

National Bank for Agriculture and Rural Development (NABARD)

Introduction

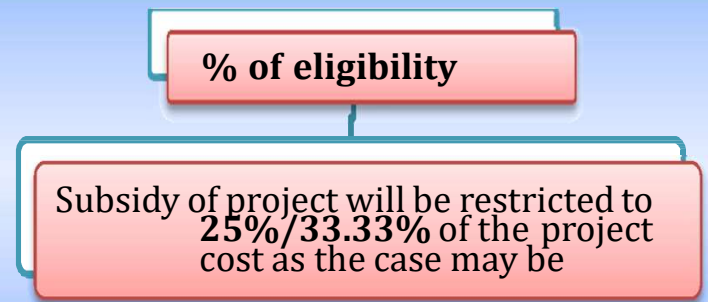
- ❑ Agriculture is one of the most critical sectors of the Indian economy that not only drives the growth and development of agriculture and allied sectors directly but also affects the well-being of rural people at large, their prosperity and employment and also forms an important resource base for a number of agro-based industries and agro-services.
- ❑ To double farmers' income by 2022, it entails an urgent need for putting in place better farmer-market linkages through developing and upgrading Gramin Haats as Gramin Agricultural Markets (GrAMs) and declaring warehouses/cold storages as market sub-yards .

Eligibility Criteria

1) Every organization is eligible

2) Eligible Project:

Each Project providing direct service to farmers in post harvest management or marketing of their produce. Only primary processing to the farm produce is covered under the scheme. Primary processing means which only adds value to the farm produce but **does not alter the form**



The indicative list of eligible and ineligible processing activities

	Eligible Activities	Ineligible Activities	
	Primary processing	Secondary processing	Tertiary processing
Fruits & Vegetables	Cleaning, Sorting, Grading, Cutting etc.	Slices, pulps, Soup, flakes, powder, paste, preserved & Flavored	Ketchups, jam juices, pickles, preserves, candies, chips, etc.
Grains & Seeds	Cleaning, Sorting, Grading, and Splitting of pulses.	Flour, Broken, Rice, Puff, Malt & Milling / Flour milling / Dal milling	Biscuits, noodles, flakes, cakes, Namkeen
Oilseeds and coconut	Cleaning, Sorting, Grading and direct Crushing of indigenous oilseeds and coconut to obtain raw vegetable edible oil (without refining) as specified in FSSAI Act and Regulations thereof.	Oil Cakes	Refined edible oils.

	Eligible Activities	Ineligible Activities	
	Primary processing	Secondary processing	Tertiary processing
Beverages	Sorting, bleaching & Grading	Leaf, Dust & Powder	Tea bags, flavoured, coffee, soft drinks, alcoholic beverages.
Milk	Grading, Refrigerating	Cottage cheese, Cream, Simmered & Dried Milk	Processed milk spreadable fats (butter and cheese), Ghee, Yoghurt.
Meat & Poultry	Sorting & Refrigerating	Cut, Fried, Frozen & Chilled	Ready to eat meals.
Marine products	Chilling & Freezing	Cut, Fried, Frozen, Chilled	Ready to eat meals.

Core Conditions

- ✓ Project must be appraised by eligible financial institutions
- ✓ **Storage infrastructure projects should be outside the limits of Municipal corporation areas except in cases where these are situated within Food parks, Market Yards / APMCs, Industrial areas established or approved by State or Central agencies etc**
- ✓ Minimum **50% of Project Cost should be raised as term loan** (including subsidy) from eligible financial institutions
- ✓ Minimum **promoter contribution should be 20%** of the project cost.
- ✓ Repayment schedule of **Term Loan should not be less than 5 years**
- ✓ Project should be **complete within 18 Months from the date of first disbursement of Term Loan**. If project **completion delayed extended of 6 months with reduction in rate of subsidy @0.5%** for delay of each month or Part thereof.
- ✓ It will be the responsibility of the promoter to have the insurance for the property.
- ✓ **Cost of land not exceeding 10%** (Market value or purchase price whichever is lower) of the **project cost** can form part of the owner's contribution.
- ✓ Where plant and machinery is to be installed in civil structure, the cost of **plant & machinery** should be **more than 25% of the Total Financial Outlay (TFO)** of the project. If it is less than 25%, subsidy will be restricted accordingly
- ✓ A signboard at the site **"Assisted under Integrated Scheme for Agricultural Marketing of Ministry of Agriculture & Farmer Welfare, Government of India"** will be exhibited at assisted unit.

- ✓ Capacity of **50-5000 MT for all categories of promoters across the country** and **Capacity of 50-10000 MT for State agencies**, in all the States/UTs are eligible for claiming subsidy; however **State Agency storage projects, silos up to 15000 MT can be constructed**
- ✓ To determine the eligibility of projects for maximum permissible subsidy, the date of sanction of loan by FI should be between **22.10.2018 to 31.03.2020**.

Pattern of Assistance

Sr. No.	Category	Rate of Subsidy on Capital Cost	Maximum Subsidy Ceiling for other than storage facility (Rs.in lakhs)	Subsidy Ceiling for storage facility		
				50- 1000 MT in Rs. /MT	More than 1000 MT and up to 10,000 (in Rs. /MT)	Maximum ceiling (Rs. Lakhs)
1	For Registered FPOs, Panchayats, Women, Scheduled Caste (SC)/ Scheduled Tribe (ST) entrepreneurs or their cooperatives**/ Self-help groups	33.33%	30.00	1166.55	1000.00	100.00
2	For all Other categories of beneficiaries	25%	25.00	875.00	750.00	75.00

How can we assist you

We understand and analyses the entire business of the business entity. A dedicated team assesses the documents provided by the unit, further the team visits the unit to have complete view of the unit with the production process. Team with coordination of the entity's Bank comply all the procedure in given flow till the sanctioning of Financial Assistance.

Perusal
of
Papers

Study and
asses all the
Documents

Discussion
and
Meeting with
the Promoter

Uploading of
Application
for Financial
Assistance

Replies to
the
queries
raised

Arranging
Visit
of the Unit

Submission
of
Visit Report
along with
Other
Documents

Follow Up
for
1st and 2nd
Installment
of
Financial
Assistance

We also
provide
assistance
for:-



Direct Tax & Regulatory

- Domestic Tax
- International Tax
- Transfer Pricing
- Tax Dispute Litigation



Indirect Tax

- Goods and Services Tax
- SEZ Setup and Compliances
- Representation Services under VAT/Service Tax and GST



Audit & Assurance

- Statutory Audit
- Tax Audit
- Internal Audit
- Limited Reviews



Accounting and Advisory Services

- Accounting and Book-keeping Services
- Treasury Function
- Management Reporting



Foreign Trade Policy

- Liaising with Ministries
- Registration in Export Promotion Council
- Export Incentives from Jt. DGFT and DGFT

THANK YOU

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