



भारतीय रिज़र्व बैंक
RESERVE BANK OF INDIA

वेबसाइट : www.rbi.org.in/hindi

Website : www.rbi.org.in

इ-मेल email: helpdoc@rbi.org.in

संचार विभाग, केंद्रीय कार्यालय, एस.बी.एस.मार्ग, मुंबई-400001

DEPARTMENT OF COMMUNICATION, Central Office, S.B.S.Marg, Mumbai-400001

फोन/Phone: 91 22 2266 0502 फैक्स/Fax: 91 22 22660358

February 27, 2017

**RBI imposes penalty on Kaujalg Urban Cooperative
Credit Bank Ltd., Kaujalg, Karnataka**

The Reserve Bank of India has imposed a monetary penalty of ₹ 1.00 lakh (Rupees One lakh only) on Kaujalg Urban Cooperative Credit Bank Ltd., Kaujalg, Karnataka, in exercise of the powers vested in it under the provisions of Section 47 A (1) (b) read with Section 46 (4) of the Banking Regulation Act, 1949 (As applicable to Co-operative Societies) for violating Reserve Bank of India's instructions/guidelines in respect of 'The Depositor Education and Awareness Fund Scheme, 2014' and also for violations of Know Your Customer/Anti-Money Laundering (KYC/AML) directives issued by RBI.

The Reserve Bank of India had issued a Show Cause Notice to the bank, in response to which the bank sought extension of time for complying with the same. Although extension of time was granted twice, the bank had neither submitted compliance nor sought personal hearing. After considering the facts of the case and the bank's failure to reply in the matter, the Reserve Bank came to the conclusion that the violations were substantiated and warranted imposition of penalty.

Press Release: 2016-2017/2293

Ajit Prasad
Assistant Adviser