

CHAPTER - 6

SHARE-HOLDERS AND DEVELOPMENTAL ACTIVITIES
OF CO-OPERATIVE FACTORIES1. INTRODUCTION

The co-operative factories are based on the contribution of the share-holders. These shareholders purchase shares from the factories and also supply raw material for same factories. The financial situation of the co-operative factories depends on the response of the shareholders and the shares they purchase. The Government also assists these factories by purchasing some shares. Thus the share-holders play a crucial part in the establishment of the co-operative factories.

The shareholders got the benefits of these co-operative factories in the sense that they supplied raw material to these factories and received higher prices for their raw material. The exploitation of shareholders was also ceased due to this process.

The factories have implemented different developmental activities in their area of operation. These activities are beneficial to the shareholders and others.

The present chapter deals with the information about share-holders and the development activities by these co-operative factories.

2. PANCHAGANGA

The details of shareholders, total shares and share capital of Panchaganga are presented in Table 6.1

TABLE 6.1

PANCHAGANGA : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1958-59	1659	4044	25.18
2	1959-60	1783	4161	25.97
3	1960-61	2066	4545	27.23
4	1961-62	2448	4748	32.67
5	1962-63	2667	4918	37.79
6	1963-64	2709	4946	38.30
7	1964-65	2716	4950	38.57
8	1965-66	2721	4955	38.79
9	1966-67	2728	4956	38.83
10	1967-68	2901	8656	83.74
11	1968-69	3073	7938	83.59
12	1969-70	3180	7966	83.66
13	1970-71	3242	8592	83.99
14	1971-72	5150	12343	97.32
15	1972-73	6304	14879	112.02
16	1973-74	6737	15525	116.19
17	1974-75	7116	15950	145.22
18	1975-76	8251	18071	157.32
19	1976-77	9361	19660	167.34
20	1977-78	9536	19899	172.05
21	1978-79	9973	20299	184.19
22	1979-80	10423	20626	189.58
23	1980-81	11511	22196	206.80
24	1981-82	12027	22293	214.48
25	1982-83	12491	22738	219.21
26	1983-84	12877	23126	222.63
27	1984-85	13621	25601	247.82
28	1985-86	14048	26392	256.70

In year 1958-1959 the shareholders of Shri Panchaganga Sahakari Sakhar Karknana Ltd., Ganganagar Ichalkaranji was 1659 and the total shares were 4044 and the share capitals is Rs. 25.18 lakhs. In the year 1985-86 the total shareholders were 14048 and the total shares were 26932 and the share capital was Rs.256.70 lakhs. From the table it can be said that the number of shareholders have increased, the total shares and share capital has also increased with the exception of 1969-70 and 1970-71.

3. DECCAN

The details of shareholders, total shares and share capital of Panchaganga are presented in the Table 6.2

TABLE 6.2

DECCAN : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1961-62	202	1500	15.00
2	1962-63	202	2000	20.00
3	1963-64	228	2500	25.00
4	1964-65	320	3452	34.52
5	1965-66	420	4579	45.79
6	1966-67	416	4672	46.72
7	1967-68	NA	4721	47.21
8	1968-69	NA	47.21	47.21
9	1969-70	NA	4722	47.22
10	1970-71	NA	4722	47.22
11	1971-72	NA	7153	71.53
12	1972-73	NA	7153	71.53

contd...

TABLE 6.2 (contd.)

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
13	1973-74	NA	7154	71.54
14	1974-75	NA	7152	71.52
15	1975-76	NA	7152	71.52
16	1976-77	NA	7152	71.52
17	1977-78	NA	7562	75.62
18	1978-79	NA	7563	75.63
19	1979-80	NA	7568	75.68
20	1980-81	NA	7568	75.68
21	1981-82	NA	7568	75.68
22	1982-83	NA	7268	72.68
23	1983-84	NA	6968	69.68
24	1984-85	NA	6408	64.08
25	1985-86	NA	5848	58.48
26	1986-87	521	5281	52.81

The table clearly indicates that the number of shareholders are increased at slow pace. The share and the share capital shows fluctuating trend.

4. KOLHAPUR ZILHA SOOT GIRANI

The details of shareholders, total shares and share capital of Kolhapur Zilna Soot Girani are presented in the table No.6.3.

TABLE 6.3

KOLHAPUR ZILHA : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1966-67	2166	NA	14.27
2	1967-68	2363	NA	62.69
3	1968-69	6033	17013	75.78
4	1969-70	6057	17016	76.34
5	1970-71	6118	17019	77.89
6	1971-72	6157	17026	77.44
7	1972-73	6187	17120	79.13
8	1973-74	6263	18222	84.96
9	1974-75	6934	19782	93.17
10	1975-76	7082	19989	94.96
11	1976-77	7183	20090	95.80
12	1977-78	7245	20188	96.96
13	1978-79	7334	20419	98.10
14	1979-80	7634	20254	98.23
15	1980-81	8048	21628	105.56
16	1981-82	8170	21974	108.07
17	1982-83	10059	31340	146.98
18	1983-84	11261	36187	167.13
19	1984-85	11493	36611	172.52
20	1985-86	11877	36836	178.20
21	1986-87	12933	37751	183.21

In year 1968-69 there were only 6033 shareholders and the total of shares were 17016. In year 1986-87 the number of shareholders increased upto 12933 and the total shares upto 37751.

The number of shareholders and shares has constantly increased. The share capital in 1968-69 was Rs.14.27 lakhs, which has increased in 1986-1987 to Rs. 183.21 lakhs. The share capital has also constantly increased. Thus the table indicates sound financial situation of the factory.

5. ICHALKARANJI COOPERATIVE SPINNING MILL

The details of share holders, total shares and share capital of Ichalkaranji Cooperative Spinning Mill are presented in Table 6.4.

TABLE 6.4

ICHALKARANJI CO-OPERATIVE : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1974-75	NA	6068	60.68
2	1975-76	NA	8117	81.17
3	1976-77	NA	11125	111.25
4	1977-78	2145	13592	135.92
5	1978-79	3057	16941	169.41
6	1979-80	3050	17790	177.90
7	1980-81	3042	17790	177.90
8	1981-82	3037	27831	278.31
9	1982-83	3044	27841	278.41
10	1983-84	3045	27843	278.43
11	1984-85	3044	27,843	278.43
12	1985-86	3040	27,843	278.43
13	1986-87	3039	27843	278.43
14	1987-88	3037	27843	278.43

In the year 1977-1978 there were 2145 shareholders and the total shares were 13592.

In the year 1987-88, the shareholders have increased upto 3037 and the total shares upto 27843.

Thus the shareholders and the total shares have constantly increased. The share capital was Rs.135.92 lakhs in 1977-1978 and it has increased in 1987-88 upto Rs.278.42 lakhs.

6. NAV-MAHARASHTRA SAHAKARI SOOT GIRANI

The details of shareholders, total shares and share capital of Nav-Maharashtra Sahakari Soot Girani are presented in the Table 6.5.

TABLE 6.5

NAV MAHARASHTRA : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1980-81	3027	9363	46.81
2	1981-82	3595	13350	78.63
3	1982-83	3832	18367	91.835
4	1983-84	4227	27563	137.765
5	1984-85	4325	65547	327.735
6	1985-86	4635	106942	534.710
7	1986-87	4701	161121	805.605
8	1987-88	4703	162895	814.475

In the year 1980-81 there were 3027 shareholders and the total shares were 9363. In the year 1987-1988 the number of shareholders has increased upto 4703 and the total share have gone upto 162495.

In the year 1980-81 the share capital was Rs.46.81 lakhs and in the year 1987-1988 it has increased upto Rs.814.475 lakhs. Thus the financial situation of the factory is strong one.

7. LAXMI PROCESSORS

The details of snareholders, total snares and snare capital of Laxmi Processors are presented in the table 6.6.

TABLE 6.6

LAXMI PROCESSORS : FINANCIAL SITUATION

No.	Year	Snareholder	Total snares	Snare capital Rs.in lacs
1	1957-58	58	175	0.88
2	1958-59	76	210	1.05
3	1959-60	74	210	1.05
4	1960-61	72	270	1.35
5	1961-62	90	387	1.94
6	1962-63	90	387	1.94
7	1963-64	182	494	2.47
8	1964-65	183	654	3.27
9	1965-66	220	690	3.45
10	1966-67	235	954	4.77
11	1967-68	248	967	4.83
12	1968-69	252	971	4.84
13	1969-70	256	977	4.88
14	1970-71	261	1138	5.69
15	1971-72	262	1140	5.70
16	1972-73	266	1144	6.20
17	1973-74	362	1240	6.91
18	1974-75	450	1381	6.91
19	1975-76	479	1381	6.91
20	1976-77	479	1381	6.91

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Table 6.6 (contd.)

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
21	1977-78	598	1708	8.54
22	1978-79	611	1969	9.84
23	1979-80	614	1972	9.86
24	1980-81	650	2008	10.04
25	1981-82	670	1995	9.98
26	1982-83	677	2026	10.13
27	1983-84	738	1838	9.19
28	1984-85	738	3107	15.54
29	1985-86	753	3061	15.31
30	1986-87	759	3565	17.83
31 31	1987-88	768	3583	17.92

It is clearly seen from the table that the shareholders, the number of shares and the share capital has been increased.

8. YASHWANT PROCESSORS

The details of shareholders, total shares and share capital of Yashwant Processors are presented in the table 6.7.

TABLE 6.7

YASHWANT PROCESSORS : FINANCIAL SITUATION

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1965-66	231	1654	8.27
2	1966-67	247	1733	8.66
3	1967-68	300	2571	12.85
4	1968-69	317	2604	13.02
5	1969-70	341	2653	13.26
6	1970-71	358	2676	13.38
7	1971-72	389	2722	13.61
8	1972-73	405	2750	13.75
9	1973-74	519	3255	16.27
10	1974-75	724	3453	17.26
11	1975-76	742	3477	13.38
12	1976-77	803	3693	18.46
13	1977-78	811	4510	22.55
14	1978-79	817	4516	22.58
15	1979-80	821	4517	22.58
16	1980-81	830	4717	22.58
17	1981-82	839	4536	22.68
18	1982-83	844	4146	20.73
19	1983-84	844	4048	20.24
20	1984-85	844	3848	19.24
21	1985-86	844	3848	19.24
22	1986-87	840	3688	18.44
23	1987-88	840	3638	18.19

The table indicates fluctuating trend in the number of shareholders, total shares and share capital.

9. VYANKATESH PROCESSORS

The details of share holders, total shares and share capital of Vyankatesh Co-operative Processors are presented in the Table 6.8.

TABLE 6.8

VYANKATESH PROCESSORS : FINANCIAL SITUATION 7

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1977-78	838	1829	9.15
2	1978-79	838	2077	10.39
3	1979-80	839	2078	10.39
4	1980-81	843	2083	10.42
5	1981-82	844	2084	10.42
6	1982-83	844	2084	10.42
7	1983-84	844	2084	10.42
8	1984-85	844	2084	10.42
9	1985-86	844	2084	10.42
10	1986-87	844	2084	10.42

The table shows that the number of shareholders, total shares and the share capital has constantly increased.

10. ICHALKARANJI CEMENT INDUSTRIES

The details of share holders, share capital of Ichalkaranji Co-operative Cement Industries are presented in the Table 6.9.

TABLE 6.9

ICHALKARANJI CEMENT : FINANCIAL SITUATION 1

No.	Year	Shareholder	Total shares	Share capital Rs.in lacs
1	1983-84	-	-	8.26 (share deposit)
2	1984-85	321	2420	8.25
3	1985-86	378	3054	12.10
4	1986-87	424	3616	15.27
5	1987-88	479	3659	18.70

The shareholders, the shares and the share capital was constantly increased.

The production was started in 1986. The production in 1986-87 was 934.70 Metric Tonnes and it went upto 3041.50 metric tonnes in 1987-1988. Thus the production is increased during the last two years.

11. DEVELOPMENTAL ACTIVITIES OF CO-OPERATIVE FACTORIES

The following section deals with the developmental activities carried out by Panchaganga, Deccan, Kolhapur Zilha and ICOSPIN.

12. SHRI PANCHAGANGA SAHAKARI SAKHAR KARKHANA LTD.

There are 102 villages in area of operation of Panchaganga from five talukas, viz. Hatkanangale, Snirol, Kagal, Karveer in Kolhapur disdtrict of Manarasntra State and Chikodi taluka from Belgaum dist-rict of Karnataka State.

The following table shows the developmental activities of the sugar factory.

TABLE 6.10

EDUCATIONAL AND CULTURAL DEVELOPMENT BY PANCHAGANGA 7

	Rs. in lacs
1 Building for high school and college within the area of operation of Karkhana.	25.17
2 Donation to highschool and college libraries Montesory school and Mahila Mandals, Book Bank scheme, Science material etc.	32.44
3 Financial help to student in poverty stricken area.	2.42
4 Interest free loan to students studying for M.B.B.S. and other high education.	5.22
5 Constructing House for homeless labourers	28.21
6 Constructing Samaj Mandirs/Gram Panchayats	9.17
7 Grants to Talim Mandals.	61.42
8 Financial Assistance given by Karkhana to the Chief Minister's scarcity Relief Fund	60.38
9 Assistance to Prime Minister fund	1.45
10 Draught Relief Expenses	2.22
11 For construction of Manasul Bhavan/Chavade Imarat	1.18
12 Donation paid to Dumb Deaf students	1.63
13 Donation given for eye camp construction of Hospital Buildings to Dr.Modi.	2.96
14 Aid given to fire stricken peoples.	1.44
15 Dnyan Prabodhini Prashala, Pune.	0.50 lacs

16	Donation paid for Harijan water supply scheme.	2.45
17	Donation for construction of Shahu Smarak	3.11
18	Donation to wrestlers	4.48
19	Family planning camp	8.55
20	Bal Sangit Sahitya	0.16
21	Various institutions and persons etc.	29.90
	Total Rs.	224.56 lacs
22	<u>PANAND ROADS</u>	
	1) Panand Roads of 103.37 kms. Rs. 27.28 lacs	
	2) W.B.M. Roads of 79.00 kms. Rs. 33.50 lacs	= 68.59
	3) Tar Roads of 7.46 kms. Rs. 8.81 lacs	
	Total amount spent on social, cultural and development activities	Rs. 294.15

This table shows the expenditure incurred by the sugar factory on various schemes. The educational and cultural development activities carried out by the factory. These activities are like financial help to students in poverty stricken area, constructing house for homeless labourers, assistance to Chief Minister's fund, assistance to Prime Minister's fund, donation given by eye camp, family planning camp and Panand roads, etc.

The total amount spent on social, cultural and development activities as on 30-6-1988 was Rs.294.15 lakhs.

The photograph of homes for landless labourers is shown on page 104.

Apart from these activities, Panchaganga has a wide net work of irrigational facilities in its area of operation. The Table 6.11 shows the achievements in this field.

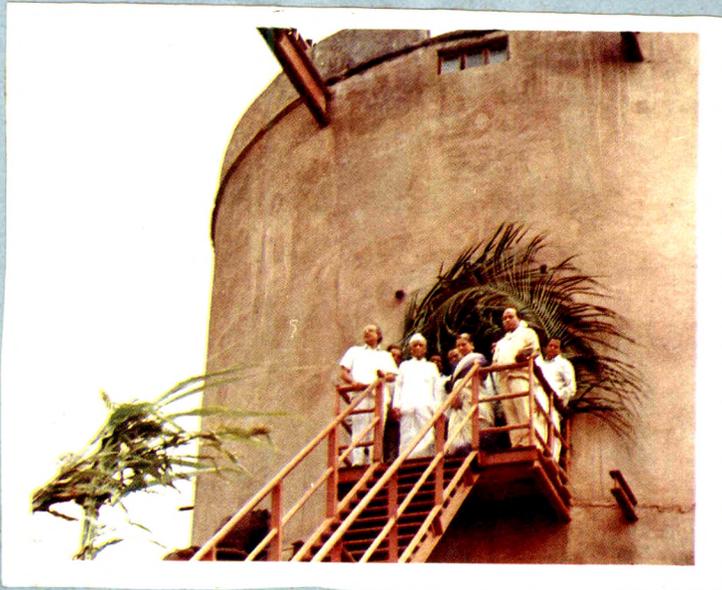
TABLE 6.11

IRRIGATED SCHEMES BY PANCHAGANGA 7

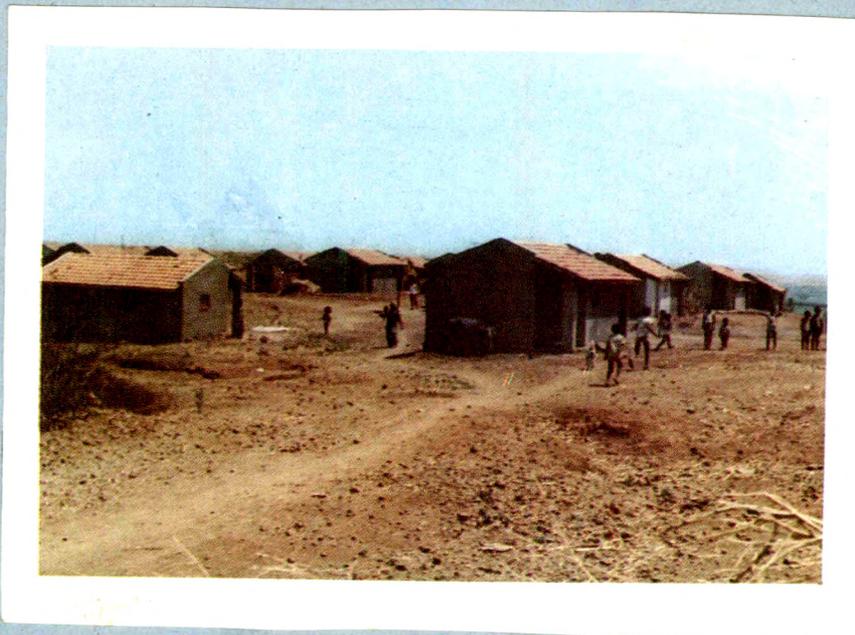
1	Total estimated cost of 102 Lift-Irrigation Schemes	Rs.56.14 crores
2	Acrage under the scheme	97,132 acres
3	Total expenditure on 44 Lift Irrigation Schemes commissioned and two schemes under construction upto (30-9-1987)	Rs.7,29,20,000
4	Acrage under 44 Lift Irrigation Schemes.	40,329 acres
5	Irrigation Acrage under Commissioned Schemes.	26,061 Acres

The Lift Irrigation Scheme plays an important role in the life of shareholders and non-shareholders of the sugar factory. The Lift Irrigation scheme activities by the Sugar factory is also beneficial to the development of agricultural farmers. The schemes by the Panchaganga Sugar factory are expensive and the agricultural development has been possible due to this activity.

The photograph of Jackwell building under irrigation scheme is presented on page 104.



LIFT IRRIGATION SCHEME BY PANCHAGANGA. SUGAR FACTORY



HOMES FOR LANDLESS LABOURERS BY PANCHAGANGA SUGAR FACTORY

13. DECCAN CO-OPERATIVE SPINNING MILLS LTD.13.1 DECCOSPIN Charitable Trust

The Deccan Co-operative Spinning Mills established the Deccospin Charitable Trust. Through this Trust the weaker section and backward class people have been improved.

The Trust has established the co-operative Life-Irrigation Schemes and dug bore wells. The Trust had a dairy project at Minche, for the welfare of the Ramosni tribal people. The Trust have established monteseries at villages. The Trust pays the wages of teachers and spends on this education programme.

The following table presents the activities of DECCOSPIN Trust.

TABLE 6.12
FINANCIAL AIDS BY DECCOSPIN TRUST

No.	Finance for	Financial aids in Rs.	No. of facilities	No. of Insti- tution/Societies
1	Agriculture	6,40,720	376	2
2	Industry	6,91,900	986	1
3	Education	2,53,000	4	3
4	Housing	10,53,700	251	3
5	Medical	10,000	-	1
6	Drinking water	63,200	2 villages	-
		23,12,552	1,527	10

The above table indicates that a total amount of Rs. 23 lakhs financial assistance has been issued by the Trust. The table also indicates that nearly half of the assistance has been allotted to housing programme which is followed by agriculture. The Trust has also rendered assistance in the schemes of industry education.

13.2 DECCOSPIN Research Foundation

This Foundation works for the assistance of power-loom owners. Foundation analyzes cotton and gives technical information of the cotton.

14. KOLHAPUR ZILHA SHETAKARI VINKARI SAHAKARI SOOT GIRANI LTD.

COTTON DEVELOPMENT

The mill started cotton development scheme in 1968 to promote cotton cultivation in its area of operation viz. Kolhapur District. The mill has given every facility to its cotton grower members such as supply of improved and high yielding varieties of cotton seeds, plant protective chemical, manures, hand and power sprayers and other requisite inputs at subsidied rates. The Mill has also given incentives to grower members per share as - 1980 Rs.400/-, 1981 Rs.300/-, 1982 Rs.160/- and 1983 Rs. 225/-.

15 THE ICHALKARANJI CO-OPERATIVE SPINNING MILLS LTD.

15.1 Area Development and Social Welfare

As a successful co-operative organisation ICCO SPIN accepts the responsibility to give impetus to promote allround development of the

neighbouring area and to exert for betterment of backward class people and economically weaker section of the society. At the same time, it is desired that any developmental programme so undertaken should not affect financial position of ICOSPIN. So a separate Vikas Foundation has been created for utilization towards agricultural, educational, cultural, industrial activities etc. As such, Textile Technological Institute and hand-loom projects are receiving immediate attention.

15.2 Textile Institute

Dattajirao Kadam Technical Education Society has started Textile Institute during academic year 1982-1983 which offers four year Diploma courses in Textile technology. The course is on the lines of D.T.M. of Board of Technical Education or L.T.M. of V.J.T.I. and it will meet to a great extent the present need of technically trained persons in various textile units. The society has to bear recurring and non-recurring expenditure for the course. Shri K.B. Awade had taken initiative in starting this Institute and he received assistance from people of Ichalkaranji, Co-operative Sugar Factory and other in this task. Thus, the Co-operative Spinning Mills have also contributed to the field of technical training.

15.3 Handloom Project

Ichalkaranji and its neighbouring villages namely Rendal, Yalgud Hupari etc. were once well-known for handloom centres. However, handloom weaving has now become almost extinct in this area. It is, therefore, desirable to revive this industry which has got a great

potential for large scale employment. Hence an independent Co-operative Shri Lakshmi Gramin Hat Mag Vikas Sanakari Society Ltd. has been registered on 18th January 1984. The Mill shall extend all preliminary technical as well as financial assistance and help in establishing the project at village Jangamwadi, Taluka Hatkananagale, District Kolhapur. After finalisation of plans, and estimates, construction of handloom shed has been started.

15.4 Housing Society

Most of the workers of the Mill came from neighbouring villages. These workers prefer to live at their respective villages rather than to shift to the mill colony because they are concerned with agricultural activities also when got on duty in the mill. More over, land is cheaper and easily available at villages rather than neighbourhood of the mill. Hence the scheme is envisaged for construction of houses at respective villages of the workers. The Mill is monitoring the said scheme with the financial assistance of banks. After completion of various preliminary formalities three houses have been constructed at village Rendal. Construction of similar types of houses in other villages shall be undertaken.

The Gnarkul under Mill's scheme is shown on page 110.

ICOSPIN has developed a Rose Garden, photograph of which is shown on page 110.



Rose Garden of ICOSPIN

ROSE GARDEN OF ICOSPIN MILL



ICOSPIN "GHARKUL"

ICOSPIN "GHARKUL YOJANA"