

# ‘Umbrella Organisation’ to revive Urban Co-op Banking

---

OUR BUREAU



## To provide banks opportunities to expand reach

**AHMEDABAD, AUGUST 3**

India’s co-operative banking sector is set to undergo a transformation with the concept of Umbrella Organisation (UO) of Urban Co-operative Banks (UCBs) seen as an answer to issues plaguing the sector.

The Reserve Bank of India (RBI) has allowed non-fund-based umbrella organisations at State levels, where respective State federations will take the lead. A working group, constituted by the RBI, felt it was necessary to facilitate the emergence of a UO to enhance public confidence in co-operative banking.

Gujarat is the first State in the country to have an UO for the UCB sector. The Centre for Banking Research Development & Excellence (CBRDE) was inaugurated in 2014, and has been conducting non-fund activities in the areas of training, capacity building and IT infrastructure and research.

## Sahakar Setu 2018

To further strengthen the co-operative structure and spread information about the latest developments, strategic alliances, consolidation of sector and technology upgradation – along with the functioning of Umbrella Organisation – the Gujarat Urban Co-operative Banks Federation (GUBCF) is conducting a two-day conference and exhibition of co-operative banking sector under the name Sahakar Setu 2018, in Ahmedabad, from August 4-5.

On Saturday, Deputy Governor of RBI, N Vishwanathan, will engage with the UCBs in Gujarat on the concept of UOs and its impact on the UCBs.

Jyotindra Mehta, Chairman, GUBCF, said: “The UO will completely change the scenario for UCBs and provide them immense opportunities to grow. It will benefit the UCBs not only on the financial front, but also make technology and new innovations accessible to them.”

In 2016, a steering committee was constituted by NAFCUB, which had submitted its report to the RBI in August 2017.

As per the committee’s recommendations, a National Umbrella of UCBs will be formed as an NBFC and owned by UCBs.

It will provide a range of fund- and non-fund-based services.

“There should be participation of all the UCBs for the overall benefit of the sector. We want to bring the co-operative principle here as well,” said Mehta, adding that the expo will look to educate, guide and encourage members of UCBs.

Published on August 03, 2018

---

## TOPICS

[RBI and other central banks](#) [cooperative banks](#) [banking](#)

---

### Previous Story

[Include deposit-taking NBFCs in co-origination model: FIDC to RBI](#)

### Next Story

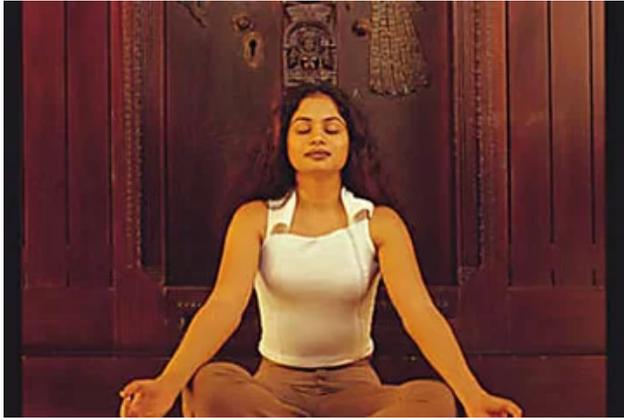
[Cashkumar foresees huge potential in online lending for short-term credit](#)

Get more of your favourite news delivered to your inbox

Subscribe

## Promoted Content

Recommended by



**[Weekend Getaway] Detox & Rejuvenate  
With Special Monsoon Ayurveda at...**  
[www.kumarakomlakeresort.in](http://www.kumarakomlakeresort.in)



**Thailand mends US military ties after post-  
coup tilt to China**  
Nikkei Asian Review



**Top Credit Card Deals Unlocked For You!**  
BankBazaar.com

**More From The Hindu Business Line**



**Algo trading scam and Ajay Shah's NSE links**



**HDFC profit up 54% on lower provisions**



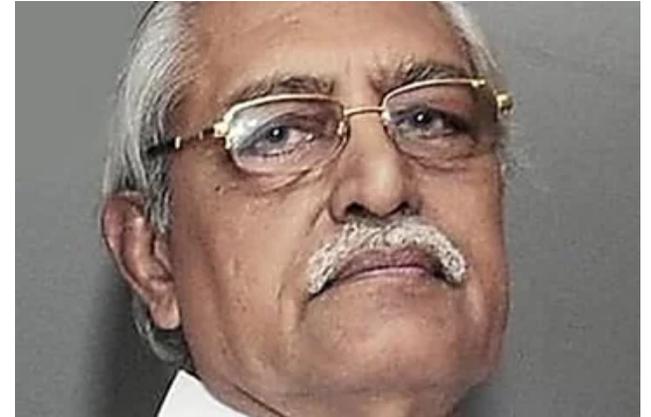
**YES Bank (Buy)**



**ICICI Bank slips into the red for the first time ever**



**Excessive regulations weighing on PSBs: Rajiv Kumar**



**'Centre must reconsider decision to bring down equity holding in IDBI Bank'**

# BL

**SBI ties up with Reliance Jio to boost digital customer base**



**Bank loans worth ₹5-lakh cr turned into NPAs in FY18: Crisil**



**FRDI Bill fiasco: More caution needed in policy-making**

## MORE FROM BUSINESSLINE

**Algo trading scam and Ajay Shah's NSE links**



**“But you have to swear everyone to silence on the fact that the data that we are getting out of NSE for VIX (volatility index) and LIX (liquidity risk index) is being used for algorithmic trading work**

**Equitas Holdings (₹146): Buy**



**Yoganand D** The stock of Equitas Holdings gained 4 per cent with good volume on Thursday, breaching a key resistance at ₹142 which was limiting the upside over the past one month. This rally provides

**Rising bad debts: PSBs add 1,186 more to wilful defaulters' list in 27 months**



**Default amount rises to ₹1.28 lakh crore as on June 30**

---

0 comments

♥ Recommend 0

Write a comment

1000

or

Name

Email

I agree with Vuukle's [Privacy Policy](#)

POST

TALK OF THE TOWN 

Sterlite effect: Phillips Carbon Black rethinking new

'Centre must reconsider decision to bring down equity

plant in...

8 comments

holding...

8 comments

Reliance Defence had no licence to make fighter aircraft:...

6 comments

RBI monetary policy: Repo rate hiked by 25 bps

5 comments

Tata Motors reports Rs 1,902 cr loss in Q1

4 comments

Who's .IN? Two web operators vie for an India...

4 comments

Show more articles



1. Comments will be moderated by The Hindu Business Line editorial team.
2. Comments that are abusive, personal, incendiary or irrelevant cannot be published.
3. Please write complete sentences. Do not type comments in all capital letters, or in all lower case letters, or using abbreviated text. (example: u cannot substitute for you, d is not 'the', n is not 'and').
4. We may remove hyperlinks within comments.
5. Please use a genuine email ID and provide your name, to avoid rejection.