

10. The capital shall be composed of :
- undertermined number of shares of the value of Rs. 100/- each.
 - deposits from members;
 - loans from non-members;
 - donations and grants; and
 - realised profits.

Provided that the acceptance of loan from non-members shall be subject to such restrictions which the Registrar may impose.

V. SHARES

11. Every member shall purchase atleast one share and no member shall hold shares of which the nominal value exceeds Rs. 10,000/- or exceeds 1/5th of the total shares capital actually subscribed. If any member may by inheritance or otherwise becomes possessed of more than the maximum holding permitted by this rule, the Managing Committee shall have power to sell the excess number or buy them on behalf of the society and to hold proceeds at his disposal.

12. Share shall be paid by the Member in lump-sum, at the time of becoming member in the society.

13. If the payment due on account of shares remains unpaid for more than 3 months. The Committee may declare such share forfeited together with all payments made thereon and the right of membership attaching to these share shall there upon be extinguished. The committee may allow such shares to be restored provided :

- that all arrears, together with such penal interest as the Committee may demand are paid up; and
- that ordinarily such payment be made within three months of the date of forfeiture.

14. Share shall not be withdrawn, repaid or transferred otherwise than provided in these bye-laws.

15. Every member may nominate a person to whom on his death, his share shall be transferred, but no member may nominate more than one person unless he holds more than one share and in any case unless the amount to be paid to such nominee whether by way of whole shares or by fixed proportion of the amount available for transfer, as the case may be, is duly specified when the nominee is appointed, and he shall attest the nomination by his signature or thumb impression in the register of members. If not admitted to membership the nominee or nominees shall be paid the value of the shares of interest subject to the provisions of bye-law 9. If any deduction has to be made from the shares of the deceased, and there are more than on nominee, amount to be deducted shall be set off against the amount due to each nominee in proportion to his interest.

16. The society shall have the right to set off any money due on account from the society to a member or past member or person claiming through him in payment of any sum which he owes to the society or for which he stands surety.

VI. LIABILITY

17. The liability of the members for any deficit in the assets of the society on liquidation shall be limited to 0.05 times the face value of their subscribed shares.

VII. GENERAL MEETING

18. The first General Meeting of the members shall have the same powers as are herein given to Annual Meeting.

- The preliminary General Meeting shall be called within a period of not less than one month and not more than three months from the date of its registration. In this meeting the following business shall be discussed and decided.
 - Approval of allotment of shares, amount collected and amount spent in connection with the registration of the society before registration.