

**BYELAWS OF
INDIAN OVERSEAS BANK
STAFF CO-OPERATIVE CREDIT SOCIETY LTD.,
Established 20/11/1953 :: Regd.No.MSCSCR 41/1987
763, Anna Salai, Chennai – 600 002.**

As per Multi State Co-operative Societies Act & Rules 2002.

NAME AND CONSTITUTION AND ADDRESS: -

1. The Indian Overseas Bank Staff Co-operative Credit Society Ltd, Chennai is a Multi-State Co-operative Society deemed to be registered under the Multi State Co-operative Societies Act 2002.
2. The Society shall have a principal place of business which shall be the registered office of the Society. The Headquarters of the Society shall be at No.763, Anna Salai, Chennai – 600 002. The E-Mail address of the Society shall be iobsociety@gmail.com any change in the address and E-Mail address shall be notified to the Central Registrar within 15 days of its change and also published in local newspaper and shall be made by an amendment of its Byelaws after following the procedures laid down in section 11 of the Multi State Cooperative Societies Act, 2002.
3. The Society shall have a common seal, which shall be kept in the safe custody of the officer authorized by the board and shall be used on the authority of a resolution of the board.

4. The area of operation of the Society shall extend to the whole of India and the Society can open branches anywhere in India when necessary.
5. The Society is body corporate and can sue and to be sued in its name.

02. DEFINITIONS:-

The words / expressions appearing in these Byelaws shall have the following meaning unless otherwise provided:-

- a) “Act” means the Multi State Co-operative Societies Act 2002 as amended from time to time.
- b) “Area of operation” means the area from which the persons are admitted as members.
- c) “Authority” means the Co-operative Election Authority established under sub-section (1) of section 45;
- d) “Board” means the Board of Directors or the governing body of the Society, by whatever name called, to which the direction and control of the Management of the affairs of the Society is entrusted;
- e) “Byelaws” means the byelaws for the time being in force which have been duly registered or deemed to have been registered under this Act and includes amendments thereto which have been duly registered or deemed to have been registered under this Act;

- f) “Central Registrar” means the Central Registrar of Co-operative Societies appointed as per clause (f) of Article 243ZH of the Constitution read with Sub-Section (1) of Section (4) and includes any officer empowered to exercise the powers of the Central Registrar under Sub-Section (2) of that section;
- g) “Chief Executive” means a Chief Executive of the Society appointed Under Section 51 of the act;
- h) “Co-operative Bank” means a Multi-State Co-operative Society which undertakes Banking Business;
- i) “Co-operative Ombudsman” means the Ombudsman appointed by the Central Government under section 85A of the Act.
- j) “Co-operative Principles” means the Cooperative Principles specified in the First Schedule to the Act;
- k) “Co-operative Society” means a Society registered or deemed to be registered under any law relating to Co-Operative Societies for the time being in force in any state;
- l) “Deposit Insurance Corporation” means the Deposit Insurance & Credit Guarantee Corporation established under section 3 of the Deposit Insurance Corporation Act 1961 (47 of 1961).

- m) “Federal Co-operative” means a Federation of Co-operative Societies registered under the Act and whose membership is available only to a Cooperative Society or a Multi-State Cooperative Society;
- n) “Financial Year” in relation to any Multi-State Co-operative Societies or class of such Societies, means the year ending on the 31st day of March of the year and where the accounts of such Society or class of such Society are, with the previous sanction of the Central Registrar, balanced on any other day, the year ending on such day;
- o) “General Body” in relation to a Multi-State Cooperative Society, means all the members of that Society and in relation to a National Cooperative Society or a Federal Co-operative means all the Delegates of member Co-operative Societies or Delegates of Multi-State Cooperative Societies and includes a body constituted under the first proviso to Sub-Section (1) of Section 38;
- p) “General meeting” means a meeting of the General Body of the Society and includes special General Meeting;
- q) “Member” means a person joining in the application for the registration of the Society and includes a person admitted to membership after such registration in accordance with the provisions of the Act, the rules and the Byelaws;
- r) “Member Co-operative” means a Co-operative Society or a Multi-State Co-operative Society which is member of a federal Co-operative.

- s) "Multi State Co-operative Society" means a Society registered or deemed to be registered under the Act and includes a National Co-operative Society and a Federal co-operative;
- t) "Multi State Co-operative Society with limited liability" means a Society having the liability of its members limited by its byelaws to the amount, if any unpaid on the shares, respectively, held by them or to such amount as they may, respectively, thereby undertake to contribute to the assets of the Society, in the event of its being wound up.
- u) "National Co-operative Society" means a Multi-State Co-operative Society specified in the Second Schedule of the Act;
- v) "Notification" means a notification published in the Official Gazette and the expression 'notified' with its cognate meanings and grammatical variations shall be construed accordingly.
- w) "Officer" means a President, Vice-President, Chairperson, Vice-Chairperson, Managing Director, Secretary, Manager, Member of a Board, Treasurer, liquidator, an Administrator Appointed Under Section 123 and includes any other person empowered under the Act or the Rules or the Byelaws to give directions in regard to the business of the Society;
- x) "Prescribed" means prescribed by rules;

- y) "Reserve Bank" means the Reserve Bank of India constituted under the Reserve Bank of India Act, 1934 (2 of 1934);
- z) "Rules" means the Rules made under the Act;
- za) "Society" means the Indian Overseas Bank Staff Co-operative Credit Society Limited, Chennai;
- zb) "Delegate" means a person who is duly Appointed / Elected by the Members of the Society or part thereof in accordance with its byelaws as its representatives to the General Body of the Society or a person who is duly authorized by the Board of the member of the Society to represent the Society in General Body of the Society of which the Society is a member.
- zc) "Nominal Member" means a person who has been admitted as Nominal Member or Associate Member under the Byelaws of the Society.
- zd) "Defaulter" means a member who has defaulted in payment of any kind of dues payable to the Society.

OBJECTS

3. The objects of the Society shall be:-

- 1) To borrow funds from members or others to be utilized for loans to members for useful purposes;

- 2) To act as agent for the joint purchase of the domestic and other requirements of its members;
- 3) To endeavor to render relief to needy or distressed members or to the members during their sickness accident and death.
- 4) To promote the economic and social betterment of its members through mutual aid in accordance with the Co-operative Principles.
- 5) Generally, to encourage Thrift, Self-help and Co-operation among the members.
- 6) To undertake such other activities conducive to further these objectives.

MEMBERSHIP

4. The liability of the members of the Society shall be limited to the Share Capital subscribed by them.
5. The capital of the Society shall, for the present, be Rs.20,00,00,000/- made up of 2,00,00,000 Share of Rs.10/- each.

6. THRIFT DEPOSIT:-

1. Every member shall subscribe to a Thrift Deposit, so long as he / she continues to be a member of the Society a sum of Rs.1100/- per month irrespective of the scale of pay.

2. These subscriptions shall be collected along with the installments of Shares Capital, loans etc., due by the members every month. At the end of every co-operative year, the accumulated amount shall be converted into a Thrift Deposit and held for the credit of the member until he ceases to be a member.
3. Interest shall be allowed on the subscription and on the Thrift Deposits at a rate not exceeding 10 percent per annum. The interest accrued on the monthly subscription shall be paid each time they are converted into a Thrift Deposit and that on the Thrift Deposit shall be paid once in six months.
4. The rate of monthly subscriptions laid down above is minimum. A member may with the consent of the Board of Directors increase the rate of monthly subscriptions subject to the condition that it shall not exceed 25% of his substantive pay. A member who increases the rate of monthly subscription to the Thrift Deposit above the minimum laid down in this byelaw shall continue the subscriptions at the increased rate for a period of at least one year from the date of the rate of subscription is so increased. Even if a member desires to reduce the increased rate of subscription to the minimum rate laid down in this byelaw, he may do so, after a period of one year, with the consent of the Board of Directors.

FAMILY WELFARE DEPOSIT SCHEME

7) Every member of the Society shall be required to pay the Society a Monthly Subscription of Rs.600/-. The amounts standing to the credit of the subscriber with interest decided by the Board of Directors from time to time shall be paid to him/her on ceasing to be a member.

In case of death of a subscriber his/her nominee or his/her legal heir will be paid a sum decided by the Board of Directors from time to time.

8.1

MEMBERSHIP

- a) Any person employed in the Indian Overseas Bank and residing within the area of operations mentioned in byelaw No.1 may become a member and continue as such. When such qualification ceases to exist, the member shall cease to be a member.

No person, who is already a member of another Co-operative Credit Society, whether limited or unlimited except Land Mortgage Bank, shall be admitted as or be a member of this Society.

No application for admission shall be considered by the Board of Directors unless it is accompanied by two agreements in the forms provided for the purpose in appendix to these byelaws one with the Society and the other with the Officer Disbursing the salary of the Applicant, agreeing to the deduction from his salary of the installments

of Share Capital, Loans if any, Thrift Deposit and other sums due to the Society. It shall not be open to the applicant after his admission as member, at any time to revoke or modify these agreements or to ask for a suspension of the recoveries, except with the express consent of the Board of Directors.

- b) No member who has been resigned from the Society or from any other Society shall be eligible for readmission as member of the Society for a period of one year from the date of resignation.
- c) No person shall be eligible for being or continuing as a Member of the Society if,
 - 1) Has not attained the age of 18 years.
 - 2) Has been adjudged by a competent Court to be an insolvent or an un-discharged insolvent.
 - 3) Has been sentenced for any offence, other than that offence of a political character or an offence not involving moral turpitude and dishonesty and a period of 5 years has not elapsed from the date of expiry of the sentence.
 - 4) His business is in conflict or competitive with the business of the Society; or
 - 5) He has failed to the Subscriptions towards the Thrift Deposit and Family Welfare Deposit for a minimum period of three months in two consecutive years.

- 6) He has not attended three consecutive General Meeting of the Society and such absence has not been condoned by the Members of the General Meeting; or.
- 7) He has made any default in payment of any amount to be paid to the Society under the Byelaws of the Society.

8.2 Any member of the Society shall cease to be a member of the Society if;

- i. He / she ceases to be an employee of the Indian Overseas Bank referred to in Byelaw No.8.1.
- ii. His / her business is in conflict or competitive with the business of the Society, or
- iii. He / she has not attended three consecutive General Meetings of the Society and such absence has not been condoned by the members in the General Meeting; or
- iv. He / she has made any default in payment of any amount to be paid to the Society under the byelaws; or
- v. Is expelled from membership under the Act;
- vi. If he / she attracts any disqualification under Clause 'C' (2) & (3) above.