**FORM OF AGREEMENT**

This agreement is executed ...............................................................between (Here enter the name of the Society with the Register No...) ....................The Service Co-operative Bank Ltd, No........................ a society registered under the Kerala Co-operative Societies Act 1969 and having its Registered Office at .............................(Herein after referred to as the Society) of the One part and the Governor of Kerala (Herein after referred to as the Government) of the other part.

Whereas the Society has applied for the payment of a sum of Rs. 5,00,000/- (Rupees Five Lakh Only) by way of Share Capital Contribution to the Society under the rules Governing Government contribution towards Share Capital Assistance to PACS/FSCB under the State Plan Scheme (Herein after referred to as the Rules).

And Whereas the request of the Society the Joint Registrar of Co-operative Societies,................................for and behalf of the Government of Kerala has sanctioned the payment of a sum of Rs. 5,00,000/- (Rupees Five Lakh Only) to the Society as per this order No........................(Herein after referred to as the said order a copy of which is attached here to)which shall form part of this agreement as incorporated herein subject to the terms and conditions contained in the said order and in the rules those herein whether appearing to which the society has also agreed.

Now These Presence Witness and is hereby agreed is follows:-

1. The Society shall utilized the Share Capital Contribution amount of Rs. 5,00,000/-(Rupees Five Lakh Only) for the purpose of strengthening to its share capital for availing finance for issue of loans to its members and it shall not be used for any other purpose.
2. The Society shall return the Share Capital Contribution of an amount of Rs. 5,00,000/- in ten equal installments of Rs. 50,000/-(Rupees Fifty Thousands Only) the first installment falling due on the sixth anniversary of the date of drawal of the amount by the society and the subsequent installments on the corresponding date of the succeeding years.
3. In the case of default in payment of the installment of the amount in accordance with clause above, the society shall pay penalty interest @ 2.5 per annum for the defaulted installments.
4. The Society shall furnish to the Joint Registrar of Co-operative Societies printed Share Certificates in favour of the Government within one month from the date of encashment of the amount.
5. Not with standing anything containing in the rules in the bye law of the society it shall to the Government to withdraw at any time without stating any reason whatsoever the whole any portion of the Government contribution and the society shall be liable to refund the amount so withdrawn in a lump.
6. (a) The Society shall remit the divident occurring on the Share Capital Contribution in to Government Treasury with in one month from the date of the dividend by the General body of the Society.

b) The divident shall be payable the Share Capital Contributin made by the Government and then with the society from time to time after reducing the payments made by the society.

7. The Society shall strictly abide by the terms and conditions containing

the rules and in the said order and those herewith contained.

8.In the case of Society commits breach of one or any one of the terms and

conditions herein contained or those contained inthe rules and inthe said

order, the entire amount of Share Capital Contribution sanctioned shall

be come payable in lump at once by the Society.

9.It is hereby declared that the execution of this agreement for and on

behalf of the Society have the power and authority to do by Virtue of

Resolution.

No...................dated.....................(Here enter the authority).

10. All sums found/due to the Government under or by virtue of this

agreement shall be recovarable from the Society and its assets both

movable and immovable under the provisions of the Revenue Recovery

Act for the time through such sums are arrears of land revenue and in

such other manner as the Government may deed fit.

In Witness where of Sri...................................(President) and

Sri. .......................................... (Secretary) for and on behalf of **the Society and Sri....................................Registrar of Co-operative Societies for on behalf of the Governor of Kerala have here into set their hands and the seal of the Society has hereunto opened affixed the day, month and year first above.**