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“Scheme for
Integrated Cold Chain & Value Addition
Infrastructure - setting up of multiproduct food irradiation units”

सत्यमेव जयते

Government of India

MINISTRY OF FOOD PROCESSING INDUSTRIES

Panchsheel Bhawan

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1) Background

The Scheme for Integrated Cold Chain, Value Addition and Preservation Infrastructure (in short, "the Scheme") was launched during 2008 and the original guidelines were notified on 18.03.2010. Based on feedback and consultations with stakeholders, the scheme guidelines were modified on 20.11.2013, 08.08.2014, 29.08.2016, 08.03.2018, 18.01.2019, 17.12.2019 and 08.06.2022 for the purpose of smooth implementation and to achieve the objectives of the scheme. Based on further feedback and experience of implementation of the scheme, the revised guidelines are being issued herewith. The revised guidelines will apply to applications received in response to the Expression of Interest (EOI) issued by the Ministry for new proposals under the Scheme for establishing food irradiation units only.

2) Objective

The objective of the scheme is to support setting up of food irradiation units for treatment of perishable agricultural produce like fruits and vegetables as well as other such items with irradiation treatment for hygienization and enhancing shelf life.

3) Eligible entities

Individuals and organizations, such as FPOs, FPCs, SHGs, NGOs, PSUs, firms, and companies etc., who are interested in food irradiation and cold chain solutions, as well as those involved in managing supply chains, can establish standalone food irradiation units or food irradiation units integrated with cold chain and value-addition infrastructure projects. Entities from MSME sector will be given priority in assessment.

4) Components of the Scheme

4.1 The scheme will have the following project components:

Food irradiation facility –

(a) Standalone food irradiation unit; or
(b) Food irradiation unit integrated with cold chain and value-addition infrastructure project. Food irradiation facility may include cold storage/multi-chamber cold storage, controlled atmosphere (CA) storage, ambient storage, grading and sorting facilities, and reefer vans for storage and transportation of raw material & finished products for efficient utilization of the facility.

4.2 To avail financial assistance under the Scheme, food irradiation component is a mandatory component. Any proposal without food irradiation component will not be considered for assistance under this scheme.

5) Eligible facilities for calculation of grant-in-aid

5.1 Assistance under the Scheme can be availed for creation of the following facilities:

(a) Food irradiation unit
(b) Mechanized sorting & grading line/ packing line/ staging cold rooms.
(c) Pre-Cooling Unit(s)/ Mobile pre-coolers

(d) Cold Storage Unit(s) [Associated with value addition]

(e) Controlled Atmosphere (CA) storage [Associated with value addition]

(f) Frozen Storage/ Deep freezers [Associated with value addition]

(g) Packaging line for chilled/ frozen/ temperature-controlled products

(h) Refrigerated/ insulated transport

(i) Refrigerated Containers including multi-modal container units

(j) Renewable/ alternate energy technologies (solar, bio-mass, wind etc.) for the project.
Note: *maximum permissible cost is ₹35 lakh per project*

(k) Accessories/ support infrastructure/ utilities such as fixed racking system in Cold/ CA storage, forklifts, reach trucks, insulated fish boxes, dock levellers, mezzanine flooring, ETP, CIP unit, Slicer/ Dicer, sorting/ grading line, etc.

(l) In-house product testing laboratory

(m) Any other modern technology for temperature-controlled storage, processing, value addition and preservation infrastructure

(n) Toilets, septic tank, drainage and such other facilities.

6) <u>Ineligible items for calculation of grants-in-aid</u>

(a) Compound wall
(b) Approach road/ internal roads
(c) Cost of land and site development
(d) Administrative office building
(e) Canteen
(f) Labour rest room and quarters for workers
(g) Security/ guard room or enclosure
(h) Non-technical civil works not related to the components of the scheme
(i) Margin money, working capital and contingencies
(j) Fuel, consumables, spares and stores
(k) Transport vehicles
(l) Pre-operative expenses
(m) Service charges, carriage & freight charges or other such charges/ fees
(n) Expenditure on painting of machinery
(o) AC ducting, furniture, computers and allied office items.
(p) Closed Circuit TV Camera and security system related equipment.
(q) Consultancy fee, taxes, etc. on plant and machinery.
(r) Stationery items
(s) Plant & machinery not directly related to components of the scheme
(t) Fly catchers, hand washer, laundry
(u) Reconditioned/ refurbished/ second hand/ old plant & machinery
(v) Consumables (such as Plastic crates, bins, Pallets, etc.)

Note: *The list is only indicative and the Project Approval Committee constituted by the Ministry will be the final authority to decide on ineligibility or otherwise of items for purpose of grants-in-aid.*

7) ***<u>Eligibility criteria :</u>***

a) The combined net worth of the applicant should be at least equal to grant-in-aid sought for from the Ministry.

Provided that in case of proposal from Central Government (including entities/ organizations under the Central Government) or State Government (including entities/ organizations under the State Government), no net worth criteria will be applicable.
Note: *The net worth of applicant will be calculated as per* **Appendix-1.**

b) In-principle/ final term loan sanction letter (for a fresh proposal) from a Bank.

Note:

(i) *The date of sanction letter of term loan should not be earlier than the date of issue of Expression of Interest inviting applications under scheme.*

(ii) *Bank for the purposes of these Guidelines means a Scheduled Commercial Bank or a Financial Institution recognized by Reserve Bank of India or a non-banking financing company approved by the Reserve Bank of India.*

c) Term loan from the Bank for an amount not less than 20% of the total project cost in respect of proposals from General Areas. In case of proposals from Difficult Areas or proposals from SC/ST or Farmer Producer Organisations or Self-Help Groups, term loan amount shall not be less than 10% of the total project cost.

Note: *Difficult Area for proposals under this Scheme means North-Eastern States (including Sikkim), State of Uttarakhand, State of Himachal Pradesh, Union Territories of Jammu & Kashmir and Ladakh, State Notified ITDP(Integrated Tribal District Projects) areas and Islands (Union Territories of Andaman & Nicobar and Lakshadweep).*

In case of proposal from Central Government (including entities/ organizations under the Central Government) or State Government (including entities/ organizations under the State Government), term loan from the bank is not mandatory, however, detailed appraisal note from a scheduled commercial bank is required.

d) A detailed Appraisal Note from a *Scheduled Commercial* Bank specific to the project proposal.

Note: *Detailed Project Report/ Techno-Economic Viability Report merely stamped or endorsed by the Scheduled Commercial Bank without detailed Appraisal Note shall not be considered as valid for the purpose of these Guidelines.*

e) Infusion of equity of at least 20% of the total project cost for proposals from General Areas and 10% of the total project cost for proposals from Difficult Areas or SC/ST or Farmer Producer Organisation or Self-Help Groups.

Note: i) *The value of land in registered sale/ lease deed shall not be considered as part of the total project cost.*

ii) Unsecured loan will not be treated as a part of equity.

f) Minimum area of land should be 1.5 acres for stand-alone irradiation unit and 3.5 acres for an integrated irradiation unit.

g) Only one application will be accepted from an entity against an Expression of Interest under this scheme.

h) Expansion/ upgradation of existing facility(ies) is not eligible under this Scheme.

i) Entities or promoter(s) of entities who have availed financial assistance for food irradiation unit earlier under this Scheme of the Ministry will be eligible for grant-in-aid as on date of application only after two years from the date of commercial operation of the previous project.

j) Entities or promoter(s) of entities who have availed financial assistance under another scheme (any scheme other than the scheme under which application is being made) of the Ministry will be eligible for grant-in-aid as on date of application only after two years from the date of commercial operation of the previous project.

Provided that an entity or promoter(s) of an entity shall not be eligible for financial assistance for more than two projects during a period of 10 years.

8) Processing Fee and Bank Guarantee

The entities applying for financial assistance are required to submit a non-refundable fee of ₹20,000/- (Rupees twenty thousand only) through Demand Draft in favour of "Pay and Accounts Officer, Ministry of Food Processing Industries, New Delhi":-.

a) Provided that the non-refundable fee shall be ₹ 15,000/- (Rupees fifteen thousand only) for applications from SC/ST.
b) On being selected for financial assistance by the Ministry, the successful applicant shall submit a refundable bank guarantee (initially valid till 60 days beyond scheduled completion of the project which would be required to be extended till 60 days beyond revised completion of the project in case the project is delayed) for 5% of eligible grants-in-aid within 30 days of issue of approval letter by the Ministry.
c) Provided that, in case the PIA fails to complete the project once approved and accepted by PIA, the Ministry may encash the Bank Guarantee submitted by the PIA.

9) Application filing and documents required

(a) All applications shall be submitted online on the SAMPADA portal (https://www.sampada-mofpi.nic.in) of the Ministry. No physical application will be accepted and such application shall be summarily ignored. Applicants are required to submit following documents:

Note:

(i) All pages of all documents submitted online must be self-attested by the applicant or its authorised signatory (supporting documents for such authorization to be furnished).

(ii) The Ministry will not be responsible for delay in submission of any proposal within the prescribed time limit indicated in EOI, and such proposals (not

received in time) shall not be considered. Incomplete information or deficient documents submitted/ uploaded by the applicant may lead to rejection of proposals.

(iii) Mere submission of application (with required documents) against EOI does not confer any right on the applicant for claim of grants-in-aid under the Scheme. Grants-in-aid will be sanctioned based on merit, preference criteria and evaluation of the proposal as per the assessment criteria.

(b) Detailed Project Report (DPR) (proforma at **Annexure-1**) indicating financial and technical profile of the entity, domain expertise available with the entity, raw material availability in the area where project is proposed to be set up, arrangements for procurement of raw material, marketing strategy of proposed products, process flow diagram of proposed products with production capacity per day, technology proposed for various activities in process line, financial estimates with key financial parameters, profit and loss statement, estimated employment generation from the project (direct as well as indirect), number of farmers estimated to be benefited etc.

(c) CA/ Statutory Auditor certificate (prepared in accordance with statutory provisions read with conditions indicated in **Annexure-2**) in support of net worth along with its documentary proof.

(d) Certificates of Chartered Engineer (Mechanical) and Chartered Engineer (Civil).

(e) In-principle/ final term loan sanction from a Bank.

(f) A detailed Appraisal Note, specific to the project proposal, from a Scheduled Commercial Bank.

(g) Certificate of incorporation/ registration, Memorandum and Article of Association, bye laws, PAN, TAN, SC/ST certificate (whichever applicable).

(h) Bio-data/ background/ experience of the entity relevant to the scheme.

(i) Annual reports and Audited Financial Statement of Accounts of for last two years (if applicable).

(j) Details of land (on ownership basis or leasehold) along with relevant documents. Note: Self-*attested English/ Hindi version needs to be submitted in case such document is in regional language.*

(k) Proof of submission of requisite fee.

(l) Quotations from Original Equipment Manufacturer (or its authorised dealer/ supplier) in respect of Plant & Machinery and equipment for the proposed project.

(m) Correspondences (emails/ letters) for possible forward or backward linkages.

(n) An MoU/Agreement between applicant and the designated agency of Department of Atomic Energy for the supply of source of food irradiation.

10) Selection of Proposals for Financial Assistance

(a) Proposals will be invited by the Ministry through Expression of Interest (EOI) that will be valid for a period 45 days and may be extended by the Ministry only in case sufficient proposals are not received. Applications can be filed only online on the Ministry's SAMPADA portal (https://www.sampada-mofpi.nic.in).

(b) The Ministry will constitute a Technical Committee (TC) and a Project Approval Committee (PAC) for scrutiny/ consideration/ approval of proposals received against EOI. Technical Committee and Project Approval Committee may be assisted by Project Management Agency(ies) (PMA) to be appointed by the Ministry.

(c) The Technical Committee so constituted shall also function as Technical Committee (or by whatever name it was called) for the purpose of previous guidelines. The Project Approval Committee so constituted shall also function as Inter-Ministerial Approval Committee (or by whatever name it was called) for the purpose of previous guidelines.

(d) The Technical Committee will scrutinize applications with respect to prima facie eligibility based on the eligibility criteria for the schemes. The proposals found prima facie eligible will be evaluated inter-alia on the basis of technical parameters as well as assessment criteria (given at **Annexure-3).**

(e) A proposal would have to obtain a minimum of 60% marks in order to become eligible for consideration of grants-in-aid.

The minimum marks will be 45% for an applicant from SC/ ST categories.

(f) The Ministry shall inform the applicants whose proposals are found ineligible (either based on eligibility criteria or technical parameters or assessment criteria), the reasons for such ineligibility by the Technical Committee:

Provided that before conveying rejection of a proposal, the approval of the Secretary of the Ministry shall be sought.

(g) An applicant aggrieved with rejection of its proposal may prefer an appeal before the Project Approval Committee detailing the grounds of such appeal.

(h) In respect of proposals that are found eligible for consideration of grants-in-aid, recommendation(s) of the Technical Committee will be placed before Project Approval Committee for consideration and approval or otherwise.

(i) Presence of applicant or its authorized representative (in-person or virtually) is expected (to explain its proposal) during meetings of the Technical Committee and Project Approval Committee. The applicant/ authorized representative may on its own or when asked by TC/ PAC, shall make a presentation regarding its proposal.

(j) In case of eligible proposals having equal marks, preference will be given to the proposal envisaging higher eligible project cost.

(k) The decision of the Ministry shall be final regarding eligibility or otherwise of the proposals, selection of proposals for grants-in-aid and quantum of grants-in-aid approved.

(l) The Ministry will issue approval letter to the successful applicants giving, inter alia, details of project, total project cost, eligible project cost, approved grants-in-aid, completion schedule of the approved project and other relevant details.

(m) The Ministry shall inform the applicants whose proposals are not approved by PAC about the reasons.

(n) Once approval letter is issued by the Ministry, the applicant has to provide Acceptance Letter as per prescribed format (**Annexure-4**) and Affidavit as per prescribed format (**Annexure-5**) along with countersigned copy of Approval Letter.

(o) Once Acceptance Letter and Affidavit is given, the applicant will be called as Project Implementation Agency (PIA).

11) <u>Pattern of assistance</u>

(a) Grants-in-aid will be @35% of eligible project cost for projects in General Areas and @50% of eligible project cost for projects in Difficult Areas as well as for projects of SC/ST, FPOs and SHGs, subject to the maximum of ₹10 crore per project, of the cost of Plant & Machinery (P&M) and Technical Civil Works (TCW).

(b) No upward revision, for any reason whatsoever, in approved grants-in-aid will be considered.

In case of proposals requesting for dropping of any of the approved components, the proportionate grants-in-aid (35% or 50%, as the case may be) approved for that particular component(s) shall be deducted from the approved grants-in-aid. Dropping components that affect project eligibility will not be allowed in subsequent stages of project implementation.

(c) No grants-in-aid shall be payable on an expenditure towards eligible components of the project, of any nature whatsoever, made before the date of issuance of approval letter by the Ministry. The same shall be verifiable from bank statement/ invoices to be submitted at the time of request for release of various instalments of grants-in-aid.

(d) Grants-in-aid will be considered in respect of eligible project components only.

(e) Cost Norms issued by the Ministry or the Mission for Integrated Development of Horticulture (MIDH) under Department of Agriculture, and Farmers' Welfare of the Ministry of Agriculture & Famers' Welfare or the Department of Atomic Energy will be followed, wherever available.

(f) Grants-in-aid will be released subject to availability of funds.

12) <u>Dovetailing of Assistance</u>

Considering the complexities and challenges associated with agricultural infrastructure projects of this nature, PIA may dovetail assistance available under various other schemes of other Central/ State Governments, which would improve the viability of the project. While dovetailing such assistance, it will be ensured that there is no duplication of assistance for the same component/ activity of the project.

13) <u>Implementation schedule and extension in timelines:</u>

(a) Time for completion and operationalisation of projects will be 24 months from the date of issue of approval letter for projects in General Areas and 30 months for projects in Difficult Areas.

(b) Schedule for submission of claims for release of instalments (from the date of issue of approval letter) will be as under:

Sl.No.	Particulars	General Areas	Difficult Areas
1.	1st instalment	8 months	10 months
2.	2nd instalment	16 months	20 months
3.	3rd instalment	24 months	30 months

(c) Time schedule may be extended by Secretary of the Ministry beyond the period as indicated at clause-13(a) on account of events of force majeure. There shall be commensurate relief towards timelines without reduction in grants-in-aid if such an extension is granted.

Note: *force majeure for the purpose of this Guidelines means act of god including drought, fire and explosion, earthquake, landslide, flood, cyclone and such other events; any unlawful, unreasonable or discriminatory action on the part of an Indian Governmental Instrumentality which is directed against the project provided that a competent court of law declares the action to be unlawful, unreasonable and discriminatory and strikes the same down; war, invasion, armed conflict or act of foreign enemy, blockade, embargo, revolution, riot, insurrection, terrorist or military action; industry wide strikes and labour disturbances, having a nationwide impact in India; a pandemic; or an event declared as an event of force majeure by Government of India for whole of India or a State Government for whole of State where project is located.*

(d) Extension up to six months beyond the period as indicated in clause-13(a) on account of delay (except for reasons of force majeure) in completion of the projects may be granted by concerned Additional Secretary/ Joint Secretary of the Ministry while extension beyond six months may be granted by the Project Approval Committee.. Irrespective of any such extension in timelines for completion of the projects, reduction in grants-in-aid will be on basis of implementation schedule as per sub-clause-13(a) above.

(e) Extension in timeline may be granted for maximum period of six months at a time. Any extension under clauses (c) and (d) shall be in consultation with Financial Advisor of the Ministry.

14) Change in components and cost of project

(a) The following can be approved by the concerned Additional Secretary/ Joint Secretary:

- (i) Reduction (without change in equipment, civil work) in eligible project cost
- (ii) Reduction in project components
- (iii) Change in Bank
- (iv) Change in shareholding pattern/ Board of Directors
- (v) Change in location of the facilities other than main facility centre
- (vi) Change in means of finance

(b) Change in components or cost of the project, other than that at (a) above, shall require approval of the Project Approval Committee.

15) Release of grants-in-aid

(a) The grants-in-aid will be released in three (3) equal instalments.

(b) Claim for instalments may be clubbed subject to compliance with requirements of the highest claimed instalment.

(c) Before release of every instalment of grants-in-aid claimed by PIA, the Ministry will get the project visited and verified by PMA.

(d) Apart from visit by PMA, the Ministry may also depute its officials or consultants/ experts or any other person(s) to inspect the project before release of instalments.

(e) Advance up to 10% to vendors of eligible project cost of technical civil work and plant & machinery will be allowed at the time of release of all instalments except last instalment.

(f) All the transactions out of the grants-in-aid shall be uploaded on EAT (Expenditure, Advance, Transfer) module of PFMS (Public Financial Management System) and the same will be monitored by the Ministry.

(g) PIA needs to open three dedicated bank accounts with respect to (i) contribution by PIA, (ii) term loan from the bank and (iii) grants-in-aid from the Ministry for implementation of the project. Expenditure on the implementation of the project shall be from these accounts only.

(h) Every page of documents uploaded on the SAMPADA portal of the Ministry for claiming release of grants-in-aid shall be signed by PIA or authorized representative of PIA.

(i) Before release of the final instalment, it has to be prominently displayed on the front of the project/ vehicles stating that the "Project is assisted by the Ministry of Food Processing Industries, Government of India".

(j) Before release of final instalment of grants-in-aid, eligible grants-in-aid for the project will be recalculated based on the appraised/ actual cost, whichever is less, for the already approved items and grants-in-aid will be released accordingly.

16) <u>Requirement of documents before release of instalments</u>

First instalment (one-third of grants-in-aid) - PIA is required to submit the following documents for re-imbursement of 1st instalment of grant

(i) Details of the three bank accounts with respect to (i) contribution by PIA, (ii) term loan from the bank and (iii) grants-in-aid from the Ministry.

(ii) ECS mandate form in prescribed format (**Annexure-6**) for the bank account related to grants-in-aid.

(iii) Certificate from Chartered Accountant to the effect that the expenditure on eligible components of the project has been incurred after the date of issue of approval letter by the Ministry.

(iv) Certificate from Chartered Accountant in prescribed format (**Annexure-2)** confirming expenditure of one-third of the eligible project cost on the eligible project components of the project.

(v) Certificate from Chartered Engineer (Mechanical) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-7**) in respect of plant and machinery indicating item-wise progress on approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation. All P & M has to be new, duly embossed with its unique machine number and month /year of manufacture.

(vi) Certificate from Chartered Engineer (Civil) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-8**) in respect of civil work indicating item-wise progress on approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation. The certificate must also indicate that all civil construction of project is new in nature, including material used.

(vii) Geo-tagged photographs of the project from various angles and locations.

(viii) Final term loan sanction letter and status for release of term loan from the Bank.

(ix) Consent to Establish/ NOC from State Pollution Control Board/ Agency.

(x) Approved building plan, if applicable.

(xi) Self-attested English/ Hindi version of main facility land document in support of land title (ownership/ leasehold) in the name of PIA.

Note: *In case of leasehold land, the registered lease deed should not be less than 15 years.*

(xii) Change Land Use (CLU) from relevant State Authority/Agency.

(xiii) Notarised Surety Bond in prescribed format (**Annexure-9**) on non-judicial stamp paper of not less than ₹ 100/-.

Note:

(i) Original copy of Surety Bond shall be submitted to MOFPI.

(ii) Surety Bond is not required to be executed by the Central/ State Government Department's PIAs.

(xiv) Compliance of any other terms & conditions mentioned in the approval letter of the Ministry.

(xv) Undertaking of bank for release of Grants-in-aid **(Annexure-10)**.

A. Second instalment (one-third of grants-in-aid) - PIA is required to submit the following documents for re-imbursement of 2nd instalment of grant:

(i) PFMS generated Utilization Certificate for the grants-in-aid released as 1st instalment.

(ii) Certificate from Chartered Accountant to the effect that the expenditure on eligible components of the project has been incurred after the date of issue of approval letter.

(iii) Certificate from Chartered Accountant in prescribed format (**Annexure-2**) confirming expenditure of two-third of the eligible project cost on the eligible project components of the project.

(iv) Certificate from Chartered Engineer (Mechanical) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-7**) in respect of plant and machinery indicating item-wise progress on approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation. All P & M has to be new, duly embossed with its unique machine number and month /year of manufacture.

(v) Certificate from Chartered Engineer (Civil) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-8**) in respect of civil work indicating item-wise progress on approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation. The certificate must also indicate that all civil construction of project is new in nature, including material used.

(vi) Geo-tagged photographs of the project from various angles and locations.

(vii) Documents confirming that at least 50% of term loan has been released by the Bank.

(viii) Self-attested English/ Hindi version of 65% of other facilities of the approved project, land document in support of land title (ownership/ leasehold) in the name of PIA.

Note: *In case of leasehold land, duration of lease should not be less than 15 years.*

(ix) Compliance of any other terms & conditions mentioned in the approval letter of the Ministry.

B. Third instalment (one-third of grants-in-aid) will be released to the PIA as reimbursement after completion of the project (utilization certificate for 3rd instalment is not required), subject to fulfillment of following conditions:

(i) PFMS generated Utilization Certificate for the grants-in-aid released as 2nd instalment.

(ii) Certificate from Chartered Accountant to the effect that the expenditure on each of the components of the project has been incurred after the date of issue of approval letter.

(iii) Certificate from Chartered Accountant in prescribed format (**Annexure-2**) confirming expenditure of full amount of project cost.

(iv) Certificate from Chartered Engineer (Mechanical) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-7**) in respect of plant and machinery indicating item-wise approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation i.e. installed & commissioned. It should be mentioned in the certificate that all the approved P & M has been installed and commissioned and that the P & M are new, duly embossed with its unique machine number and month /year of manufacture.

(v) Certificate from Chartered Engineer (Civil) and counter-signed by PIA or authorized representative of PIA in prescribed format (**Annexure-8**) in respect of civil work indicating item-wise approved components, cost, quantity, manufacturers/ suppliers and comment on quality and status of implementation i.e. completed. The certificate must also indicate that all civil construction of project is new in nature, including material used.

(vi) Geo-tagged photographs of the project from various angles and locations.

(vii) Documents confirming that full term loan has been released by the Bank.

(viii) Copy of registration certificates of vehicles, if applicable.

(ix) Consent to operate from State Pollution Control Board/Agency.

(x) Copy of license (if applicable) issued under FSS Act, 2006.

(xi) Self-attested English/ Hindi version of 100% of other facilities of the approved project, land document in support of land title (ownership/ leasehold) in the name of PIA.

Note: *In case of leasehold land, duration of lease should not be less than 15 years.*

(xii) Compliance of any other terms & conditions mentioned in the approval letter of the Ministry.

(xiii) Proof of prominent display on front of the project/ vehicles stating that the "Project is assisted by the Ministry of Food Processing Industries, Government of India".

(xiv) As per FSSAI regulations (Clause 5), no person shall manufacture, import, sell, stock, exhibit for distribution or sale any article of food which has been subjected to the treatment of irradiation, except under a license obtained from Department of Atomic Energy under the Atomic Energy (Control of Irradiation of Food) Regulations, 1996. PIA is required to submit proof of licence.

17) Monitoring and evaluation

(a) The Ministry may take assistance of Programme Management Agency (PMA) in scrutiny, examination, monitoring and evaluation of proposals received against EOI and for conduct of site inspections of approved projects.

(b) The Ministry may also constitute a panel of consultants/ experts for undertaking inspection of projects sanctioned under the scheme.

(c) PMAs and/or consultants/ experts shall be selected in a transparent manner in accordance with prevailing norms of the Government.

(d) It is binding on the entity to allow inspection/ physical verification of the unit at any time by a representative of the Ministry or an authorized representative of the Ministry to find out the physical, financial and operational progress.

18) Non-implementation or delay in implementation of project and adjustment, reduction and recall of grants-in-aid

(a) PIA shall complete the project as per the stipulated timelines (24 months in General Areas and 30 months in Difficult Areas).

(b) In case of non-adherence to the stipulated timelines, the approved grants-in-aid shall be reduced as below (irrespective of any extension in timelines except for reasons of force majeure):

Delay	Reduction in grants-in-aid

Up to three months	Nil
More than 3 months and up to 4 months	1.0%
More than 4 months and up to 5 months	2.0%
More than 5 months and up to 6 months	3.0%
More than 6 months and up to 7 months	4.0%
More than 7 months and up to 8 months	5.0%
More than 8 months and up to 9 months	6.0%
More than 9 months and up to 10 months	7.0%
More than 10 months and up to 11 months	8.0%
More than 11 months and up to 12 months	9.0%
More than 12 months	10.0%

(c) The decision of the Ministry shall be final and binding on PIA on quantum and period of reduction in grants-in-aid.

(d) The Ministry shall have the right to close a project at any stage, after recording reasons thereof, with or without directions as to refund of grants-in-aid released.

(e) If at any point of time, it comes to the notice of the Ministry that grants-in-aid has been availed by manipulation/ concealment of information/ facts, such grants-in-aid released by the Ministry shall be refunded along with interest @10% per annum. Manipulation/ concealment of information/ facts may also attract other civil/ criminal liabilities in terms of prevailing laws.

(f) In the event of PIA withdrawing from executing the project, the grants-in-aid amount released to it (along with interest @10% per annum) by the Ministry will be returned by PIA to the Ministry within 30 days of communication for refund of such grants-in-aid. The Ministry will also encash the BG submitted by the PIA if the PIA withdraws from the project or fails to complete the project.

(g) In case of the failure on part of PIA to refund the grants-in-aid amount (or interest thereon) as directed by the Ministry, the due amount will be recovered as an arrear of land revenue as per the relevant laws in force.

19) <u>Miscellaneous Provisions</u>

(a) Interpretation of the Ministry as regards provisions of the Guidelines and/or approval letter issued by the Ministry shall be final and binding on PIA.

(b) The Ministry may seek any clarification or direct to submit any document/ information from the applicant or the Project Implementation Agency (PIA) at any stage of implementation of the project.

(c) The Ministry may inspect the premises of the project during implementation of the project. For this purpose, it may depute its officials, PMA or any other person(s) as deemed fit. Such inspection may be undertaken in-person or through virtual mode. PMA or its successor, if any, shall extend all support and cooperation in any such inspection.

(d) PIA will comply with requirements of cold chain infrastructure as per directions of Ministry of Environment, Forests & Climate Change, Government of India with respect to use of non-ODS (non-Ozone Depleting Substances) and low-GWP (Low Global Warming Potential) refrigerants-based energy efficient cooling systems.

(e) PIA will comply with the requirements of food irradiation facility as per directions of Department of Atomic Energy, FSSAI and any other agency(ies) of the Central Government/State Governments during implementation of the project and operation of the facility.

20) **Jurisdiction of court**

Any dispute, including selection of proposals or release of financial assistance, arising out of implementation of the Guidelines will be subject to courts/ tribunals having jurisdiction over Delhi.

****

Annexure-1

[Refer Para-9(b)]

Template of DPR

1. Name of the applicant/ company / firm with details of registration no. of company / firm along with names of the directors/promoters in the prescribed format:

S No.	Particulars	Details
i.	Name of Applicant	
ii.	Legal Status of Applicant (Govt. Institution / organisation, NGO, Co-operative/ Company/ partnership firm/ proprietorship, Farmer Producer Company, Self Help Group, etc.)	
iii.	Entity from MSME sector	
iv.	Registration No. of Applicant/CIN	
v.	PAN of Applicant	
vi.	Whether located in North East States, Himalayan States, Islands & ITDP Areas	
vii.	Whether lead promoter belong to SC/ ST/ Women	

2. Contact details of the Promoter(s)/Partner(s) including addresses, telephone, mobile, fax, e-mail, website, PAN etc.

S No.	Name of Promoter(s)/Partner(s)	Address	Telephone No.	Mobile No.	E-mail Id	PAN No.	Any other details
Please add additional rows, if needed.							

3. Experience of the lead Promoter(s)/Partner(s)/ Applicant Entity in Food Processing, Cold Chain (Pl. enclose documentary evidence regarding experience and turnover)

S No.	Name of lead Promoter(s)/Partner(s)/ Applicant Entity	Details of Experience	Details of Turnover (year-wise)	Supporting Document attached, if any (Yes/No)

4. Project Details:
   a. Components under the scheme as applicable to the project:

S No.	Components	Numbers Proposed
i.	Standalone food irradiation facility, if any	
ii.	Integrated food irradiation facility	

b. Type of Operating Model (Rental, Rental+ Captive, Captive Use etc.) ……………………

5. **Land Details.**

(i) **Proposed Locations of Land for all project facilities and status of their acquisition along with longitude & latitude coordinates**

Location of Land	Facility (Distribution Hub/ Farm Level Infrastructure)	Area (Sqm)	Status of possession (Owned/ leased**) (Document Submitted Yes/No)	In case of lease (Period of lease in years **) (Documents Submitted Yes/No)	Status of Land Use Conversion (CLU) (Document Submitted Yes/No)	Connectivity Details. Distance (in kms) from: a.National Highway b. State Highway c. Freight corridor d. Golden Quadrilateral e. Seaport f. Airport g. Market Place (Customer Point/ City/ Metro)	Distance from Catchment Area (kms) (Please furnish details of both primary & secondary catchment area (as applicable)	Coordinate Details (Longitude & Latitude)	Ref Pg no. in DPR*
Land1	Distribution hub								
Land2	Farm Level Infrastructure (FLI) [Land parcel for this facility must be identified and details must be indicated here]						FLI should be in the catchment area.		
Please add additional rows in case of multiple locations									

*DPR should have a detailed chapter on proposed land, raw material production and supply statics for the catchment area.

** In case of leased land, period of lease should be not less than 15 years.

6. **Proposed facilities**

S. No.	**Type of facilities proposed to be created**	**No. of Units**	**Total Capacity [MT, Ltrs, MT/Hr., where ever applicable]**	**Location**		**No. of Days of operation of each facility in a year**
				Distribution Hub	**FLI**	
i.	Food irradiation Facility					
ii.	CA Store					
iii.	Normal cold store					
iv.	Ambient store					
v.	Frozen store					
vi.	Pre-cooling Chambers					
vii.	Sorting, Grading, Waxing, Weighing, Packing facility [Modify as per actual]					
viii.	Ripening Chambers					
ix.	Refrigerated Vehicles/ Reefer vans					

x.	Mobile Pre-coolers				
xi.	Insulated Distribution Vehicle				
xii.	Refrigerated Container				
xiii.	Refrigerated Cabinets				
	Add other components not listed above				

7. Mass flow / Supply Chain diagram

The mass flow diagram must encompass

Raw material Procurement Quantum

Diversion of the procured raw material to the storage or the processing units proposed in the project

Recovery of the processed product is also to be quantified

8. The Throughput Cycle

In case of multiple flow components such as Cold Storage, Bulk Frozen Chamber, Controlled Atmosphere, Precooling Chamber etc.,) Throughput Cycle= Total Raw Material Input to the installed Component/ Proposed Installed Capacity.

9. Proposed Project Financials

a. Estimated Project cost details

Item	Amount (₹ in lakh)
Site Development	
Technical Civil Work (TCW)*	
Other Civil Works	
Plant & Machinery (P&M)**	
Common Utilities like Water/ETP/ STP, etc.***	
Pre-operative Expenses	
Interest During Construction	
Margin Money for Working Capital	
Contingencies	
Add other items not listed above	
Total Project Cost	

*** Component wise cost breakup of all technical and other civil work should be provided in the Chartered Engineer (Civil) certificate in the prescribed format as enclosed as Annexure-8 indicating component wise costing.**

**** The component wise cost breakup of P&M should be provided in the Chartered Engineer (Mechanical) certificate in the prescribed format as enclosed as Annexure-7**

*****The cost of common utilities may be provided in Chartered Engineer (Civil) and Chartered Engineer (Mechanical) certificate where ever applicable.**

b. **Means of finance***

Item	Amount (₹ in lakh)
Promoter's Equity	
Term loan	
Eligible grant (the applicant may utilise the Grant Calculator Widget on the portal of MoFPI to calculate the eligible grant)	
Unsecured loan	
Total	

*** to be certified by CA as per proforma at Annexure-2**

c. **Basic Revenue Projections**

Item	Year 1	Year 2	Year 3	Year 4	Year 5
Turnover					
Cost of Operations					
Gross Profit					
Earnings Before Interest, Tax, Depreciation and Amortization (EBITDA)					
Profit before taxation					
Profit after taxation					

d. **Financial Parameters** (as per Bank Appraisal Note)

S No.	Particulars	Details (Ratio/%)	Ref Page No. in DPR*
i.	Internal Rate of Return (IRR) [(a) With and (b) without grant]		
ii.	Avg. Debt Service Coverage Ratio (DSCR)		
iii.	Break Even Point (BEP)		
iv.	Debt-Equity Ratio		

***To be provided for section under the bank appraisal note highlighting the aforementioned detail.**

10. Availability of Raw Material in the Catchment Area - provide details such as Adequate Volume, Wider Mix of Raw Materials, Days of Operation in a Year along with supporting data.

11. Details of the catchment area of the project.

S.No.	Location of the Catchment (Primary/secondary)	Name Village/Dist./APMC	Commodities to be sourced	Quantities to be sourced [MT/ (per annum)	Ref. Pg. no. in DPR*

*DPR should comprise of detailed chapter on proposed catchment (production and supply statistics).

12. Employment Generation projections
    a. Direct Employment: …………………
    b. Contractual Employment with no. of days: ……………..
    c. Indirect Employment (specify): ………………
13. Plan for tie-up with existing FPOs or Formation of New FPOs/ FPC/ Farmer Cooperatives in the Catchment Region (Proof of any MoU/ Letter of Intent for FPOs to integrate with the project)
14. Tie up for forward linkage with consumers/ importers/ retailer/ Distributors (Proof in the form of written correspondences/ MoU etc.,)

15. Plan to install a software or IT based system to capture the real time data, capacity utilization of the components proposed to be installed under the scheme
16. Details of renewable/ alternate energy sources including solar energy, if any, proposed to be used for operating the project including inter alia, details of power generation.

17. Details of adoption of modern technology for reducing the carbon footprints and increasing operational efficiency: -

Sl. No.	**Name of technology/ item**	**Basic cost (excluding taxes etc.)**	**How the technology will help in reducing carbon footprint and/or increase in operational efficiency**

18. List of Manufacturers/ Suppliers of P&M (enclose quotations)

Date: ___________________ **Signature of the Applicant/Lead Promoter**
Place: ___________________

Annexure-2

Chartered Accountant Certificate

(Letter Head of the Chartered Accountant along with membership/ registration number)

Date:

The certification is based on the verification of books of accounts, bills, invoices, work orders, bank statements, etc. related to the _______ (name of the project).

i. Project Cost: (₹ in lakh)

Sl. No.	Name of the Component/Item	Cost approved by the Ministry	Actual expenditure incurred as on ------		
			Basic	Taxes etc.	Total
1.	Land/development charges				
2.	Civil works — Technical civil works — Other civil works				
3.	Plant & Machinery				
4.	Misc. Fixed Assets				
5.	Others				
	TOTAL				

ii. Means of Finance: (₹ in lakh)

Sl. No.	Item	Means of finance approved by the Ministry	Actual expenditure incurred as on ------
1	Promoter's Equity		
2	Term Loan		
3	Grant from MFPI		
4	Unsecured loan*		
5	Others		

*Details of unsecured loans along with PAN No. of lenders, if any, duly certified by CA.

*Details of advance payment should be provided separately in **Addendum**

Signature and Seal of CA (Statutory Auditor in case of company)

Counter signature of authorized signatory of PIA

Addendum to CA certificate certifying details of payments made for Plant & Machinery and Civil Work

Sl. No.	Name of Party	Components	Voucher /Bill no.	Date of Voucher/Bill	Basic Cost	Taxes, freight, installations, insurance costs	Total Cost	Date of Payment as per bank statement	Mode of Payment	Amount paid as per bank statement

Annexure-3

[Refer Para 10 (d)]

S. No.	Criteria for Evaluation of Food irradiation Proposals	Max Marks	Requirement
1	**Suitability of Location, Project Site and Status of Possession of Land**	**20**	**Supporting documents/Certificate by appropriate Government Authority**
	i. Suitability of project location(s) for proposed operations and their connectivity through road, railways etc. If land is in close proximity to state/national highway/freight corridors/golden quadrilateral/ sea port marks may be awarded, as follows: Within 5 Kms: 10 marks, more than 5 upto 10 Kms: 7 marks **a.** Above 10 Kms : 5 marks	10	Latitude/longitude of the proposed food irradiation unit as per DPR/Bank Appraisal Note
	ii. Status of project land **a.** Main facility land in possession of the Applicant with approval for industrial use: 10 marks **b.** Main facility land in possession of the Applicant without approval for industrial use: 5 marks	10	Registered deed and CLU order.
2	**Economic Viability of the proposal**	**20**	**DPR and Bank Appraisal Report**
	Economic Viability of Project Based on Bank Appraisal (Key financial parameters viz. IRR, DSCR, RoI) (The average of score for IRR and DSCR would be considered. IRR and DSCR will be taken from bank appraisal note. In case, IRR and/ or DSCR are not given in the bank appraisal note then the same will be taken from the DPR.) **Max marks shall be given for IRR# [without grant] = 10 marks** **a.** **10** marks shall be given if IRR >20% **b.** **6** marks shall be given if IRR is between 15%-20% **c.** **3** marks shall be given if IRR is between 10%-15% **d.** Nil marks shall be given if IRR is less than 10% **Max marks shall be given for DSCR = 10 marks** **a.** **10** marks shall be given if DSCR > 2.5 **b.** **6** marks shall be given if DSCR is between 2.0 and 2.5 **c.** **3** marks shall be given if DSCR is between 1.5 and 2.0 **d.** Nil marks shall be given if DSCR <1.5) **Note: 10 marks will be given to Entities under Central Government/ State/UTs Governments not claiming bank loan.**		
3	Project proposed to be set up in the Districts having no food irradiation facility. (Refer **Annexure-11** having details of the Districts with food irradiation facilities) 5 Marks	**5**	**As per DPR/Bank Appraisal Note**

4	Projects availing benefits of renewable/ alternate energy technologies (solar, bio-mass, wind etc.) for the project. Note: Minimum Rs.35 lakhs are required to be incurred for eligible components under the scheme	**5**	**As per DPR/Bank Appraisal Note**
5	**Entity from MSME sector**	**5**	**As per DPR/Bank Appraisal Note and other valid documents**
6	**Proposed investment in food irradiation facility**	**20**	**As per DPR/Bank Appraisal Note**
	a. Proposals for setting up food irradiation unit integrated with cold storage.	20	
	b. Proposals for setting up Standalone food irradiation unit.	10	
7	Proposals with investment in reefer transport with capacity of 20 MT and above: 10 Marks Proposals with investment in reefer transport with capacity less than 20 MT: 5 Marks	**10**	**As per DPR/Bank Appraisal Note**
	Sub – Total	**85**	
8	**ELIGIBILITY OF THE APPLICANT** **For the general area - Minimum 60% of the sub-total** **For SC/ST - Minimum 45% of the sub-total**		
	Technical Presentation by the eligible promoters before the Project Approval Committee (PAC)	**15**	
	Total	**100**	

Annexure-4

[ACCEPTANCE LETTER]

(To be submitted on the letter Head of PIA)

To
The Under Secretary (Name of scheme)
Ministry of Food Processing Industries
Panchsheel Bhawan, August Kranti Marg
New Delhi 110049

Subject : Proposal of M/s ____________________for grant-in-aid for ------------------ (name of project) under the --------------------- (name of scheme) at ____________________________ (address of main location) -reg.

Sir,

With reference to the approval letter No. _______________________dated _____________of the Ministry of Food Processing Industries, Government of India on the captioned subject I, _____________________(PIA or authorized signatory of PIA ________________________) have carefully gone through the provisions of Scheme Guidelines and undertake to abide by the same.

2. I hereby also confirm that all terms and conditions mentioned in the aforesaid approval letter are unconditionally acceptable to the PIA ----------- (name of PIA). Duly signed "approval letter" is enclosed herewith.

(Name & Signature)
(Authorized signatory of PIA)

Annexure-5

AFFIDAVIT

I…………………………………. (Name of the PIA or authorized representative of PIA), son/ daughter of Mr……………………………..(father's name), resident of ……………………………………………..(residential address) declare/ undertake as under:

1. That I am authorized representative of ………………………………………………. (name of PIA) having its Registered Office at ……………………………….. (office address of PIA).
2. I hereby confirm that I am duly authorized in my own right/ by management vide its Board Resolution no. ……………………………………dated…………………..to apply and sign this undertaking on behalf of ………………………………. (name of PIA); and am fully aware of the facts relating to the setting up of food processing unit at ………………………… (location of the project) for……………………………(activities to be undertaken by project).
3. I confirm that the term and conditions of the ------ (name of the scheme) scheme of the MoFPI under which an application is made by ------ (name of PIA) have been properly read and understood by ------- (name of PIA) and I affirm that the proposal complies with all the terms and conditions of the approval letter and provisions enshrined in the scheme guidelines.
4. The proposed activities to be undertaken under the proposal are covered under the above-mentioned scheme of MoFPI and no part of the scheme/ infrastructure of the project is designed or assigned to be used for any activity other than the activities specified in the application at present or in the near future.
5. It is certified that ____________ (name of PIA) has not obtained or applied for grants for the same project, component, purpose or activity from any other Ministry or Department of the Government of India or State Government or their agencies.
6. It is to certify that _______________ (name of PIA) has not incurred any expenditure on the project before the date of issue of approval letter by MOFPI.
7. It is to certify that disbursement of term loan sanctioned by bank for the project and its utilisation will be taken up only after the date of issue of approval letter by the Ministry.
8. In case of concealment of any facts in this regard, the MoFPI would have right to reject my application at any stage and recall grants-in-aid released, if any.
9. ------ (name of PIA) will meet, from its own resources, any shortfall due to less admissibility of grants-in-aid or any future reduction in grants-in-aid or any escalation in cost of the project.
10. I shall not dispose-off or encumber or utilize the assets created wholly or substantially out of grants-in-aid for purpose other than those for which they have been sanctioned, without obtaining the prior approval of MOFPI.
11. Before completion of the project, any change in ownership of the project, name of the entity, promoters of the entity, loan sanctioning Bank will be brought to notice of MOFPI at the earliest.
12. In case of non-implementation/ delayed implementation of the project, MOFPI will have absolute right in cancelling the approval granted and also recall the grants-in-aid released, if any, along with interest as per the scheme guidelines.
13. All the information furnished in the application and Detailed Project Report with respect to the eligibility conditions are true and correct to the best of my knowledge and belief and nothing material has been concealed therefrom.

Date: __________________ **Signature of the Authorised signatory**

Place: __________________

Annexure-6

Mandate Form

ELECTRONIC CLEARING SERVICE (CREDIT CLEARING)/ REAL TIME GROSS SETTLEMENT (RTGS) FACILITY FOR RECEIVING PAYMENTS

DETAILS OF ACCOUNT HOLDER:

NAME OF ACCOUNT HOLDER	
COMPLETE CONTACT ADDRESS	
TELEPHONE NUMBER/FAX/EMAIL	

BANK ACCOUNT DETAILS: -

BANK NAME	
BRANCH NAME WITH COMPLETE ADDRESS TELEPHONE NUMBER AND EMAIL	
BRANCH'S IFSC CODE	
BANK ACCOUNT	Grant-in-Aid
COMPLETE BANK ACCOUNT NUMBER (LATEST)	
MICR CODE OF BANK	

DATE OF EFFECT: -

I hereby declare that the particulars given above are correct and complete. If the transaction is delayed or not effected at all for reasons of incomplete or incorrect information I would not hold the Ministry of Food Processing Industries responsible.

Date: **Signature of Customer**

Certified that the particulars furnished above are correct as per our records.

(Signature and Seal of Bank)

<u>Annexure-7</u>

Chartered Engineer(Mechanical) Certificate for Plant & Machinery

(Letter Head of the Chartered Engineer along with membership/ registration number)

Date:

Name of Project:

Location with address:

I, ___ (name of CE), visited the site on ______ (Date of site Visit) and verified the cost of various plant & machinery available at the project site and invoices for respective components as well. Based on this I certify that the plant & machinery brought to the site are new and are in line with prevailing cost in the industry.

Project Progress: (If project has multiple locations, the location wise details should be submitted in below format for each location)

The total expenditure incurred on the project towards plant & machinery is economical and its summary is enclosed hereby.

Sl. No.	**Name of Component**	**Proposed/ appraised Quantity**	**Proposed/ appraised Cost (₹ in lakh)**	**Actual Quantity**	**Actual Cost (₹ in lakh)**		**Supplier/ Manufacturer**	**Status of implementation**	**Comments on quality, specifications, etc.**
					Basic Cost	**Taxes, Freight, installation, insurance**			
	Component -1							Such as: • Ordered • Received at site • Installation in progress • Installed • Commissioned	
	Component -2								
	TOTAL								

It is also certified that all installed plant & machinery and equipment are new, duly embossed with its unique machine number and month/year of manufacture.

Signature and Seal of Chartered Engineer

Counter signature of authorized signatory of PIA with Seal

Annexure-8

Chartered Engineer (Civil) Certificate for Technical Civil Work

(Letter Head of the Chartered Engineer along with registration/ membership number)

Date:

Name of Project:

Location with address:

I, ___ (name of CE), visited the site on ______ (Date of site Visit) and verified the actual area and volume of work. Based on actual progress on the site and invoices for respective components, I certify that the civil work cost of the project components is in line with the prevailing unit rates of the civil cost depending on various specifications and requirements.

Project Progress: (If project has multiple locations, the location wise details should be submitted in below format for each location)

The total expenditure incurred on the project towards civil work is economical and its summary is enclosed hereby.

Sl. No.	**Name of Component**	**Proposed/ appraised Area (sqm)**	**Proposed/ appraised Cost (₹ in lakh)**	**Actual Area(sqm)**	**Actual Cost (₹ in lakh)**		**Rate/ Unit (₹/Sqm)**	**Remarks about the status of implementation**	**Comments on quality, construction standards, market rates**
					Basic Cost	**Taxes, Freight, installation, insurance**			
	Total								

It is certified that that all civil construction of project is new in nature, including material used.

Signature and Seal of Chartered Engineer

Counter signature of authorized signatory of PIA with Seal

Annexure-9

SURETY BOND

KNOW ALL MEN BY THESE PRESENTS that we, M/s ___________ , a _________(Type of organization)incorporated / registered under the _____________________(Name of the Act) and having its registered office at____________________(hereinafter called the "Obligers") are held fully and firmly bound to the President of India (hereinafter called the "Government") for the sum of ₹ _______(Rupees ______________only) well and truly to be paid to the Government on demand and without a demur for which payment we firmly bind ourselves and our successors and assignees by these presents.

SIGNED on the __________day of ____________in the year Two Thousand __________

WHEREAS on the Obligers' request, the Government as per Ministry of Food Processing Industries' Sanction Order No._______________ Dated _________(hereinafter referred to as the "Letter of Sanction") which forms an integral part of these presents, and copy whereof is annexed hereto and marked as Annexure-I, agreed to make in favour of the Obligers grants-in-aids of ₹ ______________(Rupees __________ Only) for the purpose of _____________, (description of the project) at___________________, out of which the sum of ₹ ___________________(Rupees __________________only) have been paid to the Obligers (the receipt of which the obligers do hereby admit and acknowledge) on condition of the Obligers executing a bond in the terms and manner contained hereinafter which the obligers have agreed to do.

NOW the conditions of the above written obligation is such that if the Obligers duly fulfill and comply with all the conditions mentioned in the letter of sanction, the above written Bond or obligation shall be void and of no effect. But otherwise, it shall remain in full force and virtue. The Obligers will abide by the terms and conditions of the grants-in-aid by the target dates, if any specified therein.

THAT the Obligers shall not divert the grants-in-aid and entrust execution of the Scheme or work concerned to another institution(s) or organization(s).

THAT the Obligers shall abide by any other conditions specified in this agreement and in the event of their failing to comply with the conditions or committing breach of the bond, the Obligers individually and jointly will be liable to refund to the President of India, the entire amount of the grants-in-aid with interest of 10% per annum thereon, if a part of the grants-in-aid in left unspent after the expiry of the period within which it is required to be spent, interest @10% per annum shall be charged up to the date of its refund to the Government, unless it is agreed to be carried over.

The obligers agree and undertake to surrender / pay the Government the monetary value of all such pecuniary or other benefits which it may receive or derive/ have received or derived through / upon unauthorized use of (such as letting out the premises on adequate or less than adequate consideration or use of the premises for any purpose other than that for which the grants-in-aid was intended of the property) buildings created/ acquired constructed largely from out of the grants-in-aid sanctioned by the Government of India, Ministry of Food Processing Industries or the administrative Head of the Department concerned. As regards the monetary value aforementioned to be surrendered / paid to the Government, the decision of the Government will be final and binding on the Obligers.

AND THESE PRESENTS ALSO WITNESS THAT the decision of the Secretary to the Government of India in the Ministry of Food Processing Industries on the question whether there has been breach or violation of any of the terms or conditions mentioned in the sanction letter shall be final and binding upon the Obligers and

IN WITNESS WHEREOF these presents have been executed as under on behalf of the Obligers the day herein above written in pursuance of the Resolution No.______________ Dated __________ passed by the governing body of the Obligers, a copy of whereof is annexed hereto as Annexure-II and by _____________ for and on behalf of the president on the date appearing below:-

Signature of AUTHORIZED SIGNATORY

SIGNED FOR AND ON BEHALF OF

(Name of the obliger in block letters)

(seal/ stamp) of Organization)

1. Signature of witness

Name & Address

2. Signature of witness

Name & Address

TO BE FILLED UP BY

THE MINISTRY OF FOOD PROCESSING INDUSTRIES (ACCEPTED)

For and on behalf of the President of India

Name: _____________

Designation: __________________

Dated: ________________

Notary Seal & Signature

<u>Annexure-10</u>

(Recommendation of Bank for release of $1^{st}/2^{nd}/3^{rd}$ instalment of Grants-in-aid)

To

The Under Secretary,
Ministry of Food Processing Industries,
Panchsheel Bhawan,
August Kranti Marg,
New Delhi-110049.

Subject : Recommendation for release of 1^{st} /2^{nd} /3^{rd} Installment of financial assistance in respect of project of M/s. ………………… (Name & Address of project) –reg.

Sir,

With reference to Ministry's approval letter NO……….. dated…………., it is hereby recommended that Ministry may consider release of $1^{st}/2^{nd}/3^{rd}$ instalment i.e. 50% of approved grant amount in respect of project of M/s. ……… (address of project location) Village …………. District ……….. State………………. Till now our bank has released …….% of term loan to this project. Following is certified for consideration of release of grant:-

It is certified that :-

i. The promoter has utilized ….% of promoter's contribution and ….% of term loan of the approved project cost on the implementation of the project.
ii. The term loan in the project is not sanctioned for one or few components but for the entire project as appraised.
iii. Activity and component considered in the project for loan are new. No old plant & machinery or component is recommended for consideration of grant.
iv. The grant so released by the Ministry to the bank shall be credited in dedicated Account Number. ………………….
v. In the event of bank recovering its loan liabilities from the promoter in case of default and/or contravention of the scheme guidelines by the promoter, the Banks shall refund to the Government the grant amount in proportion to its own dues as finally recovered from the defaulter.

(Signature of the Bank Officer with Seal)
Name:
Name of the Bank:
Address:
Phone/Fax/Mobile No.
Email:
Place:
Date.

Annexure-11

List of Food irradiations Projects

Sl. No	Name of the Plant	State	District/location
1	Shriram Applied Radiation Centre, Delhi	Delhi	North Delhi
2	M/S Organic Green Foods Ltd., Dankuni, Kolkata, West Bengal	West Bengal	Kolkata
3	M/S A.V. Processors Pvt. Ltd., Ambernath (E), Thane, Maharashtra	Maharashtra	Thane
4	M/S Universal Medicap Ltd., Vadodara, Gujarat	Gujarat	Vadodara
5	M/S. Microtrol, Bangalore, Karnataka	Karnataka	Bangalore
6	M/S Agrosurg Irradiators, Vasai, Thane, Maharashtra	Maharashtra	Thane
7	M/S Gamma Agro Medical Processing, Hyderabad, Telangana	Telangana	Medak
8	M/S Jhunsons Chemicals Pvt Ltd., Bhiwadi, Rajasthan	Rajasthan	Alwar
9	M/S Innova Agri Bio Park Ltd., Malur, Dist. Kolar, Karnataka	Karnataka	Kolar
10	M/S Hindustan Agro Co-Operative Ltd., Rahuri, Ahmednagar, Maharashtra	Maharashtra	Ahmednagar
11	M/S Nipro India Corporation Pvt Ltd, Khandala, Satara, Maharashtra	Maharashtra	Satara
12	M/S Impartial Agro Tech (P) Ltd., Unnao, Lucknow, Uttar Pradesh	Uttar Pradesh	Unnao
13	M/S Gujarat Agro Industries Corpn. Ltd, Bavla, Ahmedabad, Gujarat	Gujarat	Ahmedabad
14	M/S Maharashtra State Agricultural Marketing Board(MSAMB), Vashi, Navi Mumbai, Maharashtra	Maharashtra	Thane
15	M/S Aligned Industries, Dharuhera, Haryana (CC)	Haryana	Rewari
16	M/s Electro Magnetic Industries, Plot No. 1, Por GIDC, Por-Ramangamdi Road, At-Por, Taluka & Distt. Vadodara	Gujarat	Vadodara
17	M/s Pinnacle Therapeutics Pvt Ltd, 24, Abhishek Colony, Race Course Road, Vadodara - 390007	Gujarat	Vadodara

18	M/s Avantee Mega Food Park Pvt.Ltd, Indore, Madhya Pradesh	Madhya Pradesh	Indore
19	M/s Jamnadas Industries, Daulat Ganj Bazar, Dahod, Gujrat-389151 (Plant at Indore M.P.)	Madhya Pradesh	Indore
20	M/s Andhra Pradesh Medtech Zone Ltd., Hill No. 2, IT Park, VSEZ, Vishakhapatnam-530045	Andhra Pradesh	Vishakhapatnam
21	M/s Microtrol Sterilisation Services Pvt. Ltd., Bawal, Haryana	Haryana	Bawal
22	M/s Himedia Labs Pvt. Ltd. 23,Vadhani Industrial Estate, LBS Marg, Mumbai-400 086	Maharashtra	Mumbai
23	M/s Ahmedabad Municipal Corporation, Ahmedabad, Gujrat	Gujarat	Ahmadabad
24	M/s Akshar Gamma Sterile LLP, Plot No. N 43, Anand Nagar MIDC, Addl. Ambernath Ind. Area, Ambernath (E), Maharashtra-421506	Maharashtra	Thane
25	M/s Solas Industries 1991, Avlon Tower, Mahagun Modern, Sector-78, Noida, U.P.-210301	Uttar Pradesh	Mathura
26	M/s AV Gamma Tech LLP, 404, Tardeo AC Market Building, Tardeo Road, Tardeo, Mumbai-400034	Maharashtra	Mumbai
27	M/s Indore Municipal Corporation, Indore, Madhya Pradesh	Madhya Pradesh	Indore
28	M/S Gamma Tech (India) Pvt. Ltd., Tirunelveli, Tamilnadu	Tamil Nadu	Tuticorin
29	M/s Ansell Sterile Solutions Pvt. Ltd., Erode, Tamil Nadu	Tamil Nadu	Vellore
30	Deptt. of Agricultural Marketing and Agri Business (DAMAB), Krishnagiri, Tamil Nadu	Tamil Nadu	Krishnagiri
31	M/s Lion Foods Pvt. Ltd., Gir, Gujarat	Gujarat	Gir Somnath
32	Isomed, Trombay, Mumbai, Maharashtra	Maharashtra	Mumbai
33	Radiation Processing Plant, Vashi, Navi Mumbai, Maharashtra	Maharashtra	Thane
34	KRUSHAK, Lasalgaon, Nasik, Maharashtra	Maharashtra	Nasik

Appendix-1

CALCULATION OF NET-WORTH

(I) **In respect of companies (Private/ Public Limited) registered under Companies Act, 1956 or Companies Act, 2013:**

a. The net worth will be ascertained based on the paid-up share capital of the company and reserves created out of profits.

b. Revaluation reserves only in respect of land & building may be considered for ascertaining the net worth, which will be based on circle rates duly supported by circle rate notification and land ownership documents. Such revaluation reserves shall also be reflected in forward going balance sheet of the company.

c. Share application money would be considered towards calculation of net worth provided the same has been converted into Paid up Capital within stipulated time as per Companies Act but, in any case, it should be converted into paid up capital before submission of the proposal to the Ministry.

d. A latest provisional balance sheet duly certified by the Statutory Auditor of the Company needs to be submitted for ascertaining the net worth.

e. Where a significant portion of its net worth stands invested in equity shares of unlisted companies or is shown as loans & advances to various parties with nil or negligible income/ revenue, then following additional documents would be required to be submitted by the applicant to ascertain the net worth:

(i) Details of Investments made in unlisted companies by the applicant company,

(ii) Audited Financial Statements (AFS) for the previous year or latest provisional Balance Sheet of the companies wherein the investment has been made,

(iii) Details of loans & advances along with reasons/justification for the same,

(iv) In case it is observed that the equity contribution made by the promoter company has been utilised by the investee company in creating tangible assets/ Capital work in progress in projects which are under execution then such investments in shares would be considered at face value.

(v) However, in case it is observed that the investment by the promoter company is further being reinvested by the investee company in equity shares of unlisted companies or given away as long term/short term advance to individuals/ related party/ other companies and the investor company has nil/ negligible income/ revenue, then no additional clarification shall be asked for and the net worth of such promoter company shall be considered after deducting such investments/loans & advances.

f. In case of newly formed companies, net-worth of individual promoter(s)/ director(s)/ shareholders(s) will be considered to assess the combined net-worth.

(II) **Entities other than companies (viz. Proprietorship/ Partnership firms/ NGOs/ Cooperatives/ SHGs/ LLPs/FPOs)**

The net worth will be ascertained on the basis of latest balance sheet of individual proprietor/partner(s) i.e. assets minus all liabilities, duly certified by the Chartered Accountant (CA). Assets include cash, current value of investments, stocks, debtors, land and building (supported by valuation report at circle rate, circle rate notification and land ownership documents), Plant & Machinery, Bonds, cash value of life insurance, current total balance of savings, current or fixed deposit accounts. The following methodology shall be adopted for determining the net worth:

(a) Net-worth would be sum of the net-worth of the Individual partners and the partnership firm (avoiding duplication of the investment in the partner's capital account of the firm) & the investments of each individual partner towards the partnership firm.

(b) If the applicant is ongoing partnership/ proprietorship firm and the applicant has submitted audited balance sheet of such partnership/ proprietorship firm, net worth based on the audited balance sheet will be taken into consideration. However, if the net worth as per balance sheet is insufficient, then the CA certified statement of Assets and Liabilities of the individual Partners/

Proprietors will be taken into consideration provided assets are supported by relevant documents as per the guidelines.

(c) However, since in a partnership/ proprietorship firm, liability of partners/ proprietors is unlimited, therefore the applicant should submit CA certified “Nil Liability Statement” or Statement of “Assets and Liabilities” of the individual partners/ proprietors and the net liabilities based on these statements will be deducted while ascertaining the net worth.

(III) The aforesaid net worth components need to be supported by relevant documents.

(IV) Shares of unlisted companies will be considered at face value for net worth and shares of listed companies will be considered based on the average market price of the share for a period of 6 months prior to date of submission of proposal.

(V) Assets such as car, jewellery, antiques, gold etc. would not be considered for net worth.

(VI) Loans and advances given to group companies/ related concerns/ individuals will also not be considered towards computation of net worth.

(VII) In the case of proposed shareholders, if there is cross holding of the net-worth amongst the Members (e.g. both a company as well as the shareholders that company are the proposed shareholders), the net-worth of the company would be considered in full, however, net-worth of the individual would be considered only to the tune after discounting its shareholding in the company which is a proposed shareholder.

(VIII) The applicant(s) will have to give a self-certification regarding the details of the encumbrance of the property submitted by them towards the net worth.

Note- In case of newly formed companies for the purpose of setting up food irradiation projects, the net worth of the share-holders of the company would be considered in the same manner as in case of partnership firms. However, if, one of the constituent of the newly formed company is a corporate entity the net worth of the corporate entity will be assessed as per para-II above.

Note- A company will be treated as newly formed, if it has been formed with the objective of food irradiation business and has not commenced commercial operations as on the date of submission of application to the Ministry, which should be supported by appraisal note from the Bank/Financial Institution and in such cases Balance Sheet/Financial Statement along with Memorandum of Association filed with the RoC for each year since incorporation will be required in support of proof of non-commencement of commercial operations.

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