



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

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RBI.UBD(AH).TAFUCB.No. 1172 /12.33.014/2012-13

August 27, 2012

The Chief Executive Officer  
All Urban Cooperative Banks of Gujarat

Dear Sir/Madam

**Admission of other co-operative society as a Member – Amendment in bye-laws in terms of Section 5(ccv)(3) of the Banking Regulation Act, 1949 (AACs)**

As you are aware that in terms of Section 5(ccv)(3) of the Banking Regulation Act, 1949 (AACs) to become a primary bank one of the condition is that the bye-laws of any cooperative bank should not permit admission of any other co-operative society as a Member. However, it has been observed by us that certain banks in the State have not yet amended their bye-laws in this regard or even after amendment in the bye-laws, membership to other cooperative society as a general/nominal Member has been allowed.

2. In view of this, we reiterate that provisions of Section 5(ccv)(3) of the B.R. Act, 1949 (AACs) be strictly adhered to by all the urban cooperative banks in the State.

3. You are advised to confirm that:

- (i) the bye-laws of your bank are in conformity with the provision of Section 5(ccv)(3) of the B.R. Act, 1949 (AACs) and
- (ii) The bank has not admitted any other co-operative society as a member.

4. A Board Resolution to this effect may be sent to us within 30 days from the date of receipt of this letter.

Yours faithfully,

(Raksha Devi)  
General Manager

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