

**GOVERNMENT OF KERALA****Abstract**

Co-operation Department- The Deposit Guarantee Fund Board
(Registration of societies as guaranteed Societies) Regulations, 2018 -
Amendments-Orders Issued

CO-OPERATION(D)DEPARTMENT

G.O.(P)No.175/2024/Co-Op Dated,Thiruvananthapuram, 03-09-2024

- Read 1 G.O.(P).No.116/2018/Coop dated 22.09.2018
2 G.O(Rt)No.575/2018/Co-op dated 09.10.2018
3 G.O.(P).No.155/2024/Co-op dated 09.08.2024 (S.R.O
No.708/2024)

ORDER

As per Government Order read as Ist paper above, the Government have notified the Kerala Co-operative Deposit Guarantee Scheme, 2018 and thereafter vide 2nd paper read above,Government have issued the regulations of the Kerala Co-operative Deposit Guarantee Scheme, 2018.

2. Now the Government as per order read as 3rd paper above have amended the Kerala Co-operative Deposit Guarantee Scheme, 2018. Pursuant to the amendments in the scheme, the Regulations of the Kerala Co-operative Deposit Guarantee Scheme issued in Government order read as 2nd paper above is amended as appended to this order .

(By order of the Governor)

DR RATHAN U KELKAR I A S
SECRETARY

To:

The Registrar of Co-operative Societies, Thiruvananthapuram

The Secretary, Kerala Co-operative Deposit Guarantee Fund Board,
Thiruvananthapuram

Stock File/Office Copy(D1/219/2023/Co-op)

Forwarded /By order

Section Officer

APPENDIX**REGULATIONS**

1. Insertion of a new paragraph 5A.- In the Regulation after Paragraph 5, the following Paragraph shall be inserted namely:-

“ 5 A. Assistance to a guaranteed Society,- (1) The Board may provide an assistance to a guaranteed Society (not under liquidation/defunct) as advance or loan to refund the deposits to depositors

(2) The application for assistance shall be recommended by the Registrar of Co-operative Societies and shall contain a revival package duly certified by the Registrar of Co-operative Societies

(3) The loan shall be repaid within a period of maximum seven years as suggested in revival package and recommended by Registrar of Co-operative Societies.

(4) The interest rate of such assistance shall be 1% in excess of fixed deposits maintained by Kerala State Co-operative Bank from time to time.

(5) Securities and assets of the society concerned equivalent to the assistance sanctioned shall be pledged to the Board as per the suggestion in the revival package.

(6) The Director Board of Kerala Co-operative Deposit Guarantee Fund Board shall be the final authority to sanction the assistance

(7) The Board shall sanction the assistance subject to the following conditions:-

(a) The Board shall sanction the assistance only up to a maximum of 50% of the total contribution collected during the previous financial year.

(b) Application for the assistance shall be submitted through the Registrar of Co-operative Societies. The application and revival package shall be scrutinized and recommended by the district level committee consisting of Joint Registrar of Co-operative Societies (General), Joint Director of Co-operative Societies (Audit), Assistant Registrar of Co-operative Societies (General) concerned, and submit it to the Registrar of Co-operative Societies and forward the same to Kerala Co-operative Deposit guarantee fund Board with proper recommendation .

(c) The application submitted by the society to Assistant Registrar (General) concerned shall submit to district level committee within 7 days on receipt of application. The district level committee shall submit the same to the Registrar of Cooperative Societies within 7 days. The Kerala Co-operative Deposit Guarantee Fund Board shall sanction the assistance within 15 days.

(d) The repayment of such advance/loan shall begin from second year. Interest shall be paid from 4th year. Principal amount and the interest shall be repaid fully within the completion of 7th year as suggested in the revival package.

(e) The advance sanctioned by the Board shall only be utilized for refund of deposits. The Board shall have the power to verify that this condition has been duly complied with.

(f) There should be a District level committee consisting of Departmental officials as suggested in clause 7(b) including a representative of Kerala Co-operative Deposit Guarantee Fund Board to evaluate the progress of revitalization package implemented by the society once in every three

months. The review report shall also be evaluated by the Director Board of the Board from time to time.

(g) If the society fails to execute the revival package the board have power to demand immediate refund.

(h)The loan sanctioned as per the package can be refunded fully if the society become financially sound before the loan period.

(i) Save as otherwise provided in clause (a) above, the Board may sanction the assistance up to a maximum of 50% of the total fund available in the scheme during the first year subject to other conditions."