

co-operative shall submit for confirmation to the first succeeding general meeting of members its resolution to defer repayment of a loan and if the resolution of the board is not confirmed by that meeting of the co-operative, the loan shall be repaid within 7 (seven) days of the date of such meeting.

Dated at Chennai this 24 day of 08 2017

[Signature] DIRECTOR

[Signature] SECRETARY

BANKING ACCOUNT

- 58.1 The Co-operative must open a banking account in the name of the Co-operative in which all moneys received shall be deposited as soon as possible after receipt thereof.
- 58.2 Cheques drawn on the banking account shall be signed by one of the Directors and must be countersigned by the Secretary of the Board. Provided that a cheque shall not be signed and countersigned by the same person and that all officers who are authorized to sign or countersign cheques must furnish adequate security.

FINANCIAL YEAR

59. The financial year of the Co-operative shall end on the last day of February of each year.

FINANCIAL RECORDS

- 60.1 The Co-operative must keep, such accounting records as are necessary fairly to reflect the state of affairs and business of the Co-operative and to explain the transactions and financial position of the business of the Co-operative.
- 60.2 The accounting records shall be kept at the registered office of the Co-operative and shall be available at all times for examination by the Directors.
- 61.1 Annual financial statements

An audit of the affairs of the co-operative must be conducted annually in respect of each financial year in order to -

- [a] ensure that financial statements are drawn up in conformity with generally accepted accounting practices;
- [b] verify that the co-operative has maintained adequate records in accordance with the requirements of this constitution and the Act;
- [c] report generally as to whether the assets and facilities of the co-operative are being properly managed and the operations of the co-operative are being conducted in accordance with co-operative principles; and
- [d] report on any other matter the auditors are required to report on in terms the constitution.

61.2 The provisions of clause 60.1 are applicable to the annual financial statements of the Co-operative and its company subsidiaries.

AUDIT

62. The members must appoint an auditor at each annual general meeting, to hold office until the close of the next annual general meeting. The duties of the auditor are outlined in clause 61.

SURPLUS

63. The surplus resulting from the operations of the Co-operative during any financial year shall be applied by resolution of the annual general meeting for that year. Provided that -
- [a] in accordance with section 3(1)(e) of the Act, at least 5% (five percent) is set aside as a reserve in the indivisible Reserve Fund and is not