

**The B.A.R.C. Employees' Co-operative
Credit Society Ltd., Mumbai**

(Registration No. 29770)

R-5, Shed, BARC, Trombay, Mumbai - 400 085.

**Minutes of Special General Body Meeting
held on 16.07.2014**

The Special General Meeting of the B.A.R.C. Employees Co. Op. Credit Society Ltd., was held on 16th July, 2014 at BARC Central Complex Auditorium in the chairmanship of newly appointed Ex-officio President Shri. D.G. Belokar.

Newly appointed Ex-officio President Shri. D.G. Belokar has welcomed all the present member and express gratitude to the BARC institute for his appointment as Ex-officio President of BARC Employees Co-Op. Credit Society. He also expressed thankfulness towards the valuable contribution of Ex-officio President Shri. Jawale.

In his speech as a President he said that, the special general meeting is organized here. Being the employees Co-Op. Credit Society, we have brought some schemes here for the financial advancement of the members. The Director, BARC has appointed me as an ex-officio President of the BARC Co-Op. Credit Society Ltd., on 20.06.2014. I had a meeting with the

Managing Committee also. I am very pleased to mention here that the financial position of our society is very good. As per the Annual Report of our society the working capital is Rs. 251 crore and functional capital is Rs.27 crore for this year. The difference between the average rate of interest on deposit amount and loan amount is 1.03 of our credit society and the provisions for administrative expenditure, profit and other expenditure are made in the same proportion. Children of the members, who scored 60% or above marks in the 10th and 12th Std., have been honored by the society by granting them cheques and issuing certificates. In this connection, I have to mention here that, Ms. Rakhi, who is a daughter of our employee Shri. H.C. Bhagawate, who is working as AMD at our Nagpur Division, scored 99.09% marks in the 10th Std. examination held on March, 2013, and achieved an honour as a 1st ranker in the Nagpur Division and Maharashtra State. I, hereby congratulate Ms. Rakhi Bhagawate for her great achievement.

Shri. Belokar further stated that, all the members were demanded to increase the limit of Term loan and Long Term loan amount as to fulfill the financial needs. This Special Annual General Meeting is convened, to fulfill the financial needs of the members. We should pay attention towards the appropriate utilization of money and refund of loan for the members. Today, an amount of about Rs. 20 crores of our society is deposited on low rate of interest in the Mumbai Bank. To utilize this amount properly, we are here by placing an amendment to the byelaws before you, to increase the limit of loan amount. The repayment of

special loan with interest will be recovered by EMI. Loan will be granted to each member by considering the repayment capacity of the member. The loan will be granted to all the members as per the bye-laws. The liability of the surety towards the loan is also increased as the limit of both the term loan amount is increased. To reduced the financial burden of the inheritor, in case, on the death of indebted member, proposal of Sabhasad Bhavishya Sahayya Nidhi (SBSN) Yojana is also in consideration. A contribution of Rs. 100/- for every month has to be paid by each member in this scheme. This amount will be refunded with interest to the members, as per the annual interest rate, on expiry of the membership. The accounts for the scheme will be maintained separately. The amount received by this scheme will be utilized as an aid to inheritor of the expired indebted member. On considering both the points, I expect from all the members that they will cooperate and co-ordinate to run the society smoothly. I request the Chairman of the society, to start the functioning of the meeting. Your suggestions and inputs will be welcomed. Explanations to your suggestions and inputs will be given by the Secretary and Chairman of the Society, or, if required, assistant from the managing committee members will also be taken. All the members are requested to note that the meeting will be continued till 6 pm as per the permission of the BARC Administration. We all know that, the great name is placed before the name of our Society. Hence, I request you all to maintain the decorum and dignity of the Organization. I once again welcomes you all, Thanks.

Chairman Shri. Shivaji Patil : Chairman of today's Special General Meeting and Ex-officio President of the Society Shri. Belokar, Ex-officio Vice-President Shri. Alex, all the members of the Managing Committee who are present here and my dear brothers and sister! We have organized Special General Meeting here. We have to pass the items as mentioned in the agenda, after due discussion. When we talked about this Special Annual General Meeting, some members raised questions with doubts that why the Special AGM is convened instead of Annual General Meeting. I have to explain here the reason for convening this Special Annual General Meeting is that, due to the 97th constitutional amendment, the number of items to be considered in the AGM will be more than expectation and it could not be possible for us to transact all the items. It would be difficult to consider and discuss all the items included in agenda of today's Special AGM and Annual General Meeting. This Special Annual General Meeting is convened, to take a decision after a detailed discussion, considering the importance of the Item included in today's agenda. The item regarding to increase the limit of loan amount is concern to all. Considering the interest of all the members, detailed discussion on this item is very much necessary. Hence, today's Special Meeting is convened. I request you all to cooperate with us to run the meeting smoothly. I also request Shri. Arun Koli, Secretary, to continue the meeting as per the agenda.

Hon. Secretary Shri. Arun Koli : Namskarak! I welcome you all. I salute to venerable divinity of Maharashtra Shri Chhatrapati Shivaji Maharaj, the father of Indian constitution, Bharatratna Dr. Babasaheb Ambedkar and the founder of Bhabha Atomic

Research Centre, Dr. Homi Bhabha. Ex-officio President Shri. Belokar, Ex-officio Vice-President Shri. O.T. Alex, Society Chairman Shri.Patil, all the members of Managing Committee and brothers and sisters! You all are in receipt of agenda of this meeting. I will read out here, the Item No. 1 as per the agenda.

Item No. 1 : To consider the applications received from the members regarding increase in the amount of Term Loan (Ordinary Loan) and Long Term Loan (Special Loan).

Hon. Secretary Shri. Arun Koli : Approximately more than 800 applications have been received from the members of our society requesting therein to increase the amount of Term Loan (Ordinary Loan) and Long Term Loan (Special Loan).

Shri. Phadol : This Managing Committee is working as care taker Committee.

Hon. Secretary Shri. Arun Koli : No, It is not correct. The period after the declaration of the election is normally be considered as care taker period.

Shri. Phadol : The election of our society is postponed as per the G.R.

Hon. Secretary Shri. Arun Koli : yes, it is correct.

Shri. Phadol : It means, Your tenure as per the G.R. is completed. Hence, you cannot function till election. Further, you have not submitted any audited accounts till.

Hon. Secretary Shri. Arun Koli : According to the 97th amendment of the constitution, regarding convene of Special Annual General Meeting, It is clearly mentioned in our bye-laws No.1.3(a) that the Special Annual General Meeting will be convened any time by majority of the Managing Committee or by the Chairman. Hence, the present meeting is convened as per the bye-laws.

Shri. Phadol : Hon'ble Chairman, No audited accounts book are available the Committee. In addition, the tenure of the committee is already completed. Moreover, they are taking all the decisions.

Shri. Jaywant Makaji : All are well aware about the cause and motive behind the convened Special AGM. I have only one question, Is this Special AGM is convened with the permission of the Registrar, then it's ok. If, it is without the permission then postponed it. Have you taken the permission of the Registrar for convening the Special AGM?

Hon. Secretary Shri. Arun Koli : Before two months ago, we have a correspondence with the Registrar in this connection. During the period, no reply has been received from the Registrar in this regard. Two months period is lapsed and no reply from the Registrar has been received, in such case, it will be considered as there is no objection from the Registrar. It is clearly mentioned in the bye-laws also.

Shri. Juvatkar (R.R.M.D) : Shri. Koli, there is a letter received from Maharashtra Government in accordance with the G.R. According to the G.R., election of the managing committee of the

societies, whose term expired on 31.3.2013 will be done upto 31.12.2013 by the election process. Until the newly elected Managing Committee takes over the charge of the Society, no policy decision or any other important decision will be taken by the Managing Committee, whose tenure is expired, except the regular transactions of day to day business. Failing which to comply with the directions, legal action will be initiated against the members. Today, you are violate the Indian Constitution. If you are sanctioning agenda items by convening Special Annual General Meeting as such, there will be no need to conduct the elections.

Hon. Secretary Shri. Arun Koli : Shri. Juwatkarji, I will request you to read the last paragraph, as you are talking much about the G.R. Please be informed to all the members. It is undoubtedly mentioned in the G.R. that the election will be conduct in the month of December 2013 in those Societies, whose tenure of the Managing Committee expires on March, 2013. Then, why the elections are not conducted here by the Registrar? If it is not conducted, then also the functioning of the society must have to be run in accordance with the bye-laws.

Shri. Juwatkar (R.R.M.D) : You were well aware about this G.R. Hence, deliberately, you could not compel the Registrar to conduct election. It is your mistake.

Hon. Secretary Shri. Arun Koli : Shri. Juwatkarji, State Co-operative Election Authority will conduct the election of Managing Committee of the Society, after every 5 years. Before that, it is

necessary to submit the list of active member's name prepared by the Chairman and Secretary to the Election Authority. A letter regarding the five year election process of the Managing Committee of our society was written to the Registrar on 01.09.2013 by the Ex-officio President of the Society Shri. Jawale. The reply of the same is received on 16.11.2013. It is clearly mentioned in the letter that the election process of the co-operative societies in the state will be conducted by the State Co-operative Election Authority. After constitution of the Election Authority, the process of election of the Managing Committee member will be informed to the Authority. Hence, it is erroneous to say that we are not trying to conduct the election process of the Managing Committee.

Shri. Shridharan (C.D.M.) : There is no item of election in today's agenda. So, please continue the meeting as per the agenda.

Shri. Juwatkar (R.R.M.D.) : This meeting is illegal.

Shri. Jaywant Makaji (A.F.D.) : There is only one person who says that this meeting is illegal. If it is, the Meeting will decide the legality; let the Meeting take the decision. Today's Special meeting is convened to decide the limit of loan amount. I request the Chairman to restrict the discussion on the other items except the above one.

Shri. Shridharan (C.D.M.) : It is mentioned by Shri. Juwatkar that the Managing Committee has not any power. They only perform the regular day to day transaction. But the Managing Committee has received many proposals from the member to

increase the loan limit. It is therefore, the Managing Committee has decided to convene the Special General Meeting and it is under the authority of the Special General Meeting to take into consideration the proposals for amendment in bye-laws submitted by Managing Committee regarding increase of the loan limit. I think that the said amendment of bye-laws should be submitted to the Registrar, after due discussion and let the Registrar should take the decision that will be acceded to all.

Ex-officio President Shri. Belokar : Increase in the loan amount will be done after the permission of the Registrar; You please continue the discussion as per the agenda. The Registrar will not sanction the amendment to the bye laws, If any inaccuracy is found. This special general meeting is convened for this amendment to the bye laws only as the proposal for increase in the loan amount is received from all the members. Hence the meeting should continue as per the agenda. It is not our responsibility to conduct the election. We all are aware that the election will be conduct by the Registrar and Maharashtra Government.

Shri. Juwatkar (R.R.M.D.) : Hon'ble chairman, would you want to change the constitution on the basis of majority?

Ex-officio President Shri. Belokar : It is not the question of majority. This meeting is convened as per the rules and bye-laws.

Shri. Sanjay Patil (C.M.D.) : I request you to raised the points as per the agenda, as it is prepared for the meeting and let the members should decided whether to accept it or not. Please do

not misuse the time of the meeting. All the members are requested to co-operate to continue the meeting and take an appropriate decision. We are not here to play a politics. We want co-operation and hence be respect to the co-operation and let the meeting function smoothly.

Shri. Prabhat Singh (C.D.M.) : I welcome the Chairman and request that you have got some rights and hence you have presided over there. Some members are deliberately disturbing the meeting. Some have such habits, whether it good or bad. To continue the smooth functioning of this meeting, if you feel that the person is doing wrong, you please control him.

Shri. D.S. Rajapure (D.R.H.R.) : Though, you have convened this Special Annual General meeting, You are not suppose to take such important decisions, as this committee is only as care taker.

Ex-officio President Shri. Belokar : As election is not done, hence, care taker is not the suitable word for this Managing Committee.

Shri. D.S. Rajapure (D.R.H.R.) : Being a gazette officer, do you believe in constitution? Please answer to my simple question.

Shri. Sanjay Patil : Shri. Rajapureji, If you want an answer please go to the Society. This meeting is for increasing the loan amount limit. Please seat down and be continue the meeting.

Chairman Shri. Shivaji Patil : Nothing is wrong; this meeting is convened as per the rules only.

Ex-officio President Shri. Belokar : This Special AGM is convened on the demand of the members.

Shri. D.S. Rajapure (D.R.H.R.) : Are you believe in constitution... Yes or no?

Shri. Prabhat Singh (C.D.M.) : Sir, please closed down all this. They are wasting the time of the meeting. Please continue the meeting as per the agenda. Nobody should allow more than 2 minutes to speak.

Ex-officio President Shri. Belokar : You cannot create such hurdles to the meeting.

Shri. Shridharan (C.D.M.) : Hon'ble Ex-officio President, please continue the meeting as per the agenda.

Ex-officio President Shri. Belokar : Please carry on as per the agenda. I request the security guards to co-operate. I request all the members to raise their hand up, if they want to continue the meeting.

Ex-officio President has instructed to the Secretary to start the meeting as per the agenda, as he observe that the majority of the members have raised their hands up to continue the meeting. He further mentioned that the decision taken by majority will be mandatory to all. It is not good thing to disturbed the functioning of the meeting. I request you all to be silence and carry on the meeting. Opportunity will be given to everyone to speak. Please note that the meeting should continue according to the rules and bye-laws. Legal action will be initiated against the person who

mislead the meeting, please do not discuss the points except the agenda.

Shri. Arun Koli, Secretary has read out the bye-laws No.F.1.10 a) i) : The maximum limit for the Term loan amount will be Rs. 2,00,000.00 or four times contribution along with deposit share capital or 15 times of monthly pay (Pay Band + Grade pay + Dearness Allowance) or Rs. 20,000.00 for membership completed every year, or as per the limit set out under the loan disbursement policy by the Registrar or Managing Committee, from time to time, whichever the minimum amount, will be granted as Term Loan. The implementation of increased loan amount policy will be carried out only after considering the availability of the fund.

After the detailed discussion, the resolved as follows :

Resolution: The resolution is hereby passed that, The maximum limit for the Term loan amount will be Rs. 2,00,000.00 or four times contribution along with deposit share capital or 15 times of monthly pay (Pay Band + Grade pay + Dearness Allowance) or Rs. 20,000.00 for membership completed every year, or as per the limit set out under the loan disbursement policy by the Registrar or Managing Committee, from time to time, whichever the minimum amount, will be granted as Term Loan. The implementation of increased loan amount policy will be carried out only after considering the availability of the fund.

Proposed by : Shri. Sanjay Patil (C.D.M.)

Seconded by : Shri. N.D. Chavan (A.F.D)

The resolution was passed by majority.

Shri. Arun Koli, Secretary has read out the bye-laws No. F.1.10 (a) v) : The term loan will be granted by considering two surety for an amount of Rs.1,25,000.00 and three surety for the loan amount more than Rs.1,25,000.00. A member can give surety to three members for Ordinary Loan.

Shri. Yaduvir Singh : There should be three surety for Rs. 2 lakh or more amount.

Shri. Prabhat Singh : I request that, there should be two surety for an amount upto Rs. 2 lakh.

Hon. Secretary Shri. Arun Koli : We are taking two surety for an amount of Rs.1,25,000.00 only to reduced the burden of loan on the surety. I repeat, if we put 3 surety for loan, the liability of surety will reduced. So, it will be better to put three surety for the loan amount up to Rs. Two lakh.

After the detailed discussion, the resolved as follows:

Resolution : The resolution is hereby passed that, the term loan (Ordinary Loan) will be granted to the members by obtaining 2 surety for Rs. 2,00,000.00. A member can stood surety for three such members. The decision is passed by majority.

Proposed by : Shri.Prabhath Singh (C.D.M.)

Seconded by : Shri.Digambar Patil (M.D.P.D.S.)

The resolution was passed by majority.

Shri. Arun Koli, Secretary has read out the bye-laws No.f.1.10 b) i) : The maximum limit for the Long Term Loan amount will be Rs.8,00,000.00 or 16 times contribution along with deposit share capital or 30 times of monthly pay (Pay Band + Grade pay + Dearness Allowance) or Rs.80,000.00 for membership completed every year, or as per the limit set out under the loan disbursement policy by the Registrar or Managing Committee, from time to time, whichever the minimum amount, will be granted as Term Loan. The implementation of increased loan amount policy will be carried out only after considering the availability of the fund.

Shri. Juwatkar (R.R.M.D) : Shri. Koli, Please take the insurance policy on loan amount. Why should give the burden to the surety. The members are poor; please consider the case if I stood surety for the members, and suppose all the three died, in such case I cannot take a rupee to my home. When you purchase a vehicle, you take its insurance, when you purchase a home, you takes its insurance. Then, let the insurance be there for loan also. Make the provision for it.

Hon. Secretary Shri. Arun Koli : My dear brothers and sister, we have the same issue in our agenda today. If we take insurance for a loan, I think, all the members will not agreed for same.

Shri. Prabhat Singh : Koli sir, How much will be interest on the loan.

Hon. Secretary Shri. Arun Koli : The interest rate will be as per our bye-laws. No change will be there. Mumbai Bank is charging 12% interest at present. We have sanctioned the bye-laws on the same rate. 0.5% more than the rate of Mumbai Bank i.e. 12.5% will be the rate of Interest.

One Member : NPC Society charged only 11%, how it is?

Hon. Secretary Shri. Arun Koli : You ask them only, discuss with them.

Shri. Juwatkar (R.R.M.D.) : It is a good thing that, you have gone through the training organized by the Co-Op. department. Share it with others also. I have visited the N.P.C. Society and Best Society. None of them is availing loan from the Mumbai Bank. Why? Because, they have generated their own fund. We have two classes, one is loner and other is investor. If we pay interest on 10% to the investor, they will deposit here, and by earning 1% we can grant loan to our members. There is no need to avail loan from Mumbai Bank.

Hon. Secretary Shri. Arun Koli : Shri. Juwatkar sir, If you studied the profit and loss accounts of our Society, you will understand that how much loan we have availed from the Mumbai Bank and how much we have allotted to our members. Please check it, you will understand.

After the detailed discussion, the resolved as follows:

Resolution: The resolution is hereby passed that, the maximum limit for the Long Term Loan amount will be **Rs.8,00,000.00** or **16 times contribution along with deposit share capital or 30 times of monthly pay (Pay Band + Grade pay + Dearness Allowance)** or **Rs.80,000.00** for membership completed every year, or as per the limit set out under the loan disbursement policy by the Registrar or Managing Committee, from time to time, whichever the minimum amount, will be granted as Term Loan. The implementation of increased loan amount policy will be carried out only after considering the availability of the fund.

Proposed by : Shri. J.B. Makaji (A.F.D.)

Seconded by : Shri. Vinay Sharma (C.D.M.)

The resolution was passed by majority.

Item No. 2 : To decide the recovery of Long Term Loan (Special Loan) in equal monthly installment.

Shri. Arun Koli, Secretary has read out the bye-laws No. F.1.10 (b) iii) regarding recover of long term loan : The long term loan including the interest there on will be recover by equal monthly installment system in 180 installments in lump sum from the monthly salary of the member. By calculating the interest on balance loan amount of every month, the recovery of loan is done by equal monthly installment system. As such, the recovery of

loan in equal 180 monthly installments with interest will be covered.

Shri. Juwatkar (R.R.M.D.) : How the interest was calculated before. One sub-committee was constituted on this issue. Whatever is right, please do. Because, 5.5% dividend was earned in the year 2006. Shri. Shridharan was a member in that committee. Discuss with him and take the decision.

Shri. Shridharan (C.D.M.) : We have the reducing balance system for special loan repayment. Now, they have proposed 180 installments and not the reducing balance system. We will not take the decision which will be harmful to the Society. We have gone through such situation once. These systems will success only when the take home salary will be more. You just explain that what the proposal is.

Hon. Secretary Shri. Arun Koli : The refund system of present special loan is that, loan amount divided by 180 installments. We were taking this amount as a principal and we are charging 12.5% interest. By this method Rs. 12,778/- will be charged as installment for Rs. 8 lakh. Now, we are proposing Rs. 8333/- interest plus principal installment of Rs. 1527/- i.e. total Rs. 9860/- as equal monthly installment for Rs. 8 lakh by this new method. If you pay Rs. 12,778/- every month, then in 102 installment the loan will be completed. But the difficulty is that, in present situation, the interest portion was added to the member's salary. But, when you consider this method, you will find that the loan is completed in 102 installments by adding the increased portion of interest to its

principal i.e. Rs. 12,778/-. But, the Managing Committee has decided the amount of Rs. 9860/- so that, the loan of Rs. 8 lakh will complete in 180 equal monthly installments. I further to state here that, the members with more repaying capacity can fix Rs. 20,000/- installment and get the benefit. It is mandatory to pay the interest for the period, for which you are availing the loan. So, minimum installment of Rs. 9860/- is kept. Interest will be charged according to the installment amount. I think, this method is suitable to those who earned less salary. You can use any option, if your net salary is more.

Shri. S.K. Jadhav (R.R.M.D.) : I think, the member will loss by this new method. If I repay the loan after 2 years, I have to pay more interest. The principal will almost remain same.

Shri. Prabhat Sing (C.D.M.) : Hon'ble Chairman, I will avail the loan of Rs. 8 lakh, but at the same time, it should be kept in mind that how much loan installment I am paying, presently. It will be better for me to pay minimum loan installment to society, If I availed the loan from two-three different organizations.

Shri. Shridharan (C.D.M.) : Hon'ble Chairman, I would like to mention here that, no doubt, you have to pay the interest for loan availed from anywhere. It is necessary to reduce the installment of those employees who have less than 15 year service period. It is alright for those employees whose retirement is after 2030. It will be better, if both the options remain open.

Shri. Phadol : There were no restrictions for repayment of loan, in the past, hence the society has faced many difficulties also. To

overcome such situation, one committee was constituted. Now, I do not know how much study have been done of this system, how much revenue is there. You are depending on Mumbai Bank, being the turnover of Rs. 250 Crore, it is not graceful to our society.

Shri. Juwatkar (R.R.M.D.) : It can be seen in the reducing balance system that one can know his unpaid loan balance amount. It cannot be understood in the equal monthly installment system that how much loan is paid and what is unpaid loan balance. While recovery, we are unacquainted for interest and installment we are paying.

Hon. Secretary Shri. Arun Koli : You will understand, if you think properly. You will get the entry of your payment in the passbook. If you keep principal portion more, your interest will be less. And, if your interest is more, then your principal portion will be less. But, we will recover 12.5% interest in both the case. No reduction can be done in this matter. The Managing Committee has taken this decision that a member, whose take home salary is less and needs loan of Rs. 8 lakh, should pay a minimum amount as installment. We are aware that if monthly installment is less the interest will be more. But, if he pays principal more in a installment the interest will be less.

Shri. Prabhat Singh (C.D.M.) : Sir, how the interest will less, If I pay the principal amount more?

Hon. Secretary Shri. Arun Koli : I repeat, if a principal portion of a member is more his interest will be less. In case of partial

payment of a loan, the interest will be less. Because, utilization of loan is for a minimum period. It means, I do not find any discrepancy in this proposal of amendment of bye-laws.

A Member : Can the installment be increase at time?

Hon. Secretary Shri. Arun Koli : Yes. You can increase or decrease your installment at any time, but not less than Rs. 9,860/-. You can make a part payment also.

Shri. Baburaj (R.R.M.D.) : You are increasing the loan limit from Rs.5 lakh to Rs. 8 lakh. Can the Group D employee avail this facility? Members are availing loan from many places. In this new system, where interest is less by paying principal more, in such case, I think, this system is good for Group D employees.

Shri. S.K. Saha (R.R.M.D.) : Sir, this new system means total loss for the members. Because, while repayment of loan, you have to pay more. The present system is beneficial to the Members. If anybody wants to repay the loan after three year, he will be in trouble.

Shri. Juwatkar (R.R.MD.) : Sir, please constitute a committee for this and let the committee take the decision.

Shri. Prabhat Singh (C.D.M.) : Hon'ble Chairman, I oppose such Committee. The committee takes decision by assembling ten members. Shri. Juwatkar also wants the same. But, we don't agree. We are acceded to the AGM decision only. And we will accept the same. If you want, you can put this item in the next

meeting, but we don't accept the proposal of constitution of committee.

Member : Koli sir, our Society is not meant for earning the profit or is not a bank also. It is a co-operative society; hence, Managing Committee may take a suitable decision.

Chairman Shri. Shivaji Patil : You should understand that the interest will be collected same. Interest at 12.5% will be collected for a period, for which you are availing the loan.

Ms. Amrapali More (Accounts) : Suppose I have taken Rs.8 lakh loan and I want to refund it after 3 year. In such case, how much interest I have to pay?

Chairman Shri. Shivaji Patil : How many days you have utilized the loan, that much interest you have to pay.

Ms. Amrapali More (Accounts) : Show me both the calculation table. Then only you can convince the member. What are the defects in the reducing balance system, Can you explain?

Hon. Secretary Shri. Arun Koli : I have shown you this over the screen. You please listen me carefully. Your principal amount will be collect in the month when you refund the loan. Interest will not be charged. Your interest actually will be charged for each month. Interest will be charged on the balance amount of every month.

Ms. Amrapali More (Accounts) : What is the trouble, if we continue with the present system?

Hon. Secretary Shri. Arun Koli : I don't have any trouble, it is to the members.

Ms. Amrapali More (Accounts) : You are talking this. They don't have any trouble. None of the member is speaking about this.

Shri. Juwatkar (R.R.M.D.) : Which co-operative society in Mumbai is charging such interest? Please explain to me, people will never be able to know that how much amount is deducted for interest.

Hon. Secretary Shri. Arun Koli : Please don't misguide the people. If you think properly, you will able to know.

Shri. Shridharan (C.D.M) : The discussion is about the interest system of reducing balance of 180 installments and the interest of equal monthly installment system. If we continue with both the systems, please explain that what will be loss or benefit to the society. The society will be in loss if the interest is charged by average system. But, now we are granting loan to the members' upto Rs.8 lakh and it is necessary that the net pay should be in proportionate. It is also necessary to consider the senior members whose service is less than 15 years, will not fit in the 180 installments. The decision should be taken by considering all the facts. We should also kept in mind that none of the bank or society will grant you loan, without interest.

Shri. Juwatkar (R.R.M.D.) : Hon'ble Chairman, my colleague Shri. Shridharan is misguiding the meeting. At that time, his

role was important while bringing the system of reducing interest in the Society.

Shri. Shridharan (C.D.M.) : Shri. Juwatkar sir, I am trying to bring to you notice that I was in Fact-finding Committee as member. Due to the system of average interest charging was there, at that time, society was in loss. At that time, it was recommended by the committee to implement the reducing balance system in the Society. Now, I think, the society will never face loss. The discussion is enough no.

Ms. Amrapali More (Accounts) : Koli sir, If I enquire with the society office, will I get the detailed information regarding my previous and present loan and the interest thereon.

Hon. Secretary Shri. Arun Koli : You can make it one fourth as you wish, If you are paying Rs.12,778/-. Due to less refund of principal, it will take more time to make it one fourth, if you are paying Rs. 9,860.00.

Shri. Juwatkar (R.R.M.D.) : You are doing all this. You have to appoint a committee for this. Instead of doing this, you are just displayed it on the board. You failed to convince the member.

Shri. Jayawant Makaji (A.F.D.) : They are trying to misguide the members. Everyone is asking that whether I have to pay the difference of interest to repay me loan up to one fourth. Whether I have to pay more interest, if I get new loan. Yes or No, please explain. Earlier it was average interest system, when the Fact-finding committee was constituted. I have to pay Rs. 1,100/- for

the loan of Rs. 2 lakh. But, in reducing balance system, I have to pay Rs. 2,000/- for a loan of Rs. 2 lakh. Even though, we all are paying more interest, but only for our society, that it should not face any trouble, acceded to. Do not appoint any committee, let this meeting should take the decision.

Managing Committee Member Shri. Bahalkar : I inform to the meeting that we grant loan at 12.5% interest rate. Everyone, who is availing the loan, has to repay the interest along with the principal amount. If someone has taken a loan and repays the interest, if he wants to refund the loan during 1 to 6 date of the same month, he has to repay the principal amount only and not the interest amount. You are not paying more interest in any of the system, please be understand this. If someone refund more principal amount, his interest will be less and less refund of principal amount will attract more interest.

Shri. Yaduvir Singh (T.S.D.) : Why you have introduced this new system, If you don't have any difficulty with the previous reducing balance system, then?

Shri. Prabhat Singh (C.D.M.) : This new system will benefit to the employee whose net pay is less. Your take home salary will be less if you avail loan of Rs.8 lakh, by paying the installment of Rs.12,000/- . On the contrary, if you fixed the installment of Rs. 9,000/- for the loan, your take home salary will increase by Rs. 3,000/-.

Shri. Yaduvir Singh (T.S.D.) : You seat down, Don't talk as managing committee member.

Shri. Prabhat Singh (C.D.M.) : The proposals are placed before you. If you pay the installment Rs. 20,000/- for principal then the interest will be less. Nobody will restrict you. But, what about that employees, who's net pay is less. They are in need also. If their repaying capacity is up to Rs. 9,000/- instead of Rs. 12,000/-. Is it not their right to avail the loan of Rs. 8 lakh? Sir, he is misguiding the meeting. You read out the next amendment of bye-laws.

Shri. Yaduvir Singh (T.S.D.) : Hon'ble Chairman, I have objection on this method.

Ex-officio President Shri. Belokar : If you are discord on the subject, then we can take a decision by voting.

Shri. Prabhat Singh (C.D.M.) : We are agree.

Shri. Rajapure (D.R.H.R.) : Hon'ble Chairman, you have displayed the interest calculation tables on the screen. I don't find any loss to the members in that table. You can fix the installment of principal up to Rs. 50 thousand. The rates of interest in both the systems are remaining 12.5%.

Shri. Dolas (W.M.D.) : Hon'ble Chairman, If all these are not listing and want to sanction the proposal, just sanction, we are leaving. We will not accept this.

Shri. Juwatkar (R.R.M.D.) : You have not informed to all the members. You are just telling the people, as per your wish, that the loan limit is to be increase. What is the trouble to accept both the systems? You will not lose anything in both the systems. Have you considered the Group D employees, while preparing such

rules? What is their basic, who much loan will they get? What is the repaying capacity of them? Have you considered this?

Shri. Prabhat Singh (C.D.M.) : I congratulate Shri. Juwatkar for his study regarding the Group D employee. But, why he don't think that a Group D employee cannot pay Rs.12,000/- as installment. If they have only Rs. 10,000/- salary, how will they manage their installment? Shri. Juwatkar, please do consider this point also.

Shri. Dolas (W.M.D.) : Who are you to sanction this issue? We are also in this meeting.

Shri. Jayawant Makaji (A.F.D.) : You take voting. We will come to know only after the voting, how many are in favor of the proposal.

Ex-officio President Shri. Belokar : We will take a decision on this issue after the voting. Those support this issue please raise their hands up.

Ex-officio President Shri. Belokar has declared that the resolution No.2 is sanctioned; as majority of the members who present in the meeting have raise their hands up in support of the issue. But at the same time, some noise and troubles were started in the meeting. He requested the member to be silent. He warned the member to be calm; otherwise security officers will be called.

After the detailed discussion, the resolved as follows:

Resolution : The resolution is hereby passed that, the installment of Long Term Loan (Special Loan) along with the

interest thereon will be fixed in 180 equal installments according to the equal monthly installment system in lump sum and will be deducted from the monthly salary of the members. In the equal monthly installment system, The interest will be charged on balance amount of every month and remaining amount will be treated as loan refund. As such, overall amount of loan along with the interest will be recovered in maximum 180 monthly installment. The resolution was passed by majority.

Proposed by : Shri. A. Shridharan (C.D.M.)

Seconded by : Shri. Ashok A. Mahale (RR.M.D.)

The resolution was passed by majority.

Shri. Arun Koli, Secretary has read out the bye-laws No. F.1.10 (b) v) : The Long Term Loan (Special Loan) will be granted by considering two surety for an amount of Rs. 1,25,000.00 and three surety for the loan amount more than Rs.1,25,000.00. A member can pay surety to three members.

Shri. Prabhat Sing (C.D.M.) : Please sanction the loan by taking two surety for special loan amount up to Rs. 2,00,000/-.

The suggestion was accepted by the meeting. The resolved as follows:

Resolution : The resolution is hereby passed that, the Long Term Loan (Special Loan) will be granted by considering two surety for an amount of Rs.2,00,000.00 and three surety for

the loan amount more than Rs.2,00,000.00. A member can give surety to three members for Special Loan.

Proposed by : Shri.S.R. Singh (F.R.D.)

Seconded by : Shri.Prakash Patil (S.I.R.D.)

The resolution was passed by majority.

Item No. 3 : To consider and decide the responsibility of surety, if increase in the loan amount.

Shri. Arun Koli, Secretary has read out the rule No.10 from the amendment of bye-laws: Responsibility of surety : The loan will be sanction to the members subject to the minimum two or more surety of equal or higher grade. The member has to make a provision for surety's responsibility if he availed loan before, from other society functioning in our area of operation. Such responsibility should not exceed 75 times of his total monthly pay (pay band + grade pay + dearness allowance). Such provision should be made on condition that the responsibility of the surety should not exceed more than Rs.10,00,000/-.

After the detailed discussion, the resolved as follows:

Resolution : The resolution is hereby passed that, the loan will be granted to the member on providing two or more surety of equal or higher grade. The member has to make a provision for surety's responsibility if he availed loan before, from other society functioning in our area of operation. Such responsibility should not exceed 75 times of his total monthly

pay (pay band + grade pay + dearness allowance). Such provision should be made on condition that the responsibility of the surety should not exceed more than Rs.10,00,000/-.

Proposed by : Shri. Prabhat Singh (C.D.M.)

Seconded by : Shri. S.R. Singh (F.R.D.)

The resolution was passed by majority.

Item No. 4 : To prepare “Sabhasad Bhavishya Sahayya Nidhi Yojana” and frame its rules.

Hon. Secretary Shri. Arun Koli : Before discussing the subject, I would like to brought to the notice of this meeting that, the above said item was already discussed in the 49th Annual General Meeting held on 13.08.2010. It was presented as “Sabhasad Bhavishya Sahayya Nidhi Yojana” at that time and with the approval of the meeting it was submitted to the Registrar office on 01.09.2010 for sanction. In response to our follow up letters dated 09.03.2011 and 0.4.08.2011, we have received a letter dated 9.11.2013 from the Registrar. I will read out the same letter before you. Sub : Regarding sanction of “Sabhasad Bhavishya Sahayya Nidhi Yojana”. Your attention is invited towards the letter dated 09.03.2011 and 0.4.08.2011 on the above subject. You have applied for sanction to the proposal regarding "Sabhasad Bhavishya Sahayya Nidhi Yojana". In this regards, you are informed hereby that the said scheme submitted by you is not acceded to as the same is contradictory to the provisions of the

law. Hence, the scheme is rejected.

The said scheme was forwarded to the Co-operative department for approval, as the Registrar office has rejected the same. But, there also, the scheme was not acceded to.

I would like to inform the members that, such scheme is being implemented in the Mumbai Sales Tax Employees Co-Operative Credit Society Ltd. Hon'ble Upper Nibhandhak office has given the sanction to this scheme vide his letter dated 3.12.2005 to the said society. The same sanction letter has been handed over to us for reference by the said society. I am hopeful that, we will also get the sanction for the scheme on the basis this letter. We are placing the same scheme before you as it was presented in the 49th Annual General Meeting and request you all to sanction the scheme as it is.

Shri. Phadol (H.W.B.) : Hon'ble Chairman, You have presented such a big scheme, is there any provision that after deposit an amount of Rs.21 lakh, the amount will be Rs.2.50 crores at the end of the year and you will get the interest also. If you are implementing such big schemes and transacting the business like banks then, why do not you convert the society in to bank.

Chairman, Shri. Shivaji Patil : Phadol ji, Please be speak on the topic. Do not discuss on other topics.

Shri. Shridharan (C.D.M.) : Hon'ble Chairman, this item is already sanctioned in the previous Annual General Meeting. Now,

it has to be forwarded to the Registrar for sanction.

After the detailed discussion, the resolved as follows:

Resolution : The resolution is hereby passed that, aim of the scheme, fund, accounts, profit and rules regarding the “Sabhasad Bhavishya Sahayya Nidhi Yojana” were placed for sanction by the Managing Committee in the Special Annual General Meeting. The Special Annual General Meeting has sanction the resolution by as it is, except the modification in the Rule 8 of the said scheme, wherein, a member will be eligible for this scheme whose minimum 3 years service is balance.

Proposed by : Shri. Shridharan (C.D.M.)

Seconded by : Shri. J.B. Makaji (F.R.D.)

The resolution was passed by majority.

Hon. Secretary Shri. Arun Koli : The items in this Special General Meeting are almost over.

Shri. Yaduvir Singh (C.D.M.) : You have convened this Special General Meeting as per the section 76, for which, signatures of 175 members are required. Have you fulfilled the criterion?

Hon. Secretary Shri. Arun Koli : You will understand, if you go through the bye-laws of the society. It is mentioned in the bye-laws No.E.1.3 that, the Special General Meeting will be convened at

any time by the chairman or by majority of managing committee. Don't waste the valuable time of the meeting by discussing irrelevant issues.

Ex-officio President Shri. Belokar : Other subjects are not on the agenda, hence, Don't waste the valuable time of the meeting by discussing irrelevant issues.

Shri. Arun Koli, Secretary has expressed thanks to ex-officio President and Ex-officio Vice-President. He also expressed thanks to S.R. & W., who made Central complex Auditorium available for the meeting and Security department of Administration and officers and staff of Central Complex Auditorium, and the Directors and the Controllers of the Administration, who assists and co-operate to organized this meeting peacefully. After the National Anthem, Ex-officio President declared that the meeting is over.