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No. R-11017/36/2015-L&M (FTS 81196)  
Government of India  
Ministry of Cooperation  
Office of the Central Registrar of Cooperative Societies

9<sup>th</sup> Floor, E Tower, World Trade Center  
Nauroji Nagar, New Delhi-110029

**ORDER**

(Under Section 86 of the Multi-State Cooperative Societies Act, 2002)

Whereas, **United Multi State Credit Cooperative Society Ltd.**, C-52, Keshav Enclave, Janpath, Lalkothi, Jaipur, Rajasthan (Regn. No. MSCS/CR/479/2011)" (hereinafter referred as Society) is registered under the provisions of Multi-State Cooperative Societies (MSCS) Act, 2002 and Rules made thereunder (hereinafter referred as Act).

2) The Registrar of Cooperative Societies, Government of Rajasthan vide email dated 14.11.2022 provided a copy of letter No. Pha.15(19)Savira/ke. thi.so./Jaipur Khand/2015 Part-1 dated 08.04.2022 along with Inspection report of Society. Inspecting officer reported that society did not cooperate with the investigating team and neither provided desired records. On the basis of record available with CID(CB), Rajasthan Police Headquarter; Office of Dy. Registrar, Jaipur City and half information/ documents provided by the Society, investigating team conducted inspection and concluded the following:-

- (i) As on 31.03.2021 Society has shown Rs. 92,49,43,255/- as balance. Society should have refunded this amount to depositors and invested remaining amount in nationalized banks as per its bye-laws and existing cooperative principles, but society invested crores of amount in mutual fund and society's sister unit Divinty Buidestate pvt. Ltd. Instead of refunding to members, society re-deposited the same. The Loan distributed by Society is on paper only. Most of the files related to loan distribution are bogus and not a single loan is sanctioned according to quorum and rules.
- (ii) Absence of documents related to loan security and guarantee and signature of guarantor, evident that loan files are forgedly created. Figure of loanees is not mentioned in most of loan files. Membership slip is missing. There is difference in amount filled in application forms and loan distributed. Most of the loanees are paid in cash, whereas as per rule amount should have transferred in loanee's saving account. In loan files copies of only ration card or aadhar card are enclosed which perhaps collected during opening of their account. In this way society has invested/misappropriated deposited collected from the members.
- (iii) After going through the proceedings register of society, it is confirmed that the meetings of Board of Directors were convened without proper quorum. Only Executive Chairman and CEO took decisions in the meeting. Only these two have signed on the proceedings. Attendance



of other directors is not available. It confirms that executive chairman (who is actually vice-chairman of society) did not operate the society as per its bye-laws and rules and breached the trust of members and misused the deposits of members.

- (iv) In absence of record, the actual misappropriated amount did not come to knowledge. Society's operation is against the cooperative principles. Society has misappropriated crores of deposits collected from the members. By forgery of documents society has risked the deposits of members and also misused and misappropriated the same.
- (v) Inspecting officer recommended to lodge cases under various sections of IPC against Board of Directors of Society and as society has not refunded the members/ depositors, file petitions in designated courts under Section 4 & 22 of BUDS Act, 2019 (already delegated by the Central Registrar to RCS Rajasthan).

3) Society was directed to furnish explanation vide Show Cause Notice dated 06.02.2023, but Notice returned undelivered to this office with remark "*despite repeated visited No body was found*".

4) Society has not submitted its Annual returns mandatory under the provisions of Section 120 of the Act to this office after 2018-19 and

5) It appeared that Society is not functioning as per the provisions of the Act and cooperative principles, therefore, it was decided to initiate winding up process of the Society under the provisions of the MSCS Act, 2002 and accordingly, a Notice dated 01.03.2023 for seeking objections of the Society, was issued.

6) Chairman of Society vide letter dated 22.03.2023 submitted that the report of Office of RCS, Jaipur is not correct and has not disclosed the relevant facts. Loans were genuinely distributed whereas in corona period, most of the members defaulted in repayment and this is the period from where the problem started. The Board of Directors took extreme steps to recover loans and successfully recovered more than 45 crore. Regarding non-submission of returns, Chairman stated that the audit of society was pending due to financial crunch, but now audit process has been started and he assured that audited accounts will be submitted shortly and Annual general body meeting would also be called for compliance of MSCS Act.

7) After examining Society's explanation dated 22.03.2023, it was observed that point wise reply along with documentary evidence on Inspection report of RCS Rajasthan has not been provided. Accordingly, Chairman/ CEO of Society was called for hearing on 01.11.2023 vide Notice dated 11.10.2023, but the said Notice returned undelivered.

8) Chairman of Society Shri Dinesh Kukreja attended the hearing held on 01.11.2023 and submitted that he neither received the hearing notice nor the Inspection report of RCS Rajasthan and requested for the same. After





considering his request, vide letter of even dated 07.11.2023 a copy of Inspection report was provided to Society and was also directed to submit Audit report, details of Board of Directors of Society and its Sister companies, details of investment, cash in hand and comments on the Inspection report of RCS Rajasthan. But this letter returned undelivered with remarks 'left'. A reminder dated 28.11.2023 was also issued to the Chairman of Society, but till date no reply from the Society is received in this office.

9) This Authority has also received various complaints alleging non-repayment of deposits by society and various police authorities seeking documents pertaining to society for investigating the cases lodged against it.

10) Whereas, despite several notices/letters, the Society has not furnished point-wise reply on the inspection report. Further, after financial year 2018-19, the Society has not submitted its mandatory annual returns u/s 120 of the MSCS Act, 2002. It appears that Society is not functioning as per the provisions of the Act and cooperative principles

11) The Registrar of Cooperative Societies, Govt. of Rajasthan, Jaipur vide letter dated 07.09.2021 has already provided a list of Officers by Post/Designation of the Cooperative Department, Govt. of Rajasthan for appointment as liquidator in the multi-State cooperative societies.

12) Now therefore, after careful consideration of the facts, I, Anand Kumar Jha, Central Registrar of Cooperative Societies in exercise of the powers conferred under Section 86 of the Act, order winding up of, "United Multi State Credit Cooperative Society Ltd., C-52, Keshav Enclave, Janpath, Lalkothi, Jaipur, Rajasthan (Regn. No. MSCS/CR/479/2011)" and hereby appoint Deputy Registrar, Cooperative Societies, Jaipur (City), Office of Commissioner & Registrar of Cooperative Societies, Government of Rajasthan as Liquidator of the Society under the provisions of Section 89 (1) of the Act until further orders with the direction to take further necessary action as per the provisions of Act & rules made thereunder.

13) The Liquidator shall finalize the liquidation proceeding to wind up the Society and shall also submit the status report showing the progress made in liquidation of the Society to this office on quarterly basis.

Issued under my hand and seal, this the 18<sup>th</sup> day of June, 2024.

*Anand Kumar Jha*  
18/6/24

(Anand Kumar Jha)

**Central Registrar of Cooperative Societies**

Copy to:-

- 1) Deputy Registrar, Cooperative Societies, Jaipur (City) and Liquidator, United Multi-State Credit Cooperative Society Ltd through Registrar of Cooperative Societies, Govt. of Rajasthan, Nehru Sahakar Bhawan, Bhawani Singh Road, Jaipur- 302001



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- 2) Registrar of Cooperative Societies, Govt. of Rajasthan, Nehru Sahakar Bhawan, Bhawani Singh Road, Jaipur- 302001
- 3) The Chief Executive/Chairman, The United Multi State Credit Cooperative Society Ltd., C-52, Keshav Enclave, Janpath, Lalkothi, Jaipur, Rajasthan.
- 4) Registrar of Cooperative Societies, Govt. of Gujarat/ Delhi.
- 5) IT Cell for uploading on office's website