



PROPOSED AMENDMENTS TO THE BYE-LAWS OF THE BANK

Bye-law No.	Existing Bye-law	Bye-law No.	Proposed amended Bye-law will read as	Reason/Purpose of proposed amendment
4.	Memberships:	4.	Memberships:	For the purpose of financial inclusion and to provide for membership of the Bank to Self Help Groups (SHGs) / Joint Liability Groups (JLGs), RBI by its master circular bearing Ref.No. DCBR.BPD. (PCB) MC.No.14/13.05.000 / 2015-16 dated 01/07/2015 has permitted lending to Self Help Groups (SHGs) / Joint Liability Groups (JLGs) after admitting them as members. Various Government Schemes encourages loans to Self Help Groups (SHGs) / Joint Liability Groups (JLGs).
B	Eligibility for ordinary memberships:	B	Eligibility for ordinary memberships:	
ii	No person shall be admitted as a member of the Bank except the following namely:-	ii	No person shall be admitted as a member of the Bank except the following namely:-	
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10.	Withdrawal from Memberships / Partial Withdrawal of Shares Held:	10.	Withdrawal from Memberships / Partial Withdrawal of Shares Held:	To be in accordance to RBI circular No.RBI/2021-22/179 DOR.CAP.REC.92/09.18.201/2021-22 dated March 08, 2022 on issue and regulation of share capital and securities - Primary (Urban) Co-operative Banks.
i	A member may withdraw and resign his membership after one year and giving at least 3 months' notice in writing and withdraw his share capital with the approval of the Board of Directors. The approval shall not be given while such a member is indebted, to the Bank. During any Co-operative Year, the aggregate withdrawals shall not exceed 10% of the total paid-up share capital as at 31 st March, of the preceding year.	i	A member may withdraw and resign his membership after one year from the date of admission thereto by giving at least 3 months' notice in writing and withdraw his share capital with the approval of the Board of Directors. The approval shall not be given while such a member is indebted, to the Bank. During any Co-operative Year, the aggregate withdrawals shall be in accordance to the guidelines / instructions issued by Reserve Bank of India and / or any other relevant regulatory / statutory authorities.	

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12.	<p>Rights of member:</p> <p>Every member of the Bank shall have the following rights:</p> <p>At least one vote in the general body meetings of the Bank and no member shall be permitted to vote by proxy;</p> <p>Provided that a Company or a Society or any other institution, which is a member of the Bank, may appoint its representative by a resolution passed by its Board/Managing Committee to vote on its behalf;</p>	12.	<p>Rights of member:</p> <p>Every member of the Bank shall have the following rights:</p> <p>Right to attend and to vote in the general body meetings of the Bank and no member shall be permitted to vote by proxy;</p> <p>Provided that a Company or a Society or any other institution, which is a member of the Bank, may appoint its representative by a resolution passed by its Board / Managing Committee to vote on its behalf;</p>	For better clarity.
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21.	<p>Death of a Shareholder:</p> <p>On death of a shareholder, the Bank may pay to the person or persons nominated a sum representing the value of the shareholder's interest in the Bank within six months from the death of the shareholder. In the absence of nomination, the Bank may pay to such person or persons as may appear to the Board of Directors to be entitled to receive the same as heir or legal representative of the deceased share holder on his or their executing an appropriate deed of indemnity in favour of the Bank.</p>	21.	<p>Death of a Shareholder:</p> <p>On death of a shareholder, the Bank may pay to the person or persons nominated or to the person or persons who produce probate or letters of administration or succession certificate, a sum representing the value of the deceased shareholder's interest in the Bank, after adjusting existing liability, if any, irrespective of the need for holding the shares for atleast one year as required under bye-law No.10 (i) and (iii) of the bye-laws of the bank. In the absence of nomination, the Bank may pay to such person or persons as may appear to the Board of Directors to be entitled to receive the same as heir or legal representative of the deceased share holder on his or their executing an appropriate deed of indemnity in favour of the Bank.</p>	For better clarity.



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23.	Capital and Funds: The Bank may receive funds from any or all the following sources:	23.	Capital and Funds: The Bank may receive funds from any or all the following sources:	To be in accordance to RBI circular No.RBI/2021-22/179 DOR.CAP.REC.92/09. 18.201/2021-22 dated March 08, 2022 on issue and regulation of share capital and securities - Primary (Urban) Co-operative Banks.
a	<ul style="list-style-type: none"> i) Admission fee; ii) Share Capital; iii) Deposits; iv) Loans, overdrafts and advances; v) Grants-in-aid; vi) Donations; vii) Contributions; viii) Subscriptions; ix) Profit; x) Dividend; xi) Subsidy; xii) Preference Shares <ol style="list-style-type: none"> 1. Perpetual Non-Cumulative Preference Shares (PNCPS) 2. Perpetual Cumulative Preference Shares (PCPS) 3. Redeemable Non-Cumulative Preference Shares (RNCPS) 4. Redeemable Cumulative Preference Shares (RCPS) 5. Long Term Deposit. 	<ul style="list-style-type: none"> i) Admission fee; ii) Share Capital; iii) Deposits; iv) Loans, overdrafts and advances; v) Grants-in-aid; vi) Donations; vii) Contributions; viii) Subscriptions; ix) Profit; x) Dividend; xi) Subsidy; xii) Preference Shares <ol style="list-style-type: none"> 1. Perpetual Non- Cumulative Preference Shares (PNCPS) 2. Perpetual Cumulative Preference Shares (PCPS) 3. Redeemable Non-Cumulative Preference Shares (RNCPS) 4. Redeemable Cumulative Preference Shares (RCPS) 5. Long Term Subordinated Bonds (LTSB) 		

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31.	<p>Board of Directors:</p> <p>Note: As per the Reserve Bank of India directions, it is obligatory to have 2 Reserved Seats for the members with suitable banking experience and/or with relevant professional qualifications on the Board of Directors of the Bank. Accordingly, in case none of the 20 Directors elected by the shareholders of the Bank are having suitable banking experience and/or with relevant professional qualifications as per the Reserve Bank of India's directions, then 2 persons with suitable banking experience and/or with relevant professional qualifications shall be co-opted by the Board of Directors as per Bye-law No.31 (ii).</p>	31.	<p>Board of Directors:</p> <p>Note: Co-option by the Board of Directors shall be in accordance with the provisions of the applicable law / act(s) and guidelines of the Reserve Bank of India.</p>	To be in accordance to the Banking Regulation Act, 1949 (Act 10 of 1949) as amended by The Banking Regulation (Amendment) Act, 2020 (39 of 2020) dated 29/09/2020.
37.	<p>Filling of vacancies in the Board of Directors:</p> <p>Vacancies arising out of the elected Directors of the Board shall be filled in by election by the members in the General Body, provided that the Board may fill a casual vacancy on the board by nomination out of the same class of members in respect of which the casual vacancy has arisen, if the term of office of the Board is less than half of its original term.</p>	37.	<p>Filling of vacancies in the Board of Directors:</p> <p>Vacancies arising out of the elected Directors of the Board may be filled in by election by the members in the General Body, provided that the Board may fill a casual vacancy on the board by nomination out of the same class of members in respect of which the casual vacancy has arisen, if the term of office of the Board is less than half of its original term.</p>	To be in conformity with the Constitution (97 th Amendment) Act, 2011 relating to Co-operative Societies.
52.	<p>Dividend:</p> <p>Dividend shall be proportionate to the amount paid on shares on and from the date for which the amount stood to the credit of the shareholder.</p>	52.	<p>Dividend:</p> <p>Dividend shall be proportionate to the amount paid on shares on and from the date for which the amount stood to the credit of the shareholder. In case of partial or full transfer of shares, the transferee will be entitled to receive the dividend on the shares transferred for the year.</p>	For better clarity.