

Inter-Se Agreement to be executed by the members of the Joint Liability Group

THIS AGREEMENT made this _____ day of _____ 20__

BETWEEN

- I. Sri/Smt. _____ Son/ Daughter/ Wife of _____, aged _____ years residing at _____; and
- II. Sri/Smt. _____ Son/ Daughter/ Wife of _____, aged _____ years residing at _____; and
- III. Sri/Smt. _____ Son/ Daughter/ Wife of _____, aged _____ years residing at _____; and
- IV. Sri/Smt. _____ Son/ Daughter/ Wife of _____, aged _____ years residing at _____;

who are members of the _____ group, hereinafter referred to collectively as “ Joint Liability Group (JLG) Members” which expression shall, unless repugnant to the context or meaning, include every members of the said JLG and their respective legal heirs, executors and administrators.

WHEREAS all JLG members are residents of _____ Village in _____ Mandal, of _____ District of the Andhra Pradesh State and are known to each other.

WHEREAS the JLG members above named have joined voluntarily together and formed the JLG with intent to establish Custom Hiring Centre (CHC) in terms of G.O. Rt. No.476 of Govt. of Andhra Pradesh, dt.07.07.2020 and G.O. Rt. No.547 of Govt. of Andhra Pradesh, dt.30.07.2020, subject to the terms and conditions hereinafter appearing:

NOW THEREFORE THIS AGREEMENT WITNESSETH THAT:

- 1. Each member of the JLG shall regularly save a sum as may be decided by the Group, on weekly fortnightly/monthly basis which shall be deposited with the authorised member of the group.
- 2. Each member shall strive for the success of the JLG and shall not act in any manner detrimental to the business interests of the JLG.
- 3. The JLG members shall be jointly and severally liable for all the debts contracted by the JLG.
- 4. All assets and goods acquired by the JLG shall be in the joint ownership of all the members of the JLG and shall ordinarily be in the constructive custody of such member as may be authorised by the Group and shall be kept at the place of business at _____ which shall not be changed without consent of the JLG members.
- 5. The JLG members hereby duly elect and appoint Sri/Smt _____ as _____; Sri/Smt. _____ as _____

and Sri/Smt. _____ as _____ [by whatever name designated] to look after and manage the day to day affairs of the JLG' activities and also act in their name and on their behalf in all matters relating thereto. The authorised representatives, may however, be removed at any time by majority vote of the members and new representatives elected.

6. Each of the JLG members hereby agrees to abide by and ratify all such act, deeds and things as the authorised representatives may do in the interest of the said activities.

7. The authorised representatives shall take decisions in the day to day working of the JLG and each representative shall actively involve herself or himself and co-operate in looking after the day-to-day affairs of the JLG activities in particular to attend to the following activities.

— Every member of the JLG hereby authorises the representatives to apply for the loan on behalf of the JLG and execute necessary agreements/documents on behalf of the JLG for the purpose. The authorized representative may avail Loan amounts from the _____ (Bank/Branch) on behalf of JLG to establish Custom Hiring Centre (CHC) in terms of G.O. Rt. No.476 of Govt. of Andhra Pradesh, dt.07.07.2020 and G.O. Rt. No.547 of Govt. of Andhra Pradesh, dt.30.07.2020, in accordance with the decision of the JLG and also deposit loan instalments to the loan account of JLG with the _____ (Bank/Branch).

8. The JLG members hereby specifically authorize the representatives:-

(i) To borrow loans/advances from _____ (Bank/Branch) as approved by the JLG

(ii) To keep or cause to be kept proper books of accounts of the savings, made by the JLG Members, loans availed and repayments made and render every year the full accounts to the JLG members for their approval and adoption;

(iii) To receive all payments due to the JLG and issue requisite receipts or acknowledgements for and on behalf of the JLG;

(iv) To institute and defend on behalf of the JLG members any legal proceedings and safeguard the interests of each member of the said JLG and for this purpose engage or disengage any lawyer or advocate or agent and incur the necessary legal expenses in connection therewith.

9. In the event of death of any of the members of the JLG, his/her legal heirs shall be entitled for the benefits and be liable for the obligations of the deceased member under this agreement.

10. It is agreed that no new person shall be inducted as a member of the JLG without consent of all the existing members.

IN WITNESS WHEREOF the aforesaid members of the JLG have set their respective hands hereunto at the place _____ and on _____ day of _____ month _____ year first herein appearing.

Name of member JLG

Signature/s/Thumb of the impression

I. _____

II. _____

III. _____

IV. _____

WITNESSES:

(1)

(2)