

Proceedings of the 3<sup>rd</sup> Meeting of SLBC Sub Committee on Financial Inclusion  
held on 23.03.2021

The third SLBC Sub-Committee Meeting on Financial Inclusion was held on 23.03.2021 at Head Office, Gandhinagar Annexe, Canara Bank, Bengaluru. The meeting was held under the chairmanship of Sri. J V S Prasad, Dy. General Manager, SLBC Karnataka and convened by Sri. P. Seetharamaiah, Dy. General Manager of Union Bank of India.

At the outset, Sri. P. Seetharamaiah, Dy. General Manager, Union Bank of India welcomed all the participants to the meeting and briefed them about the agenda of the meeting.

Some important Agenda points discussed are as under;

**1. Performance under Pradhan Mantri Jan Dhan Yojana -Aadhaar Seeding, Mobile Number Seeding and Issuance & activation of Rupay cards.**

All Bank Branches have to be sensitized to properly seed the Aadhaar & Mobile numbers of the customers in their account in order to make DBT enabled. It is further advised to activate the RuPay cards issued to the PMJDY account holders for getting the benefit of insurance.

All banks with performance less than 50% in all the three categories (Aadhar Seeding, Mobile Seeding and Activation of Rupay cards) in the accounts shall be called for the meeting proposed to be held in April 2021.

(Action - All Banks)

**2. Coverage of PMJDY account holders under PMJJBY, PMSBY & APY schemes.**

Banks should endeavor to enroll at least 10% and 25% of the eligible PMJDY account holders under PMJJBY and PMSBY respectively in terms of DFS letter reference no.F.No.M-18012/1/2020-Mission Jansuraksha dt. 04.08.2020 for the Policy Year 2020-21.

Further, the performance of the state under APY scheme is very poor which needs to be improved.

(Action - Major Banks, RRBs & other PVT Banks)

**3. Certification of BCs and activation of Inactive BCs.**

Respective Banks shall ensure that BCs deployed by Technology Service Providers are certified within the timelines as per the guidelines of RBI / IBA besides activating all inactive BC's by addressing the issues, if any. The committee decided that, the Branch managers should visit the villages/ BC locations in order to review the performance of transactions through BC model.

(Action -Banks, RRBs & other PVT Banks)

**4. Functioning of Aadhaar Seva Kendras - Status of enrolments & updation of Aadhaar.**

All Banks are requested to review the functioning of Aadhaar Seva Kendras and achieve the revised targets for 2020-21 as communicated by UIDAI, GOI vide No.4(4)/57/341/2017/E&U dated 24.07.2020 to carry out minimum number of enrolments/updates. It is further informed that, all the non functional Aadhar seva Kendras to be functional with immediate effect.

It is decided to change the agency of Aadhar Enrolment Centre if the same is not performing up to the expectations.

(Action -Banks, RRBs & other PVT Banks)

#### 5. Functioning of FLCs - Appointment of Counselors by Sponsor Banks at pending FLCs.

Sponsoring Banks are requested to review the functioning of FLCs and ensure that all FLCs are activated. Further, the Banks are requested to expedite the process of appointment of counselors wherever pending.

It is further informed that, the Branch Managers have to attend the meetings/ training programmes conducted by FLC's at regular interval for effective monitoring of the functioning of FLC.

(Action -Sponsoring Banks & LDMs)

LDM's may be advised to verify the correctness of the data being submitted by them with regard to the number of camps conducted by FLC's in their respective Districts.

(Action -SLBC & LDMs)

#### 6. Financial Inclusion Fund (FIF)

The representative of NABARD has informed to make effective utilization of the FIF fund available for various F.I. activities such as Financial Inclusion infrastructure, support for connectivity and power infrastructure, mobile signal booster deployment, micro ATM's/ POS machines, Financial Literacy programmes etc.

(Action -All Banks)

#### 7. Performance under Aspirational Districts:

The committee informed that, the performance of the two aspirational districts Raichur and Yadgir have to be monitored effectively to ensure 100% target achievement in all parameters.

(Action -All Banks in Raichur & Yadgir District)

Besides the above, the following suggestions are also being made during the meeting.

1. To invite small finance Banks for the next F.I. subcommittee meeting.
2. RUDSETI have to be advised to co-ordinate with the District level labour office to include migrant labours for conducting awareness programmes.

The meeting concluded with a vote of thanks.

(P. Seetharamaiah)  
Dy. General Manager, UBI  
Convener, SLBC Sub-committee on FI

(J V S Prasad)  
Dy. General Manager  
SLBC, Karnataka

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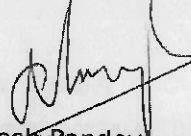
Further, last date for sanction and disbursement of fund based loans under ECLGS 1.0, 2.0 and 3.0 has been extended upto 30.06.2021 and 30.09.2021 respectively. With regard to non-fund based facility under ECLGS 2.0, the date by which first tranche should be utilised has been extended upto September 30, 2021.

The updated detailed Operating Guidelines and updated FAQs are attached and have been uploaded on our website. We advise you to make best use of the modifications introduced in the scheme.

With kind regards,

Encl. : a/a

Yours faithfully,

  
[Durgesh Pandey]  
Chief Executive Officer



Ref No. 0173 /NCGTC/ECLGS

April 16, 2021

The Chairman & Managing Directors, Chief Executive Officers of all  
Scheduled Commercial Banks, Financial Institutions and Non-Banking Finance Companies

Madam/Dear Sir,

**Emergency Credit Line Guarantee Scheme [ECLGS]  
Modification In ECLGS 2.0**

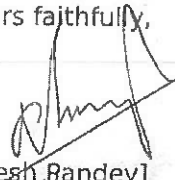
Please refer to our letter Ref No. 0007/NCGTC/ECLGS dated April 1, 2021 introducing certain modifications in the Operating guidelines of ECLGS and extending the last date of scheme till June 30, 2021 or till guarantees for an amount of ₹3 lakh crore are issued by NCGTC, whichever is earlier.

We wish to inform that the ECLGS 2.0 component of ECLGS has been expanded to allow coverage to SMA-1 borrowers also [i.e. borrowers with days past due as on 29.02.2020 above 30 days and upto 60 days] within its scope, other conditions remaining unchanged.

The updated detailed Operating Guidelines and updated FAQs have been uploaded on our website. We advise you to maximise use of the modifications introduced in the scheme.

With kind regards,

Yours faithfully,



[Durgesh Randey]  
Chief Executive Officer

हम हिन्दी में पत्राचार का स्वागत करते हैं।

नेशनल क्रेडिट गारंटी ट्रस्टी कंपनी लिमिटेड  
(वित्त मंत्रालय, भारत सरकार)

NATIONAL CREDIT GUARANTEE TRUSTEE COMPANY LTD.®  
(Ministry of Finance, Government of India)

पंजीकृत कार्यालय : स्वावलम्बन भवन, सी-11, जी-ब्लॉक, बान्द्रा-कुर्ला कॉम्प्लेक्स, बान्द्रा (पूर्व), मुंबई - 400 051, भारत. दूरभाष : 022-67531194  
Registered Office : Swavalamban Bhavan, C-11, G-Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051, India. Tel : 022-67531194  
CIN: U65191MH2014GOI302620 | Website : www.ncgtc.in

Information on additional 20% MSME loans sanctioned and disbursed under ECLGS Scheme by member banks in Karnataka State as on 31.12.2020

Name of the State Karnataka

SL No.	Name of The Bank	Eligible under ECLGS scheme		Presanctioned Loans under ECLGS		Cumulative Sanctioned Loans under ECLGS		% Sanctioned Amount over total eligible amount	Cumulative Disbursed loans under ECLGS		% Disbursed Amount over total eligible amount	
		No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount		No. of A/cs	Amount		
1	SBI	38551	168700	38551	168700	17554	140747	83.43	12786	133156		78.93
2	Canara Bank	116205	205339.87	116205	205339.87	78238	164037.08	79.89	72672	163813.24		79.78
3	Bank of Baroda	16738	41069	18670	41602	18670	41503	101.06	10297	31308		76.23
4	Central Bank of India	3498	6798	2661	5354	2761	5564	81.85	2661	5564		81.85
5	Union Bank of India	26127	65303	26127	65303	18132	62343.00	95.47	12290	55531.00		85.04
6	Indian Overseas Bank	5951	15242.14	5951	15242.14	3522	10663.84	69.96	1821	5973.58		39.19
7	Bank of India	10130	22275	10130	22275	5145	20251	90.91	5145	20251		90.91
8	PNB	5406	14194	5406	14194	5493	12928	91.08	2568	7925		55.83
9	Bank of Maharashtra	2880	9170.71	2880	9170.71	2068	8649.12	94.31	1241	7055.09		76.93
10	Indian Bank	6929	21926	3231	13600	5933	20597	93.94	2709	17019		77.62
11	KGB	942	5895.9	0	0	356	2433.1	41.27	356	2433.1		41.27
12	KVGB Bank	27211	31611	27211	31611	2584	1596.2	5.05	2584	1596.2		5.05
A	Total ( PSBs)	260568	570018.17	229812	560780.72	157516	487283.04	85.49	124190	447595.91		78.52
1	Karnataka Bank Ltd	16079	82127.94	16079	82127.94	5104	61048.81	74.33	4981	59387.74849		72.31
2	ICICI BANK	10081	80084.00	0	0.00	6604	70537	88.08	2228	51868		64.77
3	Axis Bank	5468	75386	0	0.00	782	26927	35.72	492	21188		28.11
4	IDFC BANK Ltd	2207	82438			1032	11002	13.35	1024	10886		13.21
5	HDFC Bank	8911	61663.22	8911	61663.22	8911	61663.22	100.00	2350	38578.39		62.56
6	IDBI Bank	2350	7113.5	2350	7113.5	1689	6592.25	92.67	1495	5827.73		81.92
7	Punjab & Sindh Bank	336	56.63	335	56.63	81	48.56	85.75	81	48.56		85.75
8	Federal Bank	894	8206	894	8206	474	5520	67.27	474	5520		67.27
9	Tamilnad Mercantile Bank Ltd	401	2327.91	0	0	242	2206.00	94.76	242	2206.00		94.76
10	RBL Bank Ltd	1226	5141			923	3930	76.44	880	3786		73.65
11	Yes Bank Ltd	8421	33030.34	0	0	8421	33030.34	100.00	1964	6890.37		20.86
12	IndusInd Bank	195	8551.65	0	0	195	8551.65	100.00	138	6843.99		79.11
13	City Union Bank	847	13455	652	11577	652	11577	86.04	602	10488		77.95
14	South Indian Bank Ltd	987	22957	0	0	520	15839	68.99	464	13973		60.87
15	Laxmi vilas Bank	1226	5141			723	3694	71.85	574	3437		66.86
16	Kotak Mahindra Bank	3850	800	3850	800	2692	719.18	89.90	2133	591.32		73.92
17	Ujjivan Small Finance Bank	138	483.62	138	483.62	138	483.62	100.00	138	483.62		100.00
18	DCB BANK I td	191	1815.92	191	1815.92	191	1815.92	100.00	61	786.1		43.29
B	Total ( Private Banks)	63808	490878.47	33400	173843.83	39374	325285.10	66.27	20321	242790.29		49.46
A+B	Total of Both PSBs & Private Banks	324376	1060897	263212	734625	196890	812568	77	144511	690386		65

Annexure 25B

Updated Information on additional 20% MSME loans sanctioned and disbursed under ECLGS 2.0 Scheme by member banks in  
Karnataka State as on 28.02.2021

SL No.	Name of The Bank	Karnataka			Amount in Lakhs		
		Eligible under ECLGS scheme	Presanctioned Loans under ECLGS	Cumulative Sanctioned Loans under ECLGS	% Sanctioned Amount over total eligible amount	Cumulative Disbursed loans under ECLGS	% Disbursed Amount over total eligible amount
		No. of A/c Amount	No. of A/c Amount	No. of A/c Amount		No. of A/c Amount	
1	SBI						
2	Canara Bank	45	38421.12	9	80.22	9	75.99
3	Bank of Baroda	12	52500	3	2000	3	2000
4	Central Bank of India						
5	Union Bank of India	5176	3687	5104	3627.00	1496	3594
6	Indian Overseas Bank						
7	Bank of India						
8	PNB						
9	Bank of Maharashtra						
10	Indian Bank						
11	KGB	1	300	1	300	1	300
12	KVGB Bank						
A	Total ( PSBs)	5204	94608.12	5116	5707.22	1508	5669.99
1	Karnataka Bank Ltd	6	5892.27	4	2423.00	4	2423.00
2	ICICI BANK						
3	Axis Bank						
4	IDFC BANK Ltd						
5	HDFC Bank						
6	IDBI Bank						
7	Punjab & Sindh Bank						
8	Federal Bank						
9	Tamilnad Mercantile Bank Ltd						
10	RBL Bank Ltd						
11	Yes Bank Ltd						
12	IndusInd Bank						
13	City Union Bank						
14	South Indian Bank Ltd						
15	Laxmi vilas Bank						
16	Kotak Mahindra Bank	41	19125.35	0	16531.9	11	11194.9
17	Ujjivan Small Finance Bank						
18	DCB BANK Ltd						
B	Total ( Private Banks)	47	25017.62	21	18954.90	15	13617.90
A+B	Total of Both PSBs & Private Bank	5251	119626	5137	24662	1523	19288



# Annexure 25C

PMSVANIDHI BANKWISE APPLICATION STATUS REPORT AS ON 03.04.2021								
SL.NO	BANK NAME	Total Loan Applied (Excluding Rejection)	SANCTIONED	DISBURSED	Pendency for Sanction against Loan Applied	Pendency for Disbursement against sanctioned	% progress on disbursement against Total loan applied =5/3*100	% progress on disbursement against Total loan sanctioned =5/4*100
1	2	3	4	5	6	7	8	9
1	State Bank of India	47618	42698	33191	4920	9507	69.7	77.73
2	Union Bank of India	18892	14854	9818	4038	5036	52.0	66.10
3	Canara Bank	33575	29075	26738	4500	2337	79.6	91.96
4	Bank of Baroda	10365	7073	5381	3292	1692	51.9	76.08
5	Karnataka Bank Ltd	12253	6508	5530	5745	978	45.1	84.97
6	Indian Bank	4089	3305	2626	784	679	64.2	79.46
7	RRB Karnataka GB	8179	6398	5806	1781	592	71.0	90.75
8	HDFC Bank	1126	553	259	573	294	23.0	46.84
9	Indian Overseas Bank	2024	1587	1396	437	191	69.0	87.96
10	UCO Bank	744	600	486	144	114	65.3	81.00
11	Kotak Mahindra Bank Limited	1273	631	528	642	103	41.5	83.68
12	SOUTH INDIAN BANK	345	98	41	247	57	11.9	41.84
13	Karur Vysya Bank Ltd	809	169	124	640	45	15.3	73.37
14	Bank of Maharashtra	885	809	765	76	44	86.4	94.56
15	Bank of India	3341	3266	3225	75	41	96.5	98.74
16	IDBI Bank	944	753	714	191	39	75.6	94.82
17	The Vijaypur District Central Co-operative Bank Ltd, Vijaypur	39	38	1	1	37	2.6	2.63
18	Central Bank of India	1664	1490	1454	174	36	87.4	97.58
19	Axis Bank	690	128	97	562	31	14.1	75.78
20	Punjab National Bank	836	642	611	194	31	73.1	95.17
21	Jana Small Finance Bank	46	37	11	9	26	23.9	29.73
22	Punjab and Sind Bank	233	212	186	21	26	79.8	87.74
23	RRB Karnataka Vikas GB	11003	3926	3903	7077	23	35.5	99.41
24	Federal Bank	668	241	219	427	22	32.8	90.87
25	ICICI Bank	162	47	27	115	20	16.7	57.45
26	Raichur District Center Co-operative Bank Ltd	160	58	42	102	16	26.3	72.41
27	DCC Bank Ltd., Bidar	76	36	21	40	15	27.6	58.33
28	The Mysore and Chamarajanagar DCC BANK LTD, MYSORE	63	56	41	7	15	65.1	73.21
29	KOLAR & CHIKBALLAPUR D.C.C. BANK LTD.	251	113	99	138	14	39.4	87.61
30	Jammu & Kashmir Bank Ltd	75	52	39	23	13	52.0	75.00
31	ESAF Small Finance Bank	23	21	12	2	9	52.2	57.14
32	CSB BANK LTD	75	6	0	69	6	0.0	0.00
33	Ujjivan Small Finance Bank	862	46	40	816	6	4.6	86.96
34	BAGALKOT DISTRICT CENTRAL COOPERATIVE BANK LTD.	20	20	14	0	6	70.0	70.00
35	Chikmagalur D.C.C. Bank Ltd.	3	2	0	1	2	0.0	0.00
36	Tamilnad Mercantile Bank Ltd	141	22	20	119	2	14.2	90.91
37	Yes Bank Ltd.	46	9	7	37	2	15.2	77.78
38	The Chitradurga District Central Co-operative Bank Limited, Chitradurga	4	1	0	3	1	0.0	0.00
39	Andhra Pradesh Gr. Vikas Bank	2	0	0	2	0	0.0	0.00
40	Andhra Pragathi Grameena Bank	6	0	0	6	0	0.0	0.00
41	Aryavart Bank	1	0	0	1	0	0.0	0.00
42	AU Small Finance bank	1	0	0	1	0	0.0	0.00
43	Bandhan Bank Ltd.	3	0	0	3	0	0.0	0.00
44	Baroda Rajasthan Kshetriya Gramin Bank	1	0	0	1	0	0.0	0.00

**PMSVANIDHI BANKWISE APPLICATION STATUS REPORT AS ON 03.04.2021**

SL.NO	BANK NAME	Total Loan Applied (Excluding Rejection)	SANCTIONED	DISBURSED	Pendency for Sanction against Loan Applied	Pendency for Disbursement against sanctioned	% progress on disbursement against Total loan applied =5/3*100	% progress on disbursement against Total loan sanctioned =5/4*100
1	2	3	4	5	6	7	8	9
45	BENGALURU DCC BANK LTD	6	0	0	6	0	0.0	0.00
46	CENTRAL COOPERATIVE BANK	1	0	0	1	0	0.0	0.00
47	City Union Bank	136	0	0	136	0	0.0	0.00
48	Credit Access Grameen Limited	2	0	0	2	0	0.0	0.00
49	Davanagere District Central Co-operative Bank Ltd., Davanagere	22	17	17	5	0	77.3	100.00
50	DCB Bank Ltd.	4	0	0	4	0	0.0	0.00
51	DHANLAXMI BANK LIMITED	28	7	7	21	0	25.0	100.00
52	Fincare Small Finance Bank	25	18	18	7	0	72.0	100.00
53	Funds Tiger	7	0	0	7	0	0.0	0.00
54	Hassan District Central Co-operative Bank Ltd., Hassan	126	3	3	123	0	2.4	100.00
55	Head Office Mandya DCC Bank Ltd.	54	19	19	35	0	35.2	100.00
56	IDFC FIRST Bank Ltd.	27	0	0	27	0	0.0	0.00
57	IndusInd Bank	99	0	0	99	0	0.0	0.00
58	Kodagu District Cooperative Central Bank Limited	1	0	0	1	0	0.0	0.00
59	Lakshmi Vilas Bank	187	0	0	187	0	0.0	0.00
60	MAHARASHTRA GRAMIN BANK	1	0	0	1	0	0.0	0.00
61	RBL Bank Limited	23	0	0	23	0	0.0	0.00
62	RRB Tamil Nadu GB	2	0	0	2	0	0.0	0.00
63	SCDCC Bank Ltd	357	297	297	60	0	83.2	100.00
64	SHARE Microfin Limited	1	0	0	1	0	0.0	0.00
65	SHIMOGA DCC BANK LTD.	27	13	13	14	0	48.1	100.00
66	Standard Chartered Bank	3	0	0	3	0	0.0	0.00
67	Svamaan Financial Services Private Limited	3	0	0	3	0	0.0	0.00
68	THE KARNATAKA STATE COOPERATIVE APEX BANK LTD.	20	14	14	6	0	70.0	100.00
69	THE SARASWAT CO-OPERATIVE BANK LTD	11	0	0	11	0	0.0	0.00
70	BLANK BANK	2251	0	0	2251	0	0.0	0.00
<b>TOTAL</b>		<b>167040</b>	<b>125968</b>	<b>103860</b>	<b>41072</b>	<b>22108</b>	<b>62.18</b>	<b>82.45</b>

**PMSVANidhi Returned Applications by Banks Report Reason-wise as on 03.04.2021**

Sl.No	Row Labels	Other(Without specific reason)	Vendor denied taking	Vendor is not reachable	(blank)- Without any reason	Grand Total
1	Canara Bank	5596	1051	8838	589	16074
2	State Bank of India	4047	427	1142	44	5660
3	Karnataka Bank Ltd	1724	499	1454	63	3740
4	Bank of Baroda	1430	211	1874	7	3522
5	Union Bank of India	920	360	1004	48	2332
6	Indian Overseas Bank	672	191	782	82	1727
7	RRB Karnataka GB	890	246	425	110	1671
8	Indian Bank	594	227	582	52	1455
9	Bank of India	689	105	469	34	1297
10	Central Bank of India	429	80	387	27	923
11	IDBI Bank	503	54	331	26	914
12	Punjab National Bank	301	62	456	65	884
13	Bank of Maharashtra	202	28	331	41	602
14	UCO Bank	208	53	333	4	598
15	Federal Bank	99	63	135	7	304
16	RRB Karnataka Vikas GB	129	9	41	4	183
17	HDFC Bank	21	47	52	7	127
18	Punjab and Sind Bank	54	21	41	10	126
19	SOUTH INDIAN BANK	61	24	24	1	110
20	Axis Bank	31	14	23		68
21	Chikmagalur D.C.C.Bank Ltd.	43	8	2		53
22	BANK LTD.	38	1	12		51
23	DCC Bank Ltd., Bidar		46			46
24	ICICI Bank	23	14	5		42
25	ESAF Small Finance Bank	16	16	7		39
26	Jammu & Kashmir Bank Ltd	16	4	12		32
27	Tamilnad Mercantile Bank Ltd	20		6		26
28	Ltd.	22				22
29	Ujjivan Small Finance Bank	2	3	16		21
30	RBL Bank Limited	3	16			19
31	Karur Vysya Bank Ltd	4	5	3		12
32	Lakshmi Vilas Bank	11				11
33	COOPERATIVE APEX BANK LTD.	6	1	3		10
34	Bandhan Bank Ltd.	6		3		9
35	Yes Bank Ltd.	9				9
36	Kotak Mahindra Bank Limited	6				6
37	Chamarajanagar DCC BANK	4		1		5
38	Annapura Finance Pvt. Ltd.		2		1	3
39	CSB BANK LTD		2	1		3
40	OPERATIVE BANK LTD.	1	2			3
41	operative Bank Ltd		3			3
42	SCDCC Bank Ltd	3				3
43	BANK LTD	1	1	1		3
44	COOPERATIVE BANK LTD.		1	1		2
45	operative Bank Ltd.,	2				2
46	operative Bank Ltd, Vijaypur	2				2
47	DHANLAXMI BANK LIMITED	1				1
48	Muthoot Microfin Ltd	1				1
<b>Grand Total</b>		<b>18840</b>	<b>3897</b>	<b>18797</b>	<b>1222</b>	<b>42756</b>



**PM Svanidhi District-wise Disbursement Status -as on 03.04.2021**

Sl No	District Name	Estimated number of Street Vendors (1% of urban Population)	Total Loan Applied (Excluding Rejection)	Applications Picked	Sanctioned	Disbursed	Pendency for Sanction against Loan Applied	<u>Pendency for Disbursement against sanctioned</u>	% age on disbursement against loan applied (=7/4*100)	% age on disbursement against Total loan Sanctioned (=7/6*100)
1	2	3	4	5	6	7	8	9	10	
1	BBMP	87499	33952	32564	18009	11172	15943	6837	32.91	62.04
2	MYSURU	14824	13643	13548	10844	7552	2799	3292	55.35	69.64
3	DAVANGERE	7985	6029	6018	5258	3747	771	1511	62.15	71.26
4	BELAGAVI	13678	10649	10528	7288	6042	3361	1246	56.74	82.90
5	BIDAR	4359	4153	4131	2798	1715	1355	1083	41.30	61.29
6	BALLARI	10437	9333	9321	8297	7522	1036	775	80.60	90.66
7	DHARWAD	10495	8864	8740	6180	5428	2684	752	61.24	87.83
8	HAVERI	3597	3133	3119	2353	1803	780	550	57.55	76.63
9	CHITRADURGA	3328	3519	3487	2619	2097	900	522	59.59	80.07
10	SHIVAMOGGA	6237	4481	4464	3881	3412	600	469	76.14	87.92
11	VIJAYAPURA	6129	5201	5177	3999	3531	1202	468	67.89	88.30
12	BAGALKOTE	6034	5506	5484	3974	3547	1532	427	64.42	89.26
13	KOLAR	4507	3517	3502	3003	2580	514	423	73.36	85.91
14	KALABURAGI	8382	7046	6995	6148	5741	898	407	81.48	93.38
15	RAMANAGARA	2785	1920	1914	1552	1210	368	342	63.02	77.96
16	BENGALURU URBAN	2155	1297	1261	861	564	436	297	43.48	65.51
17	RAICHUR	5557	6207	6184	5720	5425	487	295	87.40	94.84
18	YADGIR	2505	2384	2356	1877	1594	507	283	66.86	84.92
19	CHAMARAJANAGARA	1750	2006	2006	1647	1382	359	265	68.89	83.91
20	BENGALURU RURAL	2502	3026	2995	2382	2122	644	260	70.13	89.08
21	CHIKKABALLAPURA	2653	2265	2265	1947	1698	318	249	74.97	87.21
22	MANDYA	3059	2474	2456	2162	1933	312	229	78.13	89.41
23	HASSAN	3479	2389	2351	1673	1457	716	216	60.99	87.09
24	TUMAKURU	6138	5648	5621	5224	5051	424	173	89.43	96.69
25	UDUPI	2186	1649	1649	1540	1386	109	154	84.05	90.00
26	GADAG	3810	3872	3849	2823	2670	1049	153	68.96	94.58
27	KOPPAL	3174	2782	2763	2478	2325	304	153	83.57	93.83
28	UTTARA KANNADA	3777	3234	3199	2971	2858	263	113	88.37	96.20
29	DAKSHINA KANNADA	7791	4895	4887	4608	4500	287	108	91.93	97.66
30	KODAGU	727	607	606	538	505	69	33	83.20	93.87
31	CHIKKAMAGALURU	2395	1359	1349	1314	1291	45	23	95.00	98.25
<b>TOTAL</b>		<b>243933</b>	<b>167040</b>	<b>164789</b>	<b>125968</b>	<b>103860</b>	<b>41072</b>	<b>22108</b>	<b>62.18</b>	<b>82.45</b>

# State wise performance under PMSVANidhi scheme as on

03.04.2021

## Large States in position

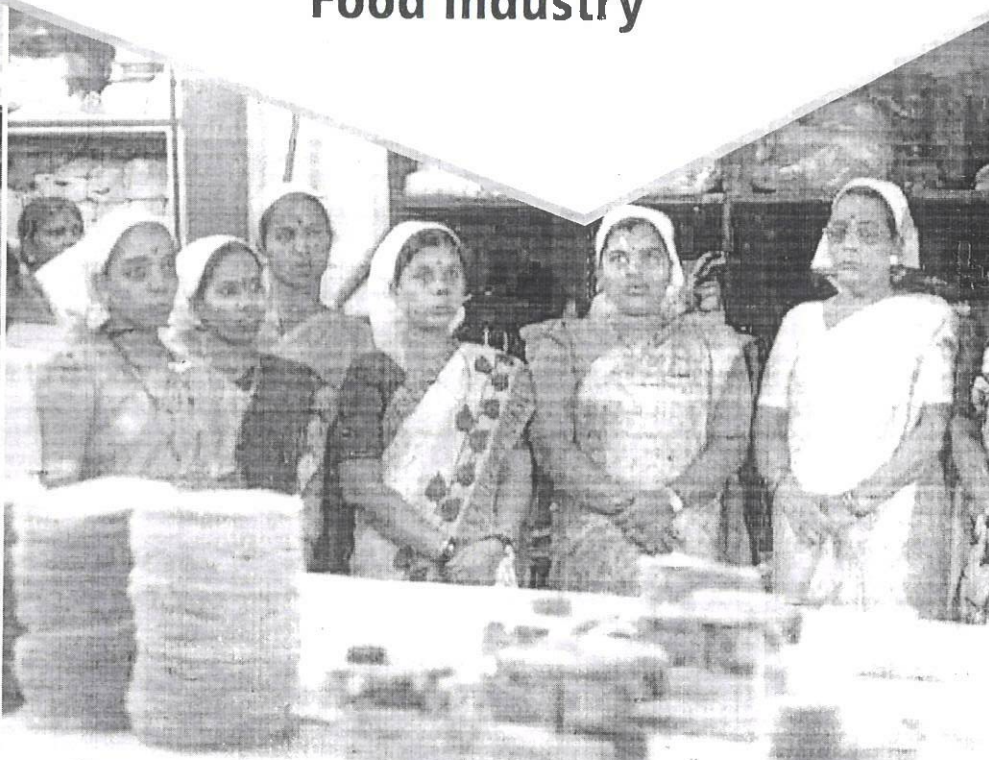
Sl. No.	Name of the State	Applications	Sanctioned	Disbursed	Disbursement target	Disbursement target completed
1	2	3	4	5	6	7
1	Telangana	453809	351176	304750	381000	79.99
2	Uttar Pradesh	1042939	620015	555337	800000	69.42
3	Madhya Pradesh	475821	339847	309755	452000	68.53
4	Karnataka	239305	125843	103762	185000	56.09
5	Andhra Pradesh	214355	127233	110596	255000	43.37
6	Chhattisgarh	94665	42477	39102	100000	39.10
7	Tamil Nadu	283664	125775	82318	262000	31.42
8	Jharkand	43407	23354	21450	75000	28.60
9	Rajasthan	142859	63314	47961	170000	28.21
10	Gujrat	216605	117995	101227	375000	26.99

Annexure 25D



# AATMANIRBHAR BHARAT

## Opening gates for growth of Micro Enterprises in Food Industry



### VOCAL FOR LOCAL

**PM Formalisation of Micro Food Processing  
Enterprises Scheme (PM FME Scheme)**



**MINISTRY OF FOOD PROCESSING INDUSTRIES  
GOVERNMENT OF INDIA**





**MINISTRY OF FOOD PROCESSING INDUSTRIES  
GOVERNMENT OF INDIA**

A landmark initiative under Aatmanirbhar Bharat Abhiyan offering golden opportunity for micro food entrepreneurs, FPOs/ SHGs/ Co-operatives to benefit from the ₹10000 crore Scheme for Formalization of 2 lakh Micro Food Processing Enterprises



A combined resolve of 130 crore citizens is to make India self-reliant. The way ahead lies in LOCAL- Local Manufacturing, Local Markets, Local Supply Chain. Local is not merely a need but a responsibility.

**Narendra Modi, Prime Minister**



**Harsimrat Kaur Badal**  
Minister of Food Processing Industries



**Rameswar Teli**  
Minister of State, Food Processing Industries



## 1. Background

- 1.1 The unorganized food processing sector comprising nearly 25 lakh units contributes to 74% of employment in food processing sector. Nearly 66% of these units are located in rural areas and about 80% of them are family-based enterprises supporting livelihood in rural household and minimizing their migration to urban areas. These units largely fall with in the category of micro enterprises.



- 1.2 These units face a number of challenges which limit their performance and growth. These challenges include lack of access to modern technology & equipment, training, access to institutional credit, lack of basic awareness on quality control of products, and lack of branding & marketing skills, etc. Therefore, the unorganised food processing sector contributes much less in terms of value addition and output despite its huge potential.

## 2. Objectives

- 2.1 Taking cognizance of the contribution of the unorganized micro food processing enterprises and the challenges that impede their performance, Ministry of Food Processing Industries (MoFPI) has launched "PM Formalisation of Micro Food Processing Enterprises Scheme (PM FME Scheme)" through a package support and services. The objectives under the scheme, inter alia, include:

- Capacity building of entrepreneurs through technical knowledge, skill training and hand holding support services;
- Increased access to credit to existing micro food processing entrepreneurs for technology upgradation;
- Support to Farmer Producer Organizations (FPOs), Self Help Groups (SHGs), Producers Cooperatives & Cooperative Societies along their entire value chain to enable microenterprises to avail common services.

**25 Lakh**  
unorganised  
food  
processing  
units  
contribute to

**74%**  
of  
employment  
in food  
processing  
sector

- Support for transition of existing enterprises into formal framework for registration under regulatory framework and compliance;
- Integration with organized supply chain by strengthening branding & marketing;

## 3. Coverage of States/ UTs and Funding Pattern

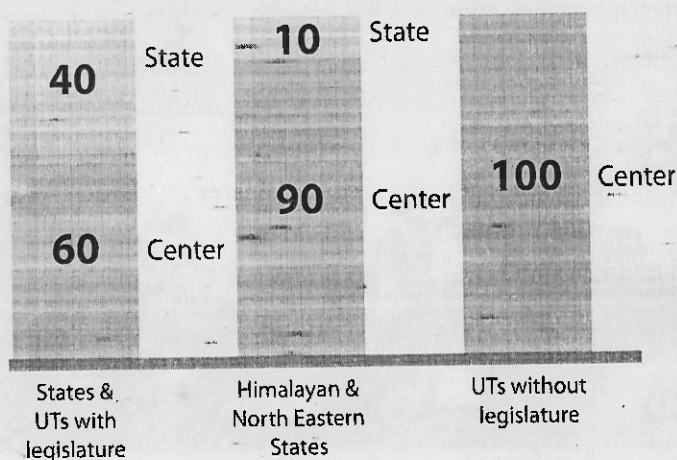
- 3.1 It is an All India Centrally Sponsored Scheme with an outlay of Rs. 10,000 crore for coverage of 2,00,000 enterprises over 5 years from 2020-21 to 2024-25. The expenditure under the scheme would be shared in 60:40 ratio between Central and State Governments, in 90:10 ratio with North Eastern and Himalayan States, 60:40 ratio with UTs with legislature and 100% by Center for other UTs.
- 3.2 Expenditure in the first year 2020-21, whether incurred by the Centre or the States would be borne 100% by the Central Government. The expenditure made for the first year would be adjusted in ratio given above in the funds being transferred to the States equally in the next four years.





# MINISTRY OF FOOD PROCESSING INDUSTRIES GOVERNMENT OF INDIA

## Fund Sharing Pattern Between Center & State



3.3 Funds under the Scheme would be provided to the States based on the approved Project Implementation Plan (PIP).

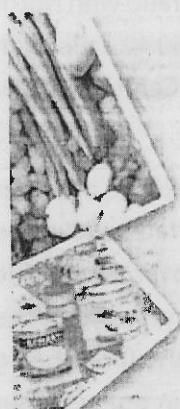
## 4. One District One Product Approach

4.1 The Scheme will adopt a One District One Product (ODOP) approach to reap benefit of scale in terms of procurement of inputs, availing common services and marketing of products. One District One Product approach would provide framework for value chain development and alignment of support infrastructure. There may be more than one cluster for one product in one district. A cluster may also extend beyond one district. The States would identify food product for a district, keeping in perspective the focus of the scheme on perishables. The ODOP could be a perishable agri-produce, cereal based product or a food product widely produced in a district

and their allied sectors. Illustrative list of such products includes mango, potato, litchi, tomato, tapioca, kinnu, bhujia, petha, papad, pickle, millet based products, fisheries, poultry, meat as well as animal feed among others. With respect to support to existing individual micro units, preference would be given to those producing under ODOP approach. However, units producing other products would also be supported. In case of groups, predominately, those involved in products under ODOP approach would be supported. Support to groups processing other products in such districts would only be for those already processing those products and with adequate technical, financial and entrepreneurial strength. Support for common infrastructure and marketing & branding would only be for products under ODOP approach. In case of support for marketing & branding at State or regional level, same product of districts not having that product as ODOP could also be included.



4.2 The scheme would also support strengthening of backward and forward linkages, provision of common facilities, incubation centres, training, R&D, marketing & branding, provision of which would primarily be for ODOP products. Further, this approach would also complement and benefit from the existing promotional efforts of the Government such as development of Agriculture Crop Clusters under the Agriculture Export Policy, the cluster approaches of the Ministry of Agriculture and the Ministry of Rural Development through the National Rurban Mission.





## 5. Support to Food Processing Units

Support to food processing units would be provided for the following:

- (i) Credit linked grant at 35% of the project cost with maximum grant up to Rs 10.0 lakh to existing unorganised food processing units for upgradation;
- (ii) Credit linked grant at 35% of the project cost to SHGs/FPOs/cooperatives for capital expenditure with maximum limit as prescribed;
- (iii) Seed capital @ Rs. 40,000/- per member to those engaged in food processing as a working capital;
- (iv) Credit linked grant at 35% of the project cost for common infrastructure with maximum limit as prescribed;
- (v) Support for marketing & branding up to 50% of the expenditure with maximum limit as prescribed.



## 6. Upgradation of Processing Units

- 6.1 Individual Category: Individual micro food processing units would be extended credit-linked capital subsidy @35% of the eligible project cost for expansion/ technology upgradation with a maximum ceiling of Rs.10 lakh per unit. The beneficiary contribution should be minimum 10% and the balance should be loan from a Bank.

### 6.1.1 Eligibility criteria:

- (i) Individual / Partnership Firm with ownership right of the enterprise;
- (ii) Existing micro food processing units in the survey or verified by the Resource Person;
- (iii) The applicant should be above 18 years of age and should possess at least VIII standard pass educational qualification;
- (iv) Only one person from one family is eligible for obtaining financial assistance. The "family" for this purpose would include self, spouse and children.

### 6.1.2 Procedure for applying for upgradation:

- 6.1.2.1 Applications would be invited at the district level on an ongoing basis for units interested in availing the benefits under the Scheme. Existing food processing units desiring to seek assistance under the scheme should apply on the FME portal. Loan proposals would be recommended to the Banks after scrutiny. States would decide the appropriate level for short listing of the applications to be recommended to the Banks.

### 6.1.3 Procedure with Banks for Grant:

- 6.1.3.1 At the national level, a Nodal bank would be appointed for disbursement of subsidy to the banks and liaison with the banks extending loan to the beneficiaries. The bank sanctioning the loan would open a mirror account in the name of the beneficiary. Grant by the Central and State Government in 60:40 ratio would be deposited in this account of beneficiary in the lending bank branch by the State and Central Government. If after a period of three years from the disbursement

Units  
interested in  
availing the  
benefits

Assistance  
from District  
Resource  
Persons

Sending  
the  
Application

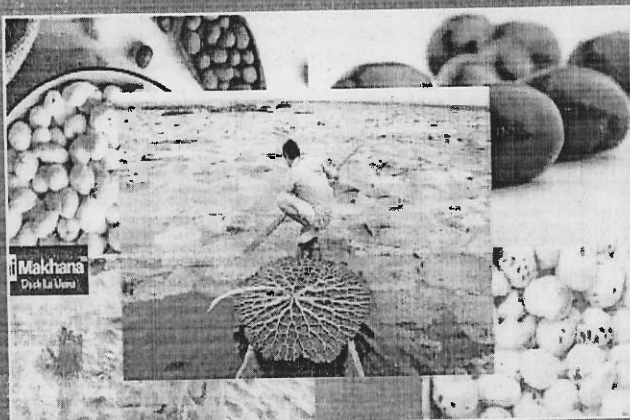
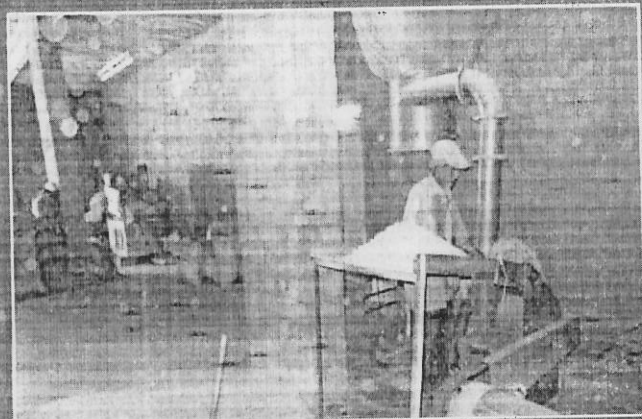
Approval from  
District Level  
Committee  
or  
State Nodal  
Agency

Recommendation  
to  
the banks





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GOVERNMENT OF INDIA**



of last tranche of the loan, the beneficiary account is still standard and the unit is operational, this amount would be adjusted in the bank account of beneficiary. Release of grant for groups and common infrastructure would also be done in their bank account following the same principle.

**6.2 Group Category:** The Scheme would provide support in clusters to groups such as FPOs/ SHGs/ producer cooperatives along their entire value chain. SHGs/ FPOs/ Producer Cooperatives would be provided the following support:-

- (i) Grant @35% with credit linkage for capital investment with maximum limit as prescribed;
- (ii) Training support;
- (iii) Support for marketing and branding for products under ODOP for developing common brand.

**6.2.1 Eligibility Criteria:**

- (i) It should be engaged in processing of ODOP produce for at least three years;
- (ii) In case of FPOs / cooperatives, they should have minimum turnover of Rs.1 crore and the cost of the project proposed should not be larger than the present turnover;
- (iii) The SHG / cooperative / FPO should have sufficient internal resources to meet 10% of the project cost and margin money for working capital.

**6.3. Seed Capital to SHG:**

The scheme envisages provision of Seed Capital @ Rs. 40,000/- per member of SHG engaged in food processing for working capital and purchase of small tools. Seed capital as grant would be provided at the federation level of SHGs which, in turn, will be extended to members as loan through SHG.

**6.3.2 Eligibility criteria:**

- 6.3.2.1 For Seed Capital, only SHG members who are presently engaged in food processing would be eligible. The SHG member has to commit to utilize this amount for working capital as well as purchase of small tools and give a commitment in this regard to the SHG and SHG federation.

**7. Creation of Common Infrastructure**

- 7.1 FPOs/ SHGs/ Producer Cooperatives /State agencies or private enterprises would be supported for creation of common infrastructure including for common processing facility, incubation center, laboratory, warehouse, cold storage, etc. Eligibility of a project under this category would be decided based on benefit to farmers and industry at large, viability gap, absence of private investment, criticality to value chain, etc. Credit linked grant would be available @ 35% with maximum limit as prescribed.



## 8. Branding and Marketing Support

- 8.1 Marketing and branding support will be provided to FPOs/SHGs/Cooperatives or an SPV of micro food processing enterprises under the scheme following the cluster approach for developing common packaging & branding with provision for quality control, standardization and adhering to food safety parameters for consumer retail sale.



- 8.2 Support for Marketing and Branding requires a minimum volume which can be generated through active involvement of FPO/ SHG/ Cooperatives to bring large number of producers together. These organisations would be supported based on DPR prepared by them indicating essential details of the project. Support up to Rs.5 lakh would be available from State Nodal Agency for preparing DPR for proposals for branding & marketing.
- 8.3 Support for branding and marketing would be limited to 50% of the total expenditure with maximum limit as prescribed. Proposal from states or national level institutions or organizations or partner institutions for branding & marketing will be supported for vertical products at the national level. No support would be provided for opening retail outlets under the scheme.

### 8.4 Procedure for Applying for Support:

- 8.4.1 In case of SHGs/FPOs/cooperatives or SPV interested in applying for support for branding and marketing under the Scheme, DPR should be prepared and submitted to State Nodal Agency (SNA). SNA would appraise the proposal and with recommendation from the State Level Approval

Committee (SLAC) seek approval from MOFPI. Thereafter, the proposal would be recommended to a Bank for sanction of loan. Same procedure should be followed for applying for support for creation of common infrastructure as well. .

## 9. Capacity Building & Research

- 9.1 Training is a critical component in technical upgradation and formalization of micro food processing enterprises. All individuals & institutions members receiving grant would undergo training for upgradation of their skills. In addition, training support would also be provided to other existing individual units and groups producing ODOP product in the district, even if they are not being supported through







## MINISTRY OF FOOD PROCESSING INDUSTRIES GOVERNMENT OF INDIA

credit linked grant. Training support would also be provided for units that are part of support for Marketing & Branding or have potential to join such network.

Training Institutes (RSETI) and other institutions at the district level will be utilized for imparting training.

### 10. Partner Institutions

9.2 National Institute for Food Technology Entrepreneurship and Management (NIFTEM) and Indian Institute of Food Processing Technology (IIFPT), two national level food processing technology institutions under MOFPI are given responsibility to spearhead capacity building and research. At the State level, they would partner with a State Level Technology Institution in food processing technology selected by the State Government for conducting capacity building and training.

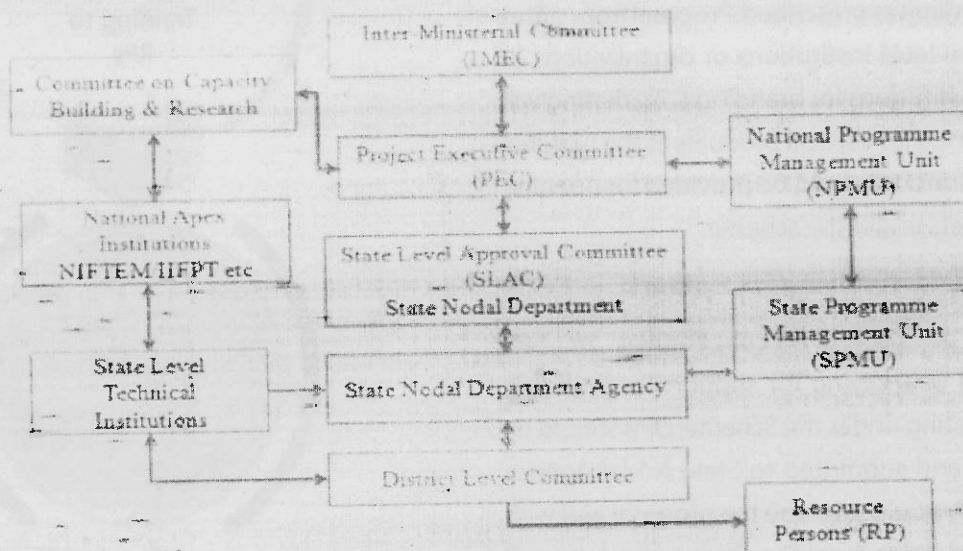
10.1 The scheme lays special focus on SCs/STs, women and aspirational districts and FPOs, SHGs and producer cooperatives. TRIFED, National SC Development Finance Corporation, NCDC, Small Farmer Agri-Business Consortium (SFAC) and National Rural Livelihood Mission under Ministry of Rural Development have been working in these areas. The above institutions may converge their activities by facilitating identification of units / clusters of STs, SCs, cooperatives, FPOs and SHGs respectively and feed this into state PIPs.

9.3 Training to individual and group beneficiaries will focus on entrepreneurship development, essential functions of enterprise operations, book keeping, registration, FSSAI standards, Udyog Aadhar, GST Registration, general hygiene, packaging, marketing etc. Specific training designed on the model of ODOP and the vertical focus products will be undertaken nearer to the work place of the entrepreneurs. Existing infrastructure of Rural Self Employment



### 11. Implementation & Monitoring Mechanism

11.1 The Scheme will have the following management structure at the Central, State and District level for effective implementation and monitoring of the scheme:



### 11.2 Inter-Ministerial Empowered Committee (IMEC):

IMEC at the Central level, will be chaired by Minister for Food Processing Industries (MoFPI) for general superintendence, guidance and overall direction for implementation of the scheme, monitoring of progress and reviewing its performance. IMEC will approve scheme guidelines, Project Implementation Plan (PIP) of the State/ UTs under the scheme and various projects of capital investment by SHGs/FPOs/ cooperatives, common infrastructure facilities and proposals of marketing & branding for project size above Rs 10 lakh. A Project Executive Committee (PEC) will be constituted in MoFPI for undertaking administrative function and regular monitoring of the scheme at operational level. A National Programme Management Unit (NPMU) will be set up to assist MoFPI to provide secretarial, managerial and implementation support.

11.3 State Level: State Governments would appoint a Nodal Department and a State Nodal officer to oversee the implementation of the Scheme. The Scheme will be implemented by a State Nodal Agency (SNA) assisted by the State PMU. A State Level Approval Committee chaired by the Chief Secretary will oversee the implementation of the Scheme. The Committee will sanction expenditure up to Rs 10 lakh on various activities related to the implementation of the scheme. A District Level Committee (DLC) would be constituted under the Chairmanship of District Collector.

11.5 District Resources Persons (DRPs) would be appointed by SNA for providing handholding support to the beneficiaries. Handholding support would be for preparation of DPR, taking bank loan, support for obtaining necessary registration and licences including food standards of FSSAI, Udyog Aadhar, GST etc.



## 12. Studies & Reports

12.1 State Governments should undertake the following studies:

- (i) **Base-Line Assessments:** A baseline study should be undertaken to identifying ODOP. This study should get concluded by 31 July, 2020 in each State. For this study, Rs. 2.5 – 10.0 lakh would be provided to the States.
- (ii) **State Level Upgradation Plan (SLUP):** Once decision is taken on the ODOP, detailed studies should be carried out in the States detailing the number of units undertaking processing of that product in the district, farm level of operations, total volume and value of produce, technology, farm gate level processing, storage, warehousing, etc. This study should be concluded by 31 December, 2020. The amount provided for the above study would be Rs. 25.0 – 75.0 lakh to States.

## 13. Detailed Guidelines



Detailed guidelines of the scheme may be view at Ministry's website [mofpi.nic.in](http://mofpi.nic.in)





सत्यमेव जयते

## MINISTRY OF FOOD PROCESSING INDUSTRIES GOVERNMENT OF INDIA

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SHARAD



F.No- FM-11/134/2020-FME  
Government of India  
Ministry of Food Processing Industries  
Panchsheel Bhawan, August Kranti Marg,  
New Delhi- 110049

Date: 26.11.2020

OFFICE MEMORANDUM

**Subject: Approved List of One District One Product (ODOP)**

The undersigned is directed to enclose a List of One District One Product (ODOP) approved for 323 Districts of 13 States under PMFME Scheme for information and necessary action.

2. This has the approval of the competent authority.

  
(Ramkesh Meena)

Senior Inspecting Officer  
Phone No. 011 26406545  
Email.Id-ramkesh.meena30@gov.in

To

1. All Concerned States/ UTs

Copy to:

1. Sr. PPS to Secretary, FPI/ Sr. PPS to Addl. Secretary, FPI/ PS to JS (FME)/ DS (RS)

## KARNATAKA

S.No.	District	ODOP
1	Bagalkote	Onion
2	Belagavi	Jaggery
3	Bellary	Fig
4	Bengaluru Rural	Poultry Products
5	Bengaluru Urban	Bakery Products
6	Bidar	Ginger
7	Chamarajanagar	Turmeric
8	Chikkaballapura	Tomato
9	Chikkamagalur	Spices
10	Chitradurga	Groundnut Product
11	Dakshina Kannada	Marine Products
12	Davanagere	Millets
13	Dharwad	Mango
14	Gadag	Byadagi Chillies
15	Hassan	Coconut Products
16	Haveri	Mango
17	Kalaburgi	Red Gram
18	Kodagu	Coffee
19	Kolar	Tomato
20	Koppal	Guava
21	Mandya	Jaggery
22	Mysore	Banana
23	Raichur	Chillies
24	Ramanagara	Coconut Products
25	Shivamogga	Pineapple
26	Tumkuru	Coconut Products
27	Udupi	Marine Products
28	Uttara Kannada	Spices
29	Vijayapura	Lime/ Lemon
30	Yadagiri	Groundnut Product
Total	30	

28.21.

Bankwise Pendency of PM FME applications			
SL No.	Name of the Bank	No. Pending applications for Sanction	No.Sanctions
1	State Bank of India	43	1
2	Canara Bank	30	
3	Bank of Baroda	13	
4	Syndicate Bank	14	
5	Karnataka Bank	10	1
6	KVGB	9	
7	UBI	9	
8	KaGB	14	
9	Karnataka state Co-opt Apex Bank	6	
10	Corporation Bank	5	
11	HDFC Bank	6	
12	Bank of India	4	
13	IDBI Bank	4	
14	ICICI Bank	3	
15	Axis Bank	3	
16	Punjab National Bank	2	
17	Allahabad Bank	1	
18	Bank of Maharashtra	1	
19	Federal Bank	1	
20	India Post Payment Bank	1	
21	IDFC First Bank Ltd	1	
22	Indian Bank	1	
23	Ujjivan Small Finance Bank Ltd	1	
Grand Total		182	2



### Districtwise Application Submission Status under PM FME

SL No.	Name of the Districts	No. of applications recommended by Nodal officer/DLC	No. of Sanctions
1	Yadgir	22	
2	Ramanagara	10	
3	Vijayapura	16	
4	Davanagere	25	
5	Chikkamagaluru	14	
6	Udupi	11	
7	Koppal	18	
8	Hassan	1	
9	Uttara Kannada	9	
10	Bengaluru Urban	12	1
11	Mandya	6	
12	Kalburgi	0	
13	Belagavi	8	
14	Ballari	4	
15	Dakshina Kannada	2	
16	Bagalakote	1	
17	Gadag	0	
18	Bidar	5	
19	Kodagu	3	
20	Kolar	3	
21	Chitradurga	0	
22	Bengaluru Rural	4	
23	Shivamogga	3	
24	Chikkaballapura	3	
25	Tumakuru	0	
26	Mysuru	1	1
27	Raichur	1	
28	Chamarajanagara	0	
29	Haveri	0	
30	Dharwad	0	
Grand Total		182	2

# Annexure - 25F

District wise progress on AIF in Karantaka state as on 09.04.2021								
DISTRICT	Submitted	Denied	Verified	Rejected	Approved	Disbursed	sanctioned	total
Bagalkot	0	0	0	2	61	3	61	63
Bengaluru [Rural]	0	1	0	2	1	0	1	4
Bengaluru [Urban]	0	3	5	2	3	1	3	13
Belagavi	0	20	7	6	114	0	114	147
Ballari	0	0	9	3	22	5	22	34
Bidar	0	3	0	0	30	0	30	33
Vijayapura	0	3	0	0	24	0	24	27
Chamarajanagara	0	0	0	3	4	0	4	7
Chickballapura	1	0	4	0	20	0	20	25
Chickmagalur	0	0	0	1	40	0	40	41
Chitradurga	0	0	1	0	24	0	24	25
Dakshina Kannada	0	3	2	1	28	0	28	34
Davanagere	0	1	0	5	18	1	18	24
Dharwad	0	1	0	0	16	2	16	17
Gadag	0	0	5	0	1	0	1	6
Gulbarga								
Hassan	0	14	1	0	52	4	52	67
Haveri	0	3	0	0	30	0	30	33
Kodagu	1	3	2	2	27	0	27	35
Kolar	0	0	4	1	24	0	24	29
Koppal	0	1	0	0	22	0	22	23
Mandya	0	9	4	2	54	1	54	69
Mysuru	0	20	2	1	29	0	29	52
Raichur	1	13	0	2	30	1	30	46
Ramanagara	0	0	0	0	4	0	4	4
Shivamogga	0	2	1	5	19	0	19	27
Tumakuru	0	11	0	22	31	1	31	64
Udupi	0	1	1	0	18	0	18	20
Uttara Kannada	1	3	0	3	14	0	14	21
Yadgir	0	5	0	0	0	0	0	5
	4	120	48	63	760	19	760	995

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# **IMPLEMENTATION GUIDELINES FOR ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND (AHIDF)**

**Government of India  
Ministry of Fisheries, Animal Husbandry and Dairying  
Department of Animal Husbandry & Dairying**

# **IMPLEMENTATION GUIDELINES**

**FOR**

## **ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND (AHIDF)**



**Government of India**

**Ministry of Fisheries, Animal Husbandry and Dairying**

**Department of Animal husbandry and Dairying**



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## BIBLIOGRAPHY

Short form	Full form
AHIDF	Animal Husbandry Infrastructure Development Fund
NABARD	National Bank for Agriculture and Rural Development
EE	Eligible Entities
MSME	Micro Small Medium Enterprises
DPR	Detailed Project Report
PSC	Project Sanctioning Committee
PAC	Project Approval Committee
NLM	National Livestock Mission
CGM	Chief General Manager
PMA	Project Management Agency
CLFMA	Compound Livestock Feed Manufacturers' Association
IDF	Indian Dairy Federation
AILMEA	All India Livestock and Meat Exporters Association
CII	Confederation of Indian Industries
FICCI	Federation of Indian Chambers of Commerce and Industries
ASSOCHAM	Associated Chambers of Commerce and Industry of India
ETP	Effluent Treatment Plant
COE	Consent to Establish
CO	Consent to Operate
EPF	Employees' Provident Fund



## **GUIDELINES FOR ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND**

### **BACKGROUND:**

The recently announced Prime Minister's AtmaNirbhar Bharat Abhiyan stimulus package mentioned about setting up of Rs. 15000 crore Animal Husbandry Infrastructure Development Fund (AHIDF). The Animal Husbandry Infrastructure Development (AHIDF) has been approved for incentivizing investments by individual entrepreneurs, private companies, MSME, Farmers Producers Organizations (FPOs) and Section 8 companies to establish (i) the dairy processing and value addition infrastructure, (ii) meat processing and value addition infrastructure and (iii) Animal Feed Plant.

### **2. AREA OF OPERATION**

The Animal Husbandry Infrastructure Development Fund (AHIDF) as detailed in the forthcoming paragraphs will be implemented in all States and Union Territories.

### **3. OBJECTIVES**

- a) To help increasing of milk and meat processing capacity and product diversification thereby providing greater access for unorganized rural milk and meat producers to organized milk and meat market
- b) To make available increased price realization for the producer
- c) To make available quality milk and meat products for the domestic consumer
- d) To fulfill the objective of protein enriched quality food requirement of the growing population of the country and prevent malnutrition in one of the highest malnourished children population in the world
- e) Develop entrepreneurship and generate employment
- f) To promote exports and increase the export contribution in the milk and meat sector.
- g) To make available quality concentrated animals feed to the cattle, buffalo, sheep, goat, pig and poultry to provide balanced ration at affordable prices.

#### **4. ELIGIBLE ENTITIES (EEs) FOR SUPPORT UNDER AHIDF**

- a) Farmer Producer Organization(FPO)
- b) Private companies
- c) Individual entrepreneurs
- d) Section 8 companies
- e) Micro Small and Medium Enterprises

#### **5. IMPLEMENTING AGENCY**

Animal Husbandry Infrastructure Fund will be implemented by the Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying.

#### **6. ACTIVITIES ELIGIBLE FOR AVAILING BENEFITS UNDER AHIDF:**

**6.1. Dairy Processing:** under the Dairy Processing infrastructure the EE can avail benefit for establishment of the following:

6.1.1. Establishment of new units and Strengthening of existing dairy Processing Units with quality and hygienic milk processing facilities, packaging facilities or any other activities related to dairy processing.

#### **6.2. Value added dairy product manufacturing:**

The EE can also avail loan for establishment of new units and strengthening of existing manufacturing units for value addition of the following milk products:

6.2.1 Ice Cream unit

6.2.2. Cheese manufacturing unit

6.2.3. Ultra High Temperature (UHT) Milk processing unit with tetra packaging facilities

6.2.4. Flavoured Milk manufacturing unit

6.2.5. Milk Powder manufacturing unit

6.2.6. Whey powder manufacturing unit

6.2.7. Any other milk products and value addition manufacturing unit.

#### **6.3 Meat processing and Value addition of facilities:**

6.3.1. Establishment of new meat processing unit and strengthening of existing meat processing facilities for sheep/goat/ poultry/pig/buffalo in rural, semi-urban and urban areas.



6.3.2. Large scale integrated meat processing facilities/ plant/ unit.

6.3.3. **Value Added Products:** Establishment of new or strengthening of existing value addition facilities for meat products like Sausage, nuggets, ham, salami, bacon or any other meat products. These facilities could either be integral part of meat processing units or Standalone meat value addition unit.

6.3.4. The project cost of each meat processing plant should compulsorily include Effluent Treatment Plant (ETP), Meat Microbiological Testing Laboratory, Residue Testing laboratory, Cold storage for holding the offals, skin/ hide processing areas and their preservation and refrigeration facilities for holding the chilled products and value added products for minimum of 24 hours.

6.4. EE can also avail benefit for establishment of **Animal Feed manufacturing and strengthening of existing units/ plant** of the following categories:

6.4.1. Establishment of Mini, Medium and Large Animal Feed Plant

6.4.2. Total Mixed Ration Block Making Unit

6.4.3. By pass protein unit

6.4.4. Mineral Mixture Plant

6.4.5. Enrich Silage making unit

6.4.6. Animal Feed Testing Laboratory to be attached with the Medium to Large feed plant or the EE can avail benefit for establishment of Animal Feed Testing Laboratory in the existing Feed Plant to ensure quality feed.

## 7. QUANTUM OF LOAN AND MARGIN MONEY /BENEFICIARY CONTRIBUTION:

7.1. The project under the AHIDF shall be eligible for loan up to 90% of the estimated/ actual project cost from the Scheduled Bank based on submission of viable projects by eligible beneficiaries. The beneficiary contribution in case of Micro and Small units as per MSME defined ceiling could be 10% while in case of Medium Enterprises as per defined MSME ceiling, beneficiary contribution could go up to 15%. The beneficiary contribution in other categories of enterprises could go up to 25%.

7.2. Cost escalation of the approved project, if any occurred during the course of project implementation on account of genuine reasons like natural calamity, technical compulsions, change in the SoRs and any other unavoidable circumstances shall be

considered for enhancement of loan amount, within the reasonable time and not more than two years from the date of approval of the particular project.

7.3. Interest subvention will not be allowed for the loan sanctioned for procurement of land, working capital, old machineries and vehicle for personal use.

## **8. INTEREST SUBVENTION AND LENDING RATE OF INTEREST**

**8.1. Interest subvention:** 3% for all Eligible Entities.

**8.2. Lending Rate of Interest:** The rate of interest to be fixed by scheduled banks should not exceed at 200 basis points plus External Bench Mark Based Lending Rate (EBLR) for the Eligible Entities whose project cost are falling within MSME defined ceilings. However, rate of interest to be fixed by scheduled banks for other project could be based on commercial interest rate of Banks.

**8.3.** The Department of Animal Husbandry and Dairying will directly pay the interest subvention to the Scheduled Bank. Initially the Department will pay interest subvention amount in advance upfront to the lending bank for the first year based on the request of Scheduled Bank. Interest subvention from the 2<sup>nd</sup> year onwards would be released based on the non- NPA borrowers entitlement claimed by the Scheduled Banks every year in advance.

**8.4.** The Eligible Entities will not be able to get the interest subvention, if the EE is defaulter of re-payment of loan amount in any given year.

## **9. CREDIT GUARANTEE FUND**

**9.1** A Credit Guarantee fund of Rs. 750 cr. (Rupees Seven Hundred and Fifty Crore) will be established. The Fund will be managed by NABARD.

**9.1.1.** Department of Animal Husbandry and Dairying will pay Rs. 75 crore per year over 10 years towards Credit Guarantee at the beginning of each Financial Year.

**9.1.2.** The credit guarantee will be provided only for those projects which are viable and are covered under MSME defined ceilings and the guarantee coverage would be up to 25% of the credit facility available to the borrower.

9.1.3. The Credit Guarantee will not be provided to other beneficiaries who are not covered under MSME norms, however, those EEs will be eligible to get interest subvention.

9.1.4. The detailed guidelines along with the features of the Credit Guarantee Fund managed by NABARD will be issued separately.

## **10. FUNDING MECHANISM**

10.1 The entire amount of AHIDF of Rs. 15000 cr. will be disbursed by the Scheduled Bank starting from 2020-21

10.2 The Scheduled bank may utilize their available financial resources to lend the Eligible Entities.

## **11. LOAN DISBURSEMENT**

11.1. The entire amount of AHIDF of Rs. 15000 crore will be disbursed by the scheduled banks within a period of 3 years starting from 2020-21

## **12. REPAYMENT:**

12.1 Maximum repayment Period: 8 years inclusive of moratorium of 2 years on principal amount.

12.2. The Scheduled Bank shall ensure that maximum re-payment period should not exceed 10 years from the date of first disbursement inclusive of moratorium of 2 years on repayment of principal.

12.3 However, the Financing Bank, at their discretion, may curtail the repayment period depending on the project magnitude, size of the financial investment, repayment capacity of the project proponents (EEs) etc.

12.4 Further, subject to the provisions of AHIDF, the operational and credit related decisions like process of repayment, penal interest, security and extent of finance will be decided by the Scheduled Bank.

12.5 Subject to provisions of AHIDF, Scheduled Bank will fix the lending rates in consonance with broad regulatory guidelines of RBI taking into account their cost of funds and the risk perception of the loan.



12.6 Subject to provisions of AHIDF, the Scheduled Bank may consider providing additional loan against justified escalations of the approved projects.

12.7. A project will be non-starter, if no draws are made within six months from the date of sanction by the Scheduled Bank. Further, the Sanction would lapse if the EE, fails to ground the project within a period of 12 months, from the date of sanction by the Scheduled Bank. This is a broad guidelines, however, the lending bank may take final decision on case to case basis.

12.8. The lending bank may consider withdrawal of projects by EEs on account of genuine constraints and difficulties as per the Bank's terms of reference in this regard.

12.9. The Scheduled Bank may consider stopping further disbursements of loans and advances sanctioned for the project, until such amount in default are paid in full by EEs. In such cases, neither the lending agency nor Department of Animal Husbandry and Dairying, Gol, shall be liable for any loss, damage or expenses that may be caused in the completion of aforementioned projects.

### **13. AVAILABILITY OF LAND AND STATUTORY CLEARENCES**

13.1 Loan under AHIDF shall not be provided for acquisition of land in any manner such as purchase, transfer, lease, accession/addition etc. required for implementation of the identified project activities.

13.2. The Eligible Entity are required to acquire necessary land (in case of non-availability of land with them) at their own cost and complete all processes associated with land acquisition, before submission of the proposal for finance under AHIDF.

13.3. The projects having land on long term lease (minimum 30 years) may also be considered for financing under AHIDF. However, the lease period/ agreement should be of sufficient duration to secure the loan. In case of lease requisite No Objection Certificate from the competent authority for mortgage to Bank may be obtained.

13.4. The EE may not be allowed to terminate the lease agreement intermediately (earlier than the agreed lease period) and sell out the land as well as facilities created with the loan availed under the AHIDF. However, in case of compulsion

to do so in unavoidable circumstances whatsoever then EE shall obtain permission from the concerned Bank after return of the entire loan availed till that time, with applicable interest and prepayment penalty, if any, to the Scheduled Bank, in a single instalment.

13.5. Confirmation with necessary documentary evidence on availability of land and statutory clearances (wherever necessary) shall be clearly indicated in the Detailed Project Report/Self Contained Proposal. A list of clearances which could be required mandatorily is attached at **Annexure I**.

13.6 The EEs shall provide documentary evidence/certificate of availability of requisite land free from all encroachment and encumbrances.

#### **14. OBTAINING STATUTORY CLEARANCES REQUIRED FOR THE PROJECT**

14.1. The EEs are required to obtain necessary clearances, permits and licenses whatsoever and wherever required for implementation of the intended project under the AHIDF. The requisite expenditure, if any involved for obtaining statutory clearances shall be met by the applicants/ beneficiaries.

14.2. For obtaining Statutory clearances, the beneficiary may have to approach various Department/ Organizations in the State Government. This may create unnecessary hurdle to the beneficiary. Therefore, the State Animal Husbandry Department shall establish the single window for facilitating the necessary statutory clearances for the project and handhold the EEs to submit the project to the Bank and the Department of Animal Husbandry & Dairying, Ministry of Fisheries, Animal Husbandry and Dairying. An indicative list of statutory clearances required is at **Annexure I**.

#### **15. FORMULATION OF DETAILED PROJECT REPORT (DPR)**

15.1. The EEs shall prepare the detailed Viable Project Report seeking loan under the AHIDF along with self-contained proposal.

15.2. Every project report must include the proposal for establishment of quality management unit for milk, meat and animal feed, packaging unit and also the product promotion.



15.3. The project report should also include the future market generation, employment opportunity, procurement of raw materials and any other information related to project.

15.4. The Detailed projects especially for infrastructure related to dairy processing, meat processing and value addition and establishment of Animal Feed Plant should be prepared based on:

- (i). Identification of suitable site
- (ii). Necessary engineering and socio-economic investigations and surveys,
- (iii). Planning and designing of the facilities and
- (iv). Model studies wherever required.

15.5. The EEs may also approach concerned State Animal Husbandry Department, State Government or Central Government Corporations, Consultancy Services seeking technical assistance for preparation of project documents. The EE, if required, also consult the list of Handholding agencies available in the Udyami Mitra Portal of Sidbi.

15.6. The State Animal Husbandry Department to handhold such EEs to prepare the projects when requested by them including facilitating the necessary clearances through Single Window System.

## **16. SUBMISSION OF THE PROJECT PROPOSAL**

16.1. The EE will submit the proposal with complete DPR through "Udyami Mitra" Portal developed by Small Industries Development Bank of India (Sidbi).

16.2. The Schedule Bank after due appraisal and sanction of the project subject to approval of interest subvention under AHIDF by Department of Animal Husbandry and Dairying will forward the application/ project to the Department of Animal Husbandry and Dairying for approval of interest subvention through online mechanism.

16.3. Application for seeking interest subvention to be submitted as per the Form attached at Annexure II.



## **17. PROJECT EVALUATION AND SANCTION**

17.1. The Project Management Agency set up in the Department of Animal Husbandry and Dairying shall scrutinize the application, evaluate, and appraise the proposal sanctioned by the Scheduled Banks for approval of interest subvention under AHIDF by Project Approval Committee.

17.2. The Project Approval Committee will meet regularly and consider the proposals placed before it and accord approval to projects costing up to Rs. 50 cr. for grant of interest subvention.

17.3. The Project Approval Committee shall recommend the project above Rs. 50 cr. to the Project Sanctioning Committee(PSC) after screening and evaluation of the projects.

17.4. The Bank shall send a copy of loan sanction to Project Sanctioning Committee/ Project Approval Committee prior to such projects being considered for interest subvention under AHIDF.

17.5. The Project Approval Committee/ Project Sanctioning Committee will also recommend for Credit Guarantee on each project falling within the definition of MSME once the loan is sanctioned by the Bank.

17.6. All the projects will be assessed by the Committee based on the Eligibility criteria of the EEs, Eligible Activities proposed, Bank's approval, geographical preferences, MSME certification, sectorial preferences, demand and economic viability.

## **18. IMPLEMENTATION MECHANISM**

18.1. Following Committees have been constituted by the Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying for implementation of AHIDF.

### **18.2. Project Sanctioning Committee (PSC)**

#### **18.2.1. Composition:**

- (i) Secretary, Department of Animal Husbandry & Dairying, GOI- Chairperson
- (ii) Representative of NABARD, not less than the rank of CGM
- (iii) Financial Advisor of Department of Animal Husbandry & Dairying, GOI

- (iv) Representative of Department of Financial Services, not less than Joint Secretary level
- (v) Representative of Ministry of Food Processing, not less than Joint Secretary level
- (vi) Joint Secretary (Cattle & Dairy Development), Department of Animal Husbandry & Dairying
- (vii) Secretary of the concerned State
- (viii) Representative of participating Banks not less than Deputy Managing Director/ CGM
- (ix) Joint Secretary (NLM)- Member Convener

**18.1.2. Terms of References (ToRs) of PSC would be as follows:**

- (a) To take decision on approval/amendment of AHIDF guidelines,
- (b) To take decision on addition and deletion of activities, approve annual action plans and fund drawl plans etc.
- (c) To approve projects for interest subvention based on recommendation of Project Approval Committee
- (d) To delegate powers that may be necessary for smooth implementation of the project.
- (e) To modify physical and financial targets of individual activities and also unit cost correction.
- (f) To co-opt external experts from the field of Animal Husbandry as members of the PSC.
- (g) To hold its meeting as and when needed

**18.3. Project Approval Committee (PAC):**

**18.3.1. Composition**

- (i). Joint Secretary (National livestock Mission)- Chairman
- (ii). Representative from NABARD
- (iii). Representative from Financial Advisor, DAHD
- (iv). Representative of Department of Financial Services
- (v). Representative from Ministry of Food Processing Industries
- (vi). Representative from the Concerned Bank

(vii). Representative from the Dairy Division

(viii).. Representative from the Concerned State (not below the rank of Director)

(ix). Joint Commissioner/ Deputy Commissioner/ Director of NLM Division-convener.

#### **18.3.2. Terms and References (ToRs)**

(i) The Project Approval Committee will prepare the Scheme guidelines and submit the same to the Project Sanctioning Committee for approval

(ii) The project approval Committee will approve project up to Rs. 50.00 cr. for interest subvention.

(iii) The project above Rs. 50 cr. for interest subvention will be approved by the Project Sanctioning Committee after recommendation of the project approval committee.

(iv).The meeting of the Committee will be held in every month or even before one month depending on the proposal.

#### **19. PROJECT MONITORING UNIT**

19.1 The Department of Animal Husbandry and Dairying will outsource Project Management Agency (PMA).

19.2. The terms of Reference of the PMA will be as under:

(i) The PMA will arrange all logistic support including manpower at the Head Quarter to undertake all Desk and Field monitoring, and identifying critical issues and bottlenecks such as non-starter projects, slow progressing projects, geographical and sectorial preferences, compilation of project-wise progress report, outcomes etc. The design for monitoring mechanism will be approved by the PSC.

(ii). PMA will also undertake work for monitoring the Udyami Mitra Portal regarding application received, processed and pending with the banks and in DAHD, Development of Dash Board for MIS system, follow up with the States for getting project proposal, hand holding the beneficiaries on the queries on the



AHIDF, scouting the proposals, interaction with the banks. PMA will also evaluate the projects and place before the PAC/PSC for approval.

(iii). PMA will also assist in all the matters relating to monitoring and evaluation of the projects and preparation of report, before PAC& PSC.

**19.3.** PSC, PAC and PMA together will carry out the work of Project Monitoring in the following manner:

(i) The Project Sanctioning Committee in the Department of Animal Husbandry and Dairying will review and monitor the projects approved under AHIDF. The monitoring meetings of PSC shall be held on quarterly basis to review the progress of the project taken up under the AHIDF.

(ii) The PMA will collect information on the progress of the project(s) from EEs, Banks on a quarterly basis including physical and financial achievements and place before the PSC.

(iii) PSC will carry out project-wise midterm corrections, if any required due to technical and administrative compulsions faced by any project at the time of implementation. The Mid-term corrections shall include increase/decrease of the project scope, re-arrangement of the project components, re-appropriation of funds from one item to other item within the overall approved project cost.

(vi).The project will be considered non-starter when the EE fail to get their loan disbursed from the Bank.

## **20. AWARENESS GENERATION**

20.1. There are various stake holders who can avail benefit of the scheme. These stake holders need to be aware of the scheme adequately so that they can access the fund. Therefore, the Central Government will use Electronic, Print and Social Media to create public awareness.

20.2. The Stake Holders' like Indian Dairy Federation (IDF), Compound Livestock Feed Manufacturers' Associations (CLFMA), All India Livestock and Meat Exporters' Association, State Government's Livestock Corporation, CII, FICCI, ASSOCHAM and others will be involved in awareness creation.

20.3. The State Government will also create ground level awareness through conferences, seminar, and workshops, business meet, through electronic, print and social media. The funding support will be provided to States and other agencies to create such awareness.

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## Annexure I

### Indicative List of Statutory Clearances

Sl. No.	Name of Statute
01	Local Authority Clearances as per the State Requirements
02	No objection from the Land Authority on the lease hold or ownership of the land.
03	Consent to Establish (COE) and Consent to Operate (CO) from the State Pollution Control Board
04	Trade Licenses
05	Food Safety and Standard Authority of India
07	Water and Air Acts
07	State Electricity Board
08	MSME Registration (only for MSME companies)
09	Registration under Companies Act (only for companies)
10	Registration under Labour Act/ EPF Act.
11	Any other Statutory clearances required from the respective state to establish dairy, meat processing and animal feed plant.



## Annexure II



**Government of India**  
**Ministry of Fisheries, Animal Husbandry & Dairying**  
**Department of Animal Husbandry & Dairying**

**ONLINE APPLICATION FORM**  
**SEEKING INTEREST SUBVENTION UNDER ANIMAL HUSBANDRY**  
**INFRASTRUCTURE DEVELOPMENT FUND**

		<div style="border: 1px solid black; padding: 5px; margin-bottom: 5px;">PHOTO</div> <div style="border: 1px solid black; padding: 5px;">Signature</div>
S. No.	Particulars	
1.	<b>Category of Infrastructure</b> a. Dairy Processing b. Meat Processing c. Animal Feed Plant d. Value Addition	
2.	<b>Name of Eligible Entity</b> a. Farmers producer Organization(FPO) b. Section 8 Company c. Individuals Entrepreneur d. Private company e. MSME	
3.	<b>Address</b> a. Location of the Proposed Project ( With Geo-Tagging and location Map and Photo of the site) b. Location of the Corporate Office c. Address of the individuals.	
4.	Total Turnover of the Company (Provide last three years balance sheet)	
5.	If falling under MSME definition, please provide Certificate	
6.	PAN/TIN/Aadhar Number	
7.	Telephone No. /Mobile No.	
8.	Email address	
9.	<b>Bank details where loan application has been sanction</b> a. Name of the Bank	

	b. Bank Branch c. Address d. Email Address of Branch Manager e. Telephone Number f. IFSC Code	
10.	<b>Details of the Bank Accounts</b> a. Name of the Bank b. Bank Branch c. Address d. Loan Account Number e. Telephone Number f. IFSC Code	
11.	Project Details( Brief description of the project)	

(Signature of Applicant)

**Please attach following documents**

- x Detailed Project including component wise cost break up, total cost, recurring cost, net income etc. and viability of project
- x Supporting documents [Proof of Address, Copy of PAN/TIN /Aadhar card, MSME certificate (if applicable), proof of land holding (ownership or lease, conversion), education certificate, photocopies of training certificate, income proof, bank statement for last six months relevant for the project.
- x Cite Plan of the project.
- x List of Machinery and Equipment.
- x Lay out plan (both Civil and Machinery) of the processing facility certified by the registered architect.
- x All Statutory clearances like Clearances from the Local administration, Trade Licenses, Consent of Establishment, Consent to Operate from State Pollution Control Board, FSSAI License required for the project
- x Roadmap to ensure the Quality management of the product, product promotion and market development.

## **FREQUENTLY ASKED QUESTIONS (FAQs) on AHIDF**

### **1. What is AHIDF?**

The Animal Husbandry Infrastructure Development (AHIDF) is a Central Sector Scheme under the Prime Minister's Atma Nirbhar Bharat Abhiyan stimulus package for incentivizing investments (i) the dairy processing and value addition infrastructure, (ii) meat processing and value addition infrastructure and (iii) Animal Feed Plant with budget allocation of Rs.15000 crore.

### **2. Who are eligible under AHIDF?**

The following entities will be eligible under AHIDF

- a) Farmer Producer Organization(FPO)
- b) Private companies
- c) Individual entrepreneurs
- d) Section 8 companies
- e) Micro Small and Medium Enterprises

### **4. What activities can be covered under Dairy Sector?**

- Establishment of new units and Strengthening of existing dairy Processing Units with quality and hygienic milk processing facilities, packaging facilities or any other activities related to dairy processing.
- **Product Diversification**

The Eligible Entities can also avail loan for establishment of new units and strengthening of existing manufacturing units for value addition of the following milk products:

- Ice Cream unit, Cheese manufacturing unit, Ultra High Temperature (UHT) Milk processing unit with tetra packaging facilities, Flavored Milk manufacturing unit, Milk Powder manufacturing unit, Whey powder manufacturing unit, Any other milk products and value addition manufacturing unit.

### **5. What activities can be covered under Meat Sector?**

- Establishment of new meat processing unit and strengthening of existing meat processing facilities for sheep/goat/ poultry/pig/buffalo in rural, semi-urban and urban areas.
- Large scale integrated meat processing facilities/ plant/ unit.
- **Product Diversification:** Establishment of new or strengthening of existing value addition facilities for meat products like Sausage, nuggets, ham, salami. bacon or any other meat products. These facilities could either be



integral part of meat processing units or Standalone meat value addition unit.

**6. What activities can be supported related to animal feed?**

- Establishment of **Animal Feed manufacturing and strengthening of existing units/ plant** of the following categories:
- Establishment of Mini, Medium and Large Animal Feed Plant, Total Mixed Ration Block Making Unit, By pass protein unit, Mineral Mixture Plant, Enrich Silage making unit, Animal Feed Testing Laboratory and any other activities related to animal feed manufacturing.

**7. What will be the loan amount for a beneficiary under AHIDF?**

The project under the AHIDF shall be eligible for loan up to 90% of the estimated/ actual project cost from the Scheduled Bank based on submission of viable projects by eligible beneficiaries.

**8. What will be the beneficiary contribution?**

The beneficiary contribution in case of Micro and Small units as per MSME defined ceiling could be 10% while in case of Medium Enterprises as per defined MSME ceiling, beneficiary contribution could go up to 15%. The beneficiary contribution in other categories of enterprises could go up to 25%.

**9. What will be the lending rate of interest?**

- The lending rate of interest is to be fixed by scheduled banks and it should not exceed at 200 basis points plus External Bench Mark Based Lending Rate (EBLR) for the Eligible Entities whose project cost are falling within MSME defined ceilings.
- However, rate of interest to be fixed by scheduled banks for other project could be based on commercial interest rate of Banks.

**10. What will be the interest subvention provided by the Department?**

- Interest subvention of 3% is provided to all eligible entities by the Department. However, Interest subvention will not be allowed for the loan sanctioned for procurement of land, working capital, old machineries and vehicle for personal use. The Eligible Entities will not be able to get the interest subvention, if the Eligible Entities is defaulter of re-payment of loan amount in any given year.

**11. Whether any credit guarantee is provided under the scheme?**

- Yes, the credit guarantee will be provided only for those projects which are viable and are covered under MSME defined ceilings and the

guarantee coverage would be up to 25% of the credit facility available to the borrower.

- The Credit Guarantee will not be provided to other beneficiaries who are not covered under MSME norms, however, those EEs will be eligible to get interest subvention.

**12. What will be the maximum repayment period?**

- The Scheduled Bank shall ensure that maximum re-payment period should not exceed 10 years from the date of first disbursement inclusive of moratorium of 2 years on repayment of principal.

**13. How can an entity submit a proposal and what is the process?**

- The EE will submit the proposal with complete DPR through "Udyami Mitra" Portal developed by Small Industries Development Bank of India (Sidbi).
- The Schedule Bank after due appraisal and sanction of the project will forward the application/ project to the Department of Animal Husbandry and Dairying for approval of interest subvention through online mechanism.

**14. What is the process of sanction of interest subvention?**

- The project proposal may be submitted to the Department of Animal Husbandry and Dairying either by the Bank or by the beneficiary through online mechanism for approval of interest subvention by the Project Sanctioning Committee.

**15. Is there any limit of amount of loan under AHIDF?**

- There is as such no upper limit/ lower limit of the loan provided.

**16. Where from the credit guarantee will be made available?**

- Credit guarantee will be made available by NABARD,

**17. What percentage of loan will be covered under credit guarantee and who is eligible to get credit guarantee?**

- Credit guarantee coverage will be of 25 % of loan for eligible entities covered under MSME would be after the bank entered into MoU with credit guarantee trust set up for AHIDF by NABARD

**18. Up to what percentage of loan amount will be eligible for 3 % interest subvention?**

- Up to 90% of loan of the total project cost will be eligible for interest subvention.

**19. What will happen if any beneficiary is found defaulter?**

- Interest subvention will not be provided to such beneficiaries which are found defaulter at any point of time for repayment and also the bank is free to take any action as per the lending agreement.

**20. What will happen when the repayment period exceeds eight years repayment period?**

- The interest subvention will be provided only up to 8 years of repayment period. Beyond no interest subvention will be provided.

**21. Whether Government entities and cooperatives are eligible under AHIDF?**

- Not eligible under AHIDF.

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**KARNATAKA FARMER'S RESOURCE CENTRE : BAGALKOT.**

BVV Sangh's spinning mill complex; Gaddanakeri Road Bagalkot-587102  
Phone No. 08354-244028 / 244048, Mobile: 9449862194 ,eMail :kfrcbagalkot@gmail.com

Ref: KFRC/BGK/58/2020-21.

Date 16-02-2021


**TO ALL THE BOARD OF TRUSTEES OF KFRC- BAGALKOT**

Dear Sir,

We append here below the proceedings of the 31<sup>st</sup> meeting of the Board of Trustees [BOT] of KFRC-Bagalkot held through Video Conference in Zoom application meeting Id No 401.919.1626 on 02-02-2021 for your kind perusal and records.

Thanking you,

Yours faithfully,  
For Karnataka Farmer's Resource Centre

  
Executive Director,  
KFRC-Bagalkot.

**Subject: Minutes of 31<sup>st</sup> meeting of BOT of KFRC-Bagalkot held on 02-02-2021.**

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The 31<sup>st</sup> meeting of BOT of KFRC was held on 02-02-2021. The meeting was chaired by Shri B Chandrasekhara Rao, Managing Trustee of KFRC , Convener- SLBC Karnataka , General Manager & Canara Bank .

Sri B Rajesh, Executive Director of KFRC welcomed trustees / General Managers, Deputy General Managers, Asst. General Managers and Representatives from Government Departments and special invitees to this meeting.

Thereafter ED of KFRC presented the agenda points which are as follows:

**Agenda 1: Confirmation of the minutes of the 30<sup>th</sup> meeting of the Board of Trustees held on 16-09-2020.**

The minutes of the 30<sup>th</sup> meeting of Board of Trustees of KFRC held on 16-09-2020 were circulated vide letter No. 24/KFRC/BGK/2019-20 dated 27-10-2020 to all the Board of Trustees. The house approved minutes of 30<sup>th</sup> meeting of BOT of KFRC as no suggestions for amendment were received. The Minutes of 30<sup>th</sup> Meeting treated as approved.

**Agenda 2: Filing of Income Tax Return and payment of Income tax for the Financial Year 2019-20.**

ED, KFRC informed to the house that, the deposited of Rs 89.94 Lacks in Canara Bank Navanagar Branch, Bagalkot. And complying with income tax act 1961 under section 11(5). And also The institute has paid the income tax of Rs 2,02,820/- for the period of 2019-20. And also file the income tax retrurns and Form NO 10 B for the period 2019-20 through the auditor M/s Shivaram Hegade and Co. The auditor M/s Shivaram Hegade and Co., CA submitted the audit report and Bill of Rs 20,060/- as audit fees paid on 17-11-2020. The board confirmed the action.

The managing trustee asked any income tax return pending cases is there. ED KFRC informed that all pending cases are closed only the financial period 2017-18 and 2019-20 pending to be finalize.

**Agenda 3: Received the refund of appeal amount paid the appellant authority of Income tax for the Financial Year 2014-15 and 2015-16.**

ED, KFRC informed to house that, KFRC received the refunded amount of Rs 1,90,501/- on 31-10-2020 for the period of FY 2014-15 and Rs 2,27,951/- on 07-11-2020 for the period of F.Y 2015-16. And same has been kept Fixed Deposit of Rs 4.19 Lacs at Canara Bank Navanagr Branch for the period of 12 months. The house confirmed the action.

**Agenda 4 : Submission of KYC Details of All Trustees of KFRC Trust to income tax department for income tax exemption under section 12AB.**

ED, KFRC informed to house that, changes in Finance Act, 2020 has made sweeping changes with respect to provisions related to Trusts and NGOs claiming exemption u/s 11 or u/s 12 of the Income Tax Act, 1961. Details of KYC of all trustees of KFRC Trust to submit to The income tax Department. We request all trustees to submit the Trustees Name, Designation, Address, Pan No, Aadhaar No, Contact Number and Email Id. The managing Trustee requested to board to submit detail immediately.

**Agenda 5 : Canteen and Hostel facility of our institution.**

ED KFRC informed to house that KFRC, Bagalkot utilizing three buildings namely administrative block, Canteen and Farmers stay rooms. We are very grateful to The Chairman, BVV Sangha for having given us the said buildings without rent since Feb 2011.

During July 2020 they took back the canteen and farmers staying rooms from us for proposed to establish the Covid -19 care center in campus.

On 26/11/2020 ED, KFRC personally visited the MLA Dr Veeranna Charanthimath, Chairman of The BVV Sangha, Bagalkot and on 01/01/2021 along with Canara Bank Regional Manager Mr Sathish Babu, Lead Bank Manager Sri Gopal Reddy Met MLA Dr Veeranna Charanthimata, Chairman of the BVV Sangha Bagalkot to requested him to permit us to use canteen and farmers stay rooms. He informed that BVV Sangha, Bagalkot will need these buildings for establishment of new projects.





Hence they are unable to provide the canteen and rooms. Under the circumstances he suggested us to contact the District Commissioner to obtain suitable Govt Buildings or to obtain any private building for rent. Till such time we can only use the administrative block. Further he urged us to vacate present administrative block as soon as possible.

Again ED, KFRC met District commissioner Dr Rajendra on 11/01/2021 for asking suitable building for office. He informed to MLA to permit them to continue in existing building till further completion of their building. They allowed only administrative block. The other building yet to be get back.

The BoT honored to the Chairman Mr Veeranna Charanthimath B.V.V. Sangha for helped extend and providing the facility for 10 years and above.

**Agenda 6 : Review of performance under Annual Action Plan/ Activities for the financial year 2020-21 as on 31-12-2020.**

ED, KFRC has presented the performance of KFRC under Annual Action Plan /Activities for the financial year 2020-21 as on 31-12-2020. the institute has conducted 24 Awareness Programmes benefitting 745 farmers and 7 core programmes benefitting 177 farmers during the period from 01-04-2020 to 31-12-2020. We have conducted training programmes for Bagalkot surroundings participants only because of non-availability of canteen and hostel facility for the outside participants. We have also conducted 21 webinar programmes. ED KFRC informed the house.

**Agenda 7: Review of Budget Sanctioned Vs Expenditure incurred from 01-4-2020 to 31-12-2020.**

ED, KFRC informed to house that expenditure of Rs 10.91 Lakhs has been incurred up to 31-12-2020 against sanctioned budget of Rs 34.00 Lakhs under revenue expenditure head of account.

He confirmed the house for having maintained properly the vouchers and bills pertaining to all expenditure incurred. After discussions. The house approved the financial expenditures incurred by ED, KFRC.

**Agenda 8: Building construction works:**

ED KFRC informed to house that after withdrawal court case No W.P No 109566/2016 on 11-12-2020 in the high court of Karnataka, Dharwad. The order copy sent to BTDA on 31-12-2020. On 25-01-2021 the BTDA Bagalkot issued the amended positional letter of 7 Acres 2 Guntas instead of 8 Acres. They have taken back 38 Guntas for the purpose of Cx-Service Road and Buffer Zone.

The member are expressed their happiness to Dr Veeranna Charanthimath, MLA of Bagalkot and one of the Trustee of KFRC-Bagalkot. On his support and guidance we get back the originally allotted land/sites to KFRC.

The court case withdrawn through the advocate Mr G.K.Hiregoudar, he submitted the bill of Rs 1.25 Lacs. The Board is approved the amount of Rs 1.00 Lac + Tax.





The Board is also authorized to the ED, Rajesh B to register the rectification deed through bank panel advocate and expenses of registration approximately Rs 10,000 also approved.

The Board of Trustees are honored and heartfelt thanks to MLA Dr Veeranna Charantimath and also Ex Chief Secretary, GoK Sri T.M. Vijayabhaskar because they have helped to dissolve the land issued dispute with the BTDA.

**Agenda 9 : Support of Technical officer from Bank for construction of KFRC building.**

ED KFRC informed the house as to require the technical officer support for the construction of building of KFRC from initial stage to completion of the building and taking possession of building. It involves requirements of technical expertise at various level to check progress of construction, quality of construction for payment of bill etc, to the contractor.

The board is approved to technical officer support from the Canara Bank, central office.

The BoT told that appoint an architect and ready to new plan and first priority to building construction. We have to start construction of the building to revised plan. BoT give the authority to Rajesh B. ED, services he can be engaged and provide technical officer from canara bank central office to support the building work and other activities.

**Agenda 10: To re-formation of the Building construction of sub committee :**

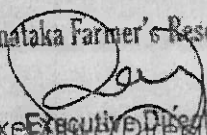
ED KFRC informed that the formation of the building sub-committee. The board is defer this time to formation of building sub-committee. After begins of the construction work begins then formation the building sub committee

**Agenda 11 : Any other matter with the permission of the chair.**

1. The Managing Trustee requested to all the trustee to visit the Bagalkot during the first week of March 2021. To apprise the position of the KFRC-Bagalkot.

2. Representative from BVV Sangha Mr Panchamakhi, Executive Director, RDF, BVV Sangha, suggested that building construction work will be take place for 2 years and that particular period BVV sangha have to more project coming up here that, they have need building to be vacated. And alternatively to seek one or two government building which are vacated, let we conduct survey along with ED-KFRC and give the report to District commissioner, Bagalkot which are laying vacant those building we can take some minor repair and occupy them.

For Karnataka Farmer's Resource Centre

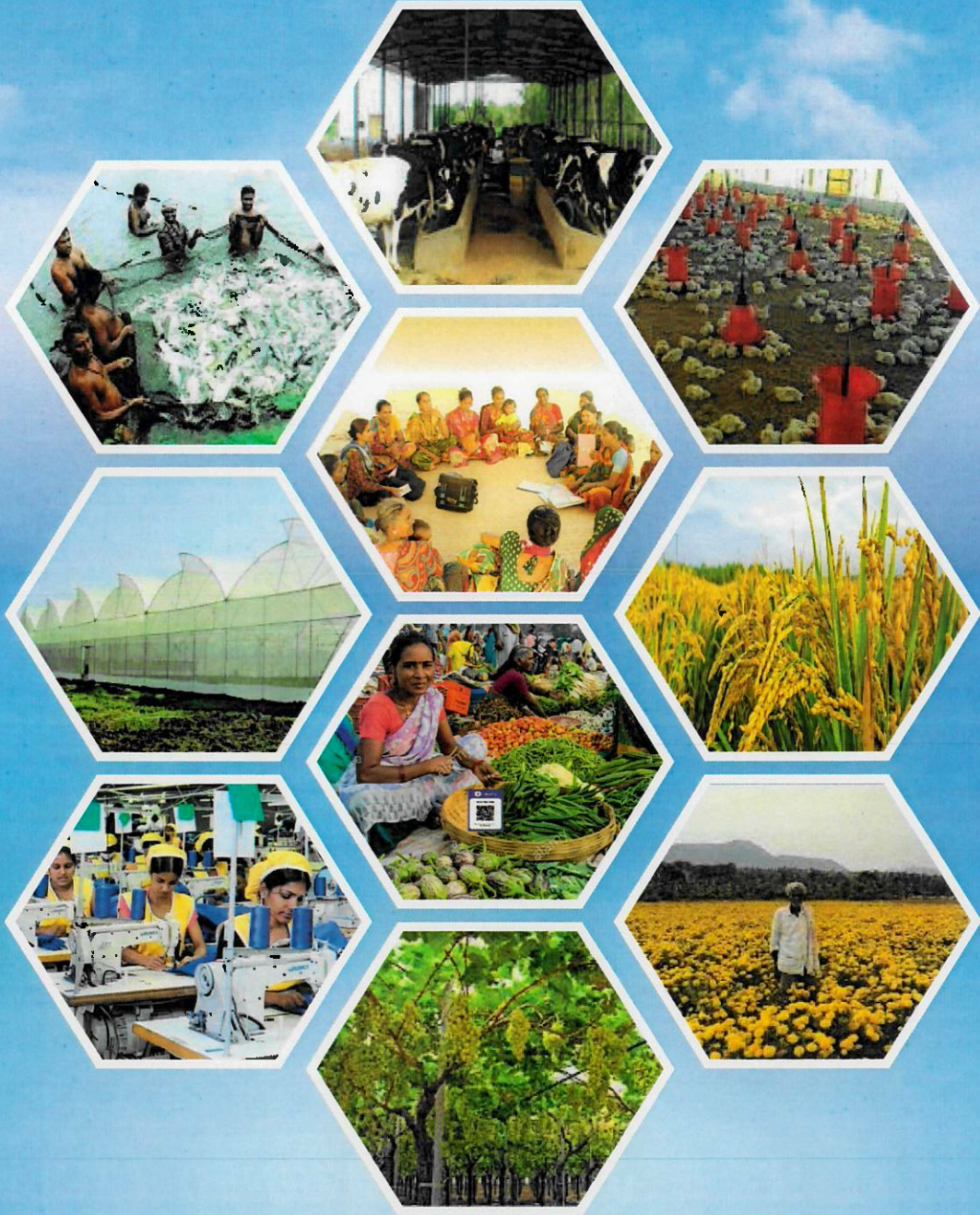
  
Executive Director  
KFRC-Bagalkot





ಕರ್ನಾಟಕ ರಾಜ್ಯ ಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ  
कर्नाटक राज्य स्तरीय बैंकर्स समिति

STATE LEVEL BANKERS' COMMITTEE,  
KARNATAKA



ಸಂಯೋಜಕರು ಸಂಯೋಜಕ CONVENOR

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ್ Canara Bank 

ಭಾರತ ಸರ್ಕಾರದ ಒಂದು ಉಪಕ್ರಮ

भारत सरकार का उपक्रम

A Government of India Undertaking

ಸಿಂಡಿಕೇಟ್ ಸಿಂಡಿಕೇಟ್ Syndicate