

OUR SOCIETY

Our Society was established in the year 1980.

The motto of the Society is not only inculcating savings habit among the members but also extending credit facilities to its members.

MEMBERSHIP:

Categories of members : 1. Regular Members 2. Nominal members.

1. REGULAR MEMBERS:

Any confirmed employee of the Karur Vysya Bank Ltd., including the permanent part-time employee on scale of wages who is competent to contract under section 11 of Indian Contract act 1872 may become regular member by subscribing one share and entrance fee there on.

Any confirmed employee of the Karur Vysya Bank Ltd., who desirous of joining the Society have to submit the application in the prescribed form completed in all respect along with a Demand Draft or a Cheque for Rs.11/- and copy of the Confirmation order issued by our bank.

As per Cir.No.04/2019-20 dated 18/03/2020 along with the application form and other documents mentioned therein, the following documents have to be submitted:
1. Passport size Photo 2. ID proof (copy of PAN card and copy of Aadhar Card) 3. Address Proof (copy of Driving Licence / Voter ID / Passport).

For availing Loan along with the Loan application in the prescribed form, in addition to latest Pay bill the above said documents for ID AND ADDRESS PROOF have to be submitted , if not submitted already along with the membership application.

Every member shall take at least one share. Every member shall pay an entrance fee of (25paise) twenty five paise for each share taken by him/her at the time of taking his/her share provided that the total payment of entrance fees by any one member for all the shares held by him/her shall not exceed Rs. 12.50 (Rupees Twelve and paise fifty only). The member can subscribe share capital to the maximum of Rs.**60000/-** only at present.

No member shall be permitted to withdraw any of the shares held by him in the Society or to resign his membership from the Society within three years from the date of which he was admitted as a member unless he retires/resigns from the service within this period. A member who has resigned from the Society shall be eligible to become member **only after a lapse of two years from his resignation**

and Application for loan shall be considered after six months of his re-admission as a member.

Every member of the Society may nominate any person or persons to receive in the event of his death all the moneys due to him/her by the society at such time. The member may, from time to time, revoke or change such nomination.

A nomination made by a member shall not be valid and shall not in event of death of the member have effect unless:

It is made in writing and is signed by the member in the presence of two witnesses attesting the same. It is recorded in the books of the society kept for the purpose.

THRIFT SUBSCRIPTION:

It is not compulsory to avail loan but the member should contribute towards the thrift subscription, welfare fund and surety relief fund every month. Whatever the member contributes towards the captioned accounts, will be refunded to the members at the time of retirement/resignation. The accumulations will carry interest which will be decided by the Board from time to time.

Every member shall subscribe to the thrift deposit as long as he continues to be a member of the Society according to the scales laid down below for the time being. (w. e. f 01/04/2014)

Thrift Subscription	
Cadre	Amount in Rs.
Sub staff	500
Clerical	700
Officer	1000

It shall be open to a subscriber however to increase his/her monthly subscription to any amount (maximum Rs.5000/- as per Society Circular Dated 17/07/2017) over and above the minimum amount, mentioned above, at any time during the year with the approval of the Board.

These subscriptions shall be collected along with the instalments of loan due, if any, by the members every month. At the end of every co-operative year the accumulated amount shall be converted into thrift deposit and held to the credit of the member until he ceases to be a member. Interest shall be allowed on the thrift deposit at a rate fixed by the Board and paid to the members every year (during first week of April) or credited to the Thrift Deposit account as per the member's preference through a mandate.

For FY 2016-2017, FY 2017-2018, FY 2018-2019 and FY2019-20 the Board declared the rate of interest as **9.50%** p.a. for Thrift Deposit as well as for Thrift subscription.

2. NOMINAL MEMBERS:

Retired Employees of the Karur Vysya Bank Ltd., residing within the area of operation of the society may become Nominal members of the Society on payment of Non-refundable fees of Rs. 5/-.

The Nominal members shall be eligible only for investing their funds in deposits with the society and for availing loans on the deposits. **(As per the Amendment to the Multi state cooperative Society Act 2002, Section 67, the Multi state Cooperative Society shall not be entitled to receive deposits from Nominal members. Ref: Gazette of India dated 21/02/2019, Ministry of Law and Justice).**

No nominal members shall be entitled to subscribe the shares of the society or have any interest in the management thereof including right to vote, Elect as a Director of the Board or participate in the General Body of the Society.

DEPOSITS:

Deposits may at the discretion of the Board of Directors be received. Deposit shall be accepted from members and from any other institutions.

There shall be two classes of deposits namely:

1. Fixed Deposit- Fixed amount for a fixed period in multiples of Rs.1000/-. Interest on FD of Rs.5000/- and above shall be paid monthly and for FD less than Rs.5000/ -at the end of every six months.

2. Recurring Deposit- Fixed amount every month in multiples of Rs.100/. Board of Directors is empowered to fix the Rate of Interest from time to time for FD as well as RD.

As per Circular dated 26/06/2020 Deposit accepted from the REGULAR (A-CLASS) MEMBERS only with effect from 01/07/2020 onwards at the rate of 7.50% for one year. The fixed deposit will be accepted strictly by means of cheque drawn in favour of our Thrift Society along with the prescribed application form. The existing condition of renewing the Principal amount of the Deposit alone will continue. Further, through the said circular the society informed the members that they have to include the interest earned on the said Term Deposit in their Income Tax return. The society is issuing a Certificate on the specific request of the members.

Pre-closure of fixed deposit is allowed subject to conditions.

RECURRING DEPOSIT:

With effect from 01.01.2017 onwards ,It is decided to put an upper cap for individual member's RD amount ,accordingly a member can open fresh RD account with an aggregate of Rs.5000/- pm only.

SURETY LOAN:

No member shall at any time be indebted to the Society by way of principal to the extent of more than Rs.6,00,000/-(conditions apply) on account of any loan / loans taken by him/her subject to this limit, a member may at the discretion of the Board of Directors be given loan/loans not exceeding Rs. 100/- for every share held by him/her or 20 times of his/her pay and allowances per month whichever is less subject to the members repaying capacity. No member shall be eligible for second loan on personal surety before he/she has paid not less than six monthly instalments towards the loan previously taken by him/her.

Surety Loan subject to the following Limits or 20 times of pay & allowances per month whichever is less: (w.e.f 06.01.2014)

The following limits decided by the Board based on the continuous membership with the society by the members. (with effect from 09/01/2018)

Continuous Membership with the Society	Upto 5 years Rs.	5-10 Years Rs.	10-15 Years Rs.	15-20 Years Rs.	Above 20 Years Rs.
Sub-Staff	100000	200000	300000	500000	600000
Clerical	150000	300000	400000	500000	600000
Officer	150000	300000	400000	500000	600000

Interest on loans shall at such rate/rates prescribed by the Board of Directors from time to time. The present lending rate is **10.50%** with effect from 01/09/2017 onwards as per Society Circular dated 17/07/2017. The surety loan shall be repayable in 150 monthly instalments through salary deduction. Calculation of interest for Surety loan is on daily products basis. No member shall be eligible for second loan on personal surety before he/she has repaid not less than six monthly instalments towards the loan already taken by him/her.

Pre-closure of loan is permitted further member can make part payment also. Loan will be sanctioned subject to fulfillment of 25% take home pay norm.

Any member wants to avail loan he must stand as a surety for some other loanee i.e. mutual surety ,A to B and B to A.

SPECIAL LOAN: (In addition to Surety Loan)

Notwithstanding anything in any other bye-law, the Board of Directors may grant a special loan to a member not exceeding Rs.50,000/- to meet out any major ailment. The said loan shall be repayable in 60 monthly instalments.

WELFARE SCHEME : (Introduced in the year 1993)

All members of the Society shall subscribe to the scheme regularly and monthly as long as their membership in the Society continues. The subscription of this scheme is extended to all members of the Society and they should opt to subscribe Rs.20/- per month to the scheme as they continue to be the member of the Society. The object of the scheme is to render financial assistance as an act of benevolence to the nominees or legal heirs of a subscriber in the event of his death before his retirement or during his membership of the Society. In the event of death of a subscriber, his nominees or legal heirs shall be eligible for assistance of Rs.150000/- as an act of benevolence.

In addition to above, an assistance to the extent of 10% of the Hospital bill with a maximum of Rs.20,000/- whichever is less shall be extended to the member who had incurred expenses exceeding Rs.100000/- **for any major ailment/operation, subject to other terms and conditions.**

On a subscriber's retirement from his/her employment or on ceasing to be in his/her employment for any reason or ceasing to be a member of the society, the subscriber shall be eligible to receive the subscription made by him under the scheme together with interest, if any, accrued and payable as per rule.

SURETY RELIEF FUND: (Introduced in the year 2001)

Surety relief fund for affording relief to sureties of the principle borrower of loans in case of need. Every member of the Society shall subscribe Rs.20/- every month and the same is recoverable along with other dues of the society every month. The same shall be refunded at the time of retirement/ resignation with simple interest as decided by the Board then and there. The surety relief fund shall have a holiday period of three year in respect of interest from the date of admission.

DIVIDEND: For the Year ended 31st March 2017 Society declared 14.50% Dividend. For FY 2017- 2018 14% and for FY 2018-2019 13.5% Dividend Declared. (As per bye-law the maximum dividend is 15%)

Confirmation of balance as on 31st March of every year will be provided to the members during April.

GUEST HOUSE:

There is a guest house in our society Building at Chennai. Members who are coming to Chennai for various reasons can utilise the same for comfortable stay at a cheaper rate.

TARIFF FOR ROOMS revised with effect from 01/10/2018 as follows:

	AC (Per day)	Non-Ac (per day)	Dormitory
For Members	Rs.500/-	Rs.250/-	Rs.80 per bed
For Non-members	Rs.700/-	Rs.400/-	Rs.100 per bed

HALL RENT: (5 Hours):

The Hall Rent revised with effect from 01/10/2018 as follows:

For Members from Rs.1500/- to Rs.2000/- (for 5 Hours)

For Non-members from Rs.3000/- to 4000/- (for 5 Hours)

Phone Number/s for Room Booking during office Hours: (10 am-5 pm)

044 – 23725845 or 044 – 23722869