24 dated August 18, 2023 on 'Fair Lending Practice - Penal Charges in Loan Accounts'.

2. In terms of paragraph 3 (viii) of the circular, the instructions were to come into effect from January 1, 2024. However, considering that certain clarifications and additional time has been sought by some regulated entities (REs) to reconfigure their internal systems and operationalize the circular, it has been decided to extend the timeline for implementation of the instructions by three months. Accordingly, REs shall ensure that the instructions are implemented in respect of all the fresh loans availed from April 1, 2024 onwards. In the case of existing loans, the switchover to new penal charges regime shall be ensured on the next review/renewal date falling on or after April 1, 2024, but not later than June 30, 2024.

3. A set of frequently asked questions (FAQs) providing clarifications related to implementation of the circular will be uploaded in the FAQs section of the RBI website shortly.

Yours faithfully,

(Santosh Kumar Panigrahy)  
Chief General Manager

Circular can be downloaded from:

<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/PENALCHARGES26A3A63141764128942EDBA48A78A491.PDF>

**Annual Membership & Journals Subscription For The Year - 2023-2024**

The National Federation is thankful to all those member institutions, which have remitted the annual membership subscription for the year 2022-2023 well in time. We would like to inform you that the Annual membership subscription and subscription for two publications of NAFCUB is due for payment at the commencement of each accounting year i.e. 1st day of April every year and shall be payable on or before 1st July of the year. Accordingly, all member institutions are requested to remit annual membership subscription as well as journals subscription for the year 2023-2024 as per the prescribed schedule of annual membership subscription along with Rs. 1900/- being the annual subscription for two Journals one fortnightly tabloid "Coop-Banking" and the other quarterly magazine "Urban Credit". There are some institutions, which are in arrears for the remittance of annual membership subscription for the previous year(s). They are once again requested to remit arrears if any, along with annual membership subscription for the current year 2023-2024. The bank draft for annual membership and journals subscription may be drawn in favour of "National Federation of Urban Co-operative Banks and Credit Societies Ltd." Payable at Delhi. In case the said remittance is made through RTGS/NEFT, please intimate the details of the same to us for updating our records pertaining to your membership. We therefore request you to kindly remit the same before the stipulated date as per subscription schedule.

**Annual Membership Subscription form can be downloaded from the this link:**

<https://nafcub.org/assets/docs/membership/Annual%20Membership%20Subs%202023-24.pdf>

**Schedule can be refer from the following link**

<https://nafcub.org/assets/docs/membership/Annual-Subscription-Schedule-2018-19.pdf>



**NATIONAL FEDERATION OF URBAN COOPERATIVE BANKS AND CREDIT SOCIETIES LTD.**

B-14, 3<sup>rd</sup> Floor, A-Block Shopping Complex, Naraina Vihar, New Delhi-110028, India  
Telephone : 011-25771170, 25770108 Web. : www.nafcub.org, E-mail : nafcubelection2024@gmail.com

Ref.No.:NF/E-45/2023-2024/

Dated: 22<sup>nd</sup> Dec., 2023

**By Post/Email**

To,

**The Chairman/Chief Executive Officer/Managing Director  
All Member Federations/Urban Cooperative Banks/Credit Societies of NAFCUB**

**Subject: Election of the members of Board and office bearers of National  
Federation of Urban Co-operative Banks and Credit Societies Ltd.  
to be held on February 12, 2024 at New Delhi.**

Dear Sir/Madam,

1. **The Office of Cooperative Election Authority, Ministry of Cooperation, Government of India vide its letter No.CEA-12011/10/2023 dated 18<sup>th</sup> December, 2023 appointed the undersigned as Returning Officer to conduct election of members of the Board of Directors and Office Bearers of NAFCUB, under Rule 19(G) of the Multi-State Co-operative Societies Rules, 2002 (as amended vide GSR 591(E), dt. 4-8-2023, w.e.f. 4-8-2023)**

2. According to NAFCUB Bye-law No.10 together with provisions in the form of Schedule I [Election Procedures (Subsidiary Rules) for constitution of the Board of Directors] and Schedule II grouping of States under constituency 10(b) provide the details of the constituencies from which members of the Board are to be elected. The Bye-law No.10 along with its schedules are annexed- **(Annexure – I).**

3. In accordance with above order of the Office of Cooperative Election Authority, Ministry of Cooperation, Government of India a General Body Meeting of NAFCUB will be convened on **February 12, 2024 at 10.00 a.m.**, in the Auditorium of the **National Cooperative Union of India (NCUI), 3, Siri Institutional Area, August Kranti Marg, New Delhi – 110 016** for conducting election of the Board of NAFCUB in accordance with the bye-law No. 9 of the NAFCUB. Each members institution shall send one authorized delegate to represent the General Body of NAFCUB. Member institution(s) are, therefore, requested to communicate the name and complete address of the delegate representing their organisation in the above said General Body Meeting of NAFCUB in terms of section 38(3) of the Multi-State Co-operative Societies (Amendment) Act, 2023 **as performa enclosed at Annexure – II, along with a certified copy of the latest Board's Resolution together with the specimen signature(s) of the delegate, duly attested and bearing the seal of the society.**

Section 38(3) of the Multi-State Co-operative Societies Act, 2002 is reproduced below:

***"Where in any meeting of the general body or the board of a multi state co-operative society, a co-operative society or another multi-state co-operative society is to be represented, such co-operative society or other multi state co-operative society shall be represented in such meeting only through the Chairperson or the President or the Chief Executive or a member of the board of such co-operative society or other multi state co-operative society, as the case may be, if such member is so authorized by the board and where there is no board of such co-operative society or other multi state co-operative***

***society, for whatever reasons, through the administrator, by whatever name called, of such co-operative society or other multi state co-operative society:***

***Provided that where the bye-laws of a Multi-State Co-operative Society provide for representation of other institutions in any meeting of general body or the board of such Multi-state co-operative society, such institutions shall be represented through its nominee."***

As required, procedure for the conduct of election **"fresh resolution shall be required for every general meeting at which election shall be held"**.

4. Please note that in case the nomination of delegate in the prescribed proforma along with the latest resolution of competent authority is not received by **January 21<sup>st</sup>, 2024** or where any intimation changing the name of the delegate is received after such date, it shall not be accepted for inclusion in the list of members eligible to vote. The intimation regarding delegate of your society should reach the undersigned at least 21 days prior to the date of election **i.e. latest by January 21<sup>st</sup> 2024 before 5.00 p.m. at the following address:**

**Sh. Lakshay Singhal, IAS**  
**District Magistrate**  
**South-West Delhi**  
**&**  
**Returning Officer**  
**National Federation of Urban Co-operative**  
**Banks and Credit Societies Ltd. (NAFCUB)**  
**B-14, 3<sup>rd</sup> Floor, 'A' Block Shopping Complex,**  
**NarainaVihar, Ring Road, New Delhi – 110 028**

It may please be noted that the **nomination of delegate should be very specific and any resolution passed giving an option of either Chairman or Managing Director or any Board member will not be accepted.**

Nomination of candidates for contesting the election will not be accepted along with the name of delegate. Nominations of candidates contesting the Election may be submitted separately as per election programme.

5. In this connection, attention of member institution is drawn to the provisions of following Byelaws of NAFCUB:

#### **Bye-law No. 6.C Annual Subscription**

Members shall pay annual subscription as prescribed by the Board of Directors of the NAFCUB from time to time.

The annual subscription from members shall fall due at the commencement of each accounting year i.e. on the 1<sup>st</sup> day of April every year and shall be payable on or before 1<sup>st</sup> July of the year.

**(Schedule of payments of annual membership subscription is annexed as Annexure – III)**

**Bye-law No. 9 (Para 5)**

"Delegates from defaulting member society shall not be entitled to exercise the right to vote or to seek election to any office. The delegate of defaulting society, if holding any office of the Federation, shall forfeit his/her right to hold such office with effect from the date on which the society becomes defaulter under these bye-laws, provided notice is given to the defaulting member society and it fails to pay its dues within 30 days after the receipt of notice."

6. The election of the Board of NAFCUB will be held on **February 12, 2024** in the premises of the **National Co-operative Union of India, 3, Siri Institutional Area, August KrantiMarg, New Delhi – 110 016 from 11.00 A.M. to 2.00 P.M.** The election programme will be as follows:

i)	List of member institutions as stood on January 11, 2024	<b>Display of list attested by Returning Officer 18<sup>th</sup> January, 2024 (Tuesday) 11.00 AM</b>
ii)	Time Window for Raising Objection (if any) to the Provisional List	<b>19<sup>th</sup> January, 2024 to 25<sup>th</sup> January, 2024 (Friday to Thursday) 11.00 Am to 03.00 PM (Every Day)</b>
iii)	Last date of receipt of names of delegates from member institutions in the prescribed Nomination Form along with the latest Board resolution	<b>January 21<sup>st</sup>, 2024 before 5.00 PM</b>
iv)	Publication of list of delegates who are eligible to Vote received till January 21 <sup>st</sup> , 2024	<b>27<sup>th</sup> January, 2024 11.00 AM</b>
v)	Issue of Nomination Form and Filling of Nomination of candidates contesting election	<b>29<sup>th</sup> January, 2024 to 3<sup>rd</sup> February, 2024 11.00 Am to 03.00 PM (Every Day)</b>
vi)	Publication of List of Nominations Received	<b>3<sup>rd</sup> February, 2024 at 07.00 PM</b>
vii)	Scrutiny of Received Nomination Forms	<b>5<sup>th</sup> February, 2024 (11.00 AM to 03.00 PM)</b> Board Room of National Federation of Urban Cooperative Banks and Credit Societies B 14, 3 <sup>rd</sup> Floor, 'A' Block Shopping Complex, Ring Road Naraina Vihar New Delhi -110028
viii)	Publication of List of Valid Nominations	<b>5<sup>th</sup> February, 2024 at 05.00</b> Display Notice Board of National Federation of Urban Cooperative Banks and Credit Societies B 14, 3 <sup>rd</sup> Floor, 'A' Block Shopping Complex, Ring Road Naraina Vihar New Delhi-110028
ix)	Withdrawal of Nominations	<b>6<sup>th</sup> February, 2024 (11.00 AM to 03.00 PM)</b> Board Room of National Federation of Urban Cooperative Banks and Credit Societies B 14, 3 <sup>rd</sup> Floor, 'A' Block Shopping Complex, Ring Road Naraina Vihar New Delhi-110028



x)	Publication of Final List of Contesting candidates	<b>6<sup>th</sup> February, 2024 at 05.00 PM.</b> Notice Board of National Federation of Urban Cooperative Banks and Credit Societies B 14, 3 <sup>rd</sup> Floor, 'A' Block Shopping Complex, Ring Road Naraina Vihar New Delhi-110028
xi)	Date of Polling, if Necessary	<b>Monday, February 12<sup>th</sup>, 2024 from 10.00 AM to 2.00 PM.</b> in the Auditorium Building of the National Co-operative Union of India, 3-Siri Institutional Area, August Kranti Marg, New Delhi – 110 016.
xii)	Counting of Votes	<b>Monday, February 12<sup>th</sup>, 2024</b> Immediately after the poll is over.
xiii)	Declaration of Results	<b>Monday, February 12<sup>th</sup>, 2024</b> Immediately after the counting is over
xiv)	Meeting of Newly Constituted Board & Publication of List for Valid Nominations, Polling (If Required) & Declaration of Result of Election of Office Bearers	<b>February 13<sup>th</sup>, 2024 at 10.00 AM</b> in the Auditorium Building of the National Co-operative Union of India, 3-Siri Institutional Area, August Kranti Marg, New Delhi – 110 016.

**Note:** All the eligible voters are required to produce photo identity card issued by the Chief Election Commissioner of India or by their Employer or Aadhar Card or Driving License or Passport or any other photo evidence which can prove their identity.

7. Sh. Anil Chauhan, Nodal Officer, NAFCUB will assist Returning Officer and will be authorized to receive the nominations on behalf of the Returning Officer and also authorized to issue nomination forms. Nomination Form as prescribed under Multi State Cooperative Societies (Amendment) Act/Rules, 2023 is annexed at **Annexure-IV(i) & (ii)**.

8. The elections will be conducted in accordance with Rule 19G of Multi-State Co-operative Societies Rules, 2002 (As amended vide GSR 591(E), dt. 4-8-2023, w.e.f. 4-8-2023). read with the Schedule appended to the said Rules. The Nomination Form can also be obtained free of cost from the office of National Federation of Urban Co-operative Banks and Credit Societies Ltd., B-14, 3<sup>rd</sup> Floor, 'A' Block, Shopping Complex, Naraina Vihar, Ring Road, New Delhi – 110 028.

9. A copy of the list of member institutions, together with the names of their authorized delegates received till January 21, 2024 will be displayed on the Notice Board of the office of NAFCUB, New Delhi on **January 27, 2024 at 11.00 AM**.

10. List of members eligible to vote will be displayed at the Notice Board on **January 27, 2024** at 11.00 AM. A copy of this list could be obtained from NAFCUB office on payment of Rs.500/-.

11. As soon as the members of the Board have been elected on **February 13, 2024** a meeting of the newly constituted Board of the NAFCUB will be held at the same venue and on the same date for the purpose of election of the **President and two Vice-Presidents** in terms of Rule 19N of the Multi-State Co-operative Societies Rules, 2002 (As amended vide GSR 591(E), dt. 4-8-2023, w.e.f. 4-8-2023). The details of the time schedule for the election, if any, for the office bearers will be given in the Board Meeting.

12. All correspondence related to **Election of the members of Board and office bearers of National Federation of Urban Co-operative Banks and Credit Societies Ltd.** will be sent at our Email – [nafcubelection2024@gmail.com](mailto:nafcubelection2024@gmail.com),

Thanking you,

Yours faithfully,



**Lakshay Singhal, IAS**  
**District Magistrate**  
**South-West Delhi &**  
**RETURNING OFFICER, NAFCUB, NEW DELHI**

**Copy to: -**

1. The Notice Board of NAFCUB, New Delhi
2. The Central Registrar of Co-operative Societies, Government of India, Ministry of Cooperation, Atal Akshay Urja Bhawan, New Delhi – 110 005.
3. The Registrar of Cooperative Societies, Govt. of NCT of Delhi, Old Court Building, Parliament Street, New Delhi-110001, Email – [rcoop@nic.in](mailto:rcoop@nic.in)
4. Sh. Ved Prakash Dwivedi, Assistant Registrar (Cooperation) Office of Cooperative Election Authority, Ministry of Cooperation, Government of India, New Delhi
4. The Chief Executive, National Federation of Urban Co-operative Banks and Credit Societies Ltd., B-14, 3<sup>rd</sup> Floor, 'A' Block Shopping Complex, Naraina Vihar, Ring Road, New Delhi – 110 028.



**(RETURNING OFFICER)**

**Annexure -II**

**PROFORMA FOR THE NOMINATION OF THE DELEGATE TO  
THE GENERAL BODY MEETING OF THE NATIONAL FEDERATION  
OF URBAN CO-OPERATIVE BANKS AND CREDIT SOCIETIES LTD.  
TO BE HELD ON SUNDAY THE FEBRUARY 12, 2024 AT NEW DELHI**

1. Name and Address of the member institution:.....  
.....  
District ..... Pin ..... State .....  
S.T.D. Code .....Tel. No. ....Fax No.....Mob. ....

<b><i>Name of the Delegate</i></b>	<b><i>Designation in the Institution</i></b>	<b><i>Address of the Delegate</i></b>	<b><i>Specimen Signature of the delegate</i></b>	<b><i>Name, designation and signature of the person attesting the Signature of delegate</i></b>

2. Nominated vide Resolution No. .... dated .....of  
the .....Board/General Body/Administrator competent to nominate.
3. Date of expiry of the term of Managing Body/Board .....

**(Signature of the Chairman / Secretary/  
Chief Executive Officer of the Institution)**

**Seal of the Institution**

\* As per the provisions of Multi State Co-operative Societies Act 2002, clause 38(3) a cooperative Society shall be represented in General Body or Board of a Multi State Cooperative Society only through Chairperson or President or Chief Executive or a member of the Board of such co-operative society; if such member is so authorized by Board of the Co-operative Society, where there is no Board the co-operative society will be represented through the Administrator.

**\*\* Please enclose certified copy of the Resolution in duplicate.**

***N.B. All columns must be complete in all respects***

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**B-14, 3rd Floor, A-Block Shopping Complex, Naraina Vihar, New Delhi-110028**



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