

No.RCS/Planning/Dormant Emp.Cr.Societies/Liquidation/2020/182

Government of Puducherry

Cooperative Department (Planning Section)

V.V.P.Nagar, Thattanchavady Post, Puducherry – 605009.

Puducherry dated 22.12.2020

SHOW-CAUSE NOTICE

(Issued under Section 126 of the Puducherry Cooperative Societies Act, 1972)

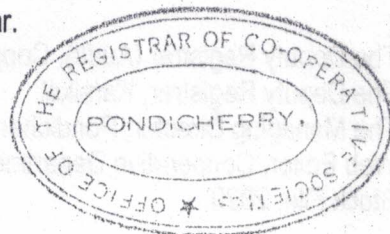
Sub: 8 numbers of Salary Earners' Cooperative Credit Societies - Non-functioning and dormant - **Proposal for winding up** under Section 126 of the Puducherry Cooperative Societies Act, 1972 – **Show-cause notice** - Issued.

The following eight (8) numbers of Salary Earners' Cooperative Credit Societies (*for brevity the "societies"*) were registered under the provisions of the Puducherry Cooperative Societies Act, 1972 (*for brevity the "Act"*):-

S. No.	Name of the region	Registration No.	Name of the cooperative society
1	Pondy	421	PONTEX Employees' Coop. Credit Society Ltd.,
2	Pondy	601	CONFED Employees' Coop. Credit Society Ltd.,
3	Pondy	682	PT&TDC Staff Coop. Credit Society Ltd.,
4	Pondy	697	Pondicherry Market Committee Employees' Coop. Credit Society Ltd.,
5	Pondy	722	Pondicherry FPS Employees' Coop. Credit Society Ltd.,
6	Karaikal	353	Soundararaja Mills Employees' Coop. Credit Society Ltd.,
7	Karaikal	489	Karaikal Coop. Milk Supply Society Staff Coop. Credit Society Ltd.,
8	Karaikal	725	Karaikal FPS Employees' Coop. Credit Society Ltd.,

2) On perusal of the audited accounts and records available, the following factual information are noticed in the functioning of the societies:

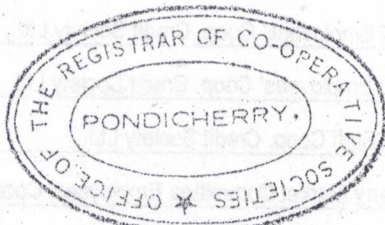
- The societies didn't function for years together for the fulfilment of the objects specified in their bye-laws to promote the common economic interests of their members, for which they were started.
- As per the bye-laws, members of the societies have to pay monthly thrift deposit. Contrary to the bye-law provisions, members of the societies didn't remit thrift deposits for many months. Further contrary to the bye-law provisions, some societies adjusted their members thrift deposit money with their loan dues.
- Most of the members of the societies, who borrowed loans from the societies, committed default in the repayment.
- Books of accounts and statutory annual audits of some societies are not updated.
- Accumulated loss of the societies increases every year.
- Members are not interested to run the society.



3) In view of the above, the undersigned has proposed to wind up the affairs of the societies in exercise of the powers conferred under Section 126 of the Act. The financing bank, viz., Puducherry State Cooperative Bank Ltd., (PSCB) was consulted and the said Bank consented for the proposal of winding up of the affairs of the societies.

4) In view of the above and in pursuance of the provisions of Section 126 of the Puducherry Cooperative Societies Act, 1972, I hereby direct the above-stated eight (8) numbers of salary earners' cooperative credit societies to show-cause, strictly within fifteen (15) days from the date of receipt of this notice, as to why the affairs of their societies shouldn't be wound up, under Section 126 of the Act. Objection / explanation / justification, if any, in respect of the said proposal of wind up, should be submitted to the undersigned along with the following:

- Financial Statements of the society, viz., Receipts & Charges Statement, Profit and Loss Account & Balance Sheet) for the year ended on 31.03.2020 (Audited / Unaudited).
- Dues payable by the members to the society as on 30.11.2020 (Medium-term and short-term loan dues along with interest due thereon, etc.,)
- Dues payable by the society to the members as on 30.11.2020 (Share Capital, Thrift deposit, interest due on thrift deposit, etc.,)
- Liabilities of the society as on 30.11.2020 in respect of fixed deposits, recurring deposits, etc.,
- Details of investments made by the society, if any, in Banks / Cooperative Institutions.



(L.MOHAMED MANSOOR)
Registrar of Cooperative Societies

To:

- (1) The President,
PONTEX Employees' Coop. Credit Society Ltd., No.P.421
PONTEX Buildings, Industrial Estate, Thattanchavady & Post, Puducherry – 605009.
- (2) The President
CONFED Employees' Coop. Credit Society Ltd., No.P.601.
No.A-38 & 39, Industrial Estate, Thattanchavady & Post, Puducherry – 605009.
- (3) Thiru S.Sankar, Assistant Manager (PSCB-HO) / Administrator
PT&TDC Staff Coop. Credit Society Ltd., No.P.682
No.2, Tamizhselvi Street, Kamaraj Nagar, Puducherry – 605011.
- (4) Thiru S.Sankar, Assistant Manager (PSCB-HO) / Administrator
Pondicherry Market Committee Employees' Coop. Credit Society Ltd., No.P.697
Regulated Market Committee, Industrial Estate,
Thattanchavady & Post, Puducherry – 605009.
- (5) Thiru N.Manavalan, Cooperative Officer (CLC) / Administrator
Pondicherry FPS Employees' Coop. Credit Society Ltd., No.P.722
- (6) Thiru K.Manavalan, Senior Inspector / Administrator
Soundararaja Mills Employees' Coop. Credit Society Ltd., No.P.353
Kamarajar Salai, Nedunkadu, Karaikal – 609 603.
- (7) Thiru M.Kumarasamy, Cooperative Officer / Administrator
Karaikal Coop. Milk Supply Society Staff Coop. Credit Society Ltd., No.P.489
- (8) The President
Karaikal FPS Employees' Coop. Credit Society Ltd., No.P.725

x
x Through the
x Deputy
x Registrar,
x Karaikal

x
x

Copy to:

- (1) The Deputy Registrar (Audit), Cooperative Dept., Puducherry.
- (2) The Deputy Registrar, Karaikal.
- (3) The Managing Director, Pondicherry State Cooperative Bank Ltd., (PSCB)
- (4) Web Editor, Cooperative Department, Puducherry.
- (5) Stock File, 2020.

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