



**WESTERN INDIA REGIONAL COUNCIL OF
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(SETUP BY AN ACT OF PARLIAMENT)**



PROGRAM ON MSME SCHEME (VIRTUAL)

-: TOPIC :-

**NEW GUIDELINES-PRADHAN MANTRI
KISAN SAMPADA YOJANA
OF FOOD PROCESSING INDUSTRY**

SPEAKER

CA. G. B. MODI

**CPE:- 02 HRS
23RD JUNE 2022**

**5.00 - 7.00 P.M.
FEES:- 236/-**

**TO REGISTER ONLINE FOR EVENT VISIT:
[HTTPS://WWW.WIRC-ICAI.ORG/MEMBERS/REGISTRATION-CPE-PROGRAMMES/
960-PROGRAM-ON-MSME](https://www.wirc-icai.org/members/registration-cpe-programmes/960-program-on-msme-scheme-virtual)**

(B) CA. G. B. Modi



Ministry Of Food Processing Industries
Government Of India

**Opportunity For Investment
In Food Processing Sector**

Under
**Pradhan Mantri
Kisan Sampada Yojana**

INVITATION OF PROPOSALS

(R) CA G B Modi



Shri Narendra Modi
Hon'ble Prime Minister of India



M F P I

MINISTRY OF FOOD PROCESSING INDUSTRIES
GOVERNMENT OF INDIA

PRADHAN MANTRI KISAN SAMPADA YOJANA (PMKSY)



**Shri Pashupati Kumar
Paras**

Minister of Food Processing
Industries

**CREATION/
EXPANSION OF
FOOD
PROCESSING/
PRESERVATION
CAPACITIES**

(R) CA G B Modi



**Shri Prahlad Singh
Patel**

Minister of State

State-wise number of proposals approved under the Scheme of Creation / Expansion of Food Processing & Preservation Capacities (CEFPPC) of Pradhan Mantri Kisan Sampada Yojana (PMKSY) as on 08.06.2022

Sr. No.	State	Number of Units Approved/ Sanctioned
1	Andhra Pradesh	3
2	Arunachal Pradesh	9
3	Assam	22
4	Bihar	1
5	Chhatisgarh	1
6	Goa	1
7	Gujarat	31
8	Haryana	15
9	Himachal Pradesh	22
10	Jharkhand	0
11	Karnataka	17
12	Kerala	12
13	Madhya Pradesh	12
14	Maharashtra	42
15	Manipur	5
16	Meghalaya	2
17	Mizoram	1
18	Nagaland	4

State-wise number of proposals approved under the Scheme of Creation / Expansion of Food Processing & Preservation Capacities (CEFPPC) of Pradhan Mantri Kisan Sampada Yojana (PMKSY) as on 08.06.2022

Sr. No.	State	Number of Units Approved/ Sanctioned
19	Odisha	2
20	Punjab	12
21	Rajasthan	12
22	Sikkim	1
23	Tamil Nadu	24
24	Telangana	1
25	Tripura	4
26	Uttar Pradesh	26
27	Uttarakhand	10
28	West Bengal	9
29	A&N Islands	0
30	Chandigarh	0
31	Delhi	0
32	Dadra & Nagar Haveli and Daman & Diu	1
33	Jammu & Kashmir	18
34	Ladakh	0
35	Lakshdweep	0
36	Pondicherry	0
	Total	320



Government of India
Ministry of Food Processing Industries

"Financial Assistance to set up Infrastructure Projects in Food Processing Sector"

Proposals are invited under following sub-schemes of "PRADHAN MANTRI KISAN SAMPADA YOJANA" for setting up infrastructure projects in food processing sector as per the respective scheme guidelines dated 8th June 2022.

- i. Creation of Infrastructure for Agro Processing Clusters (APC)
 - ii. Creation/Expansion of Food Processing & Preservation Capacities (CEFPPC)
 - iii. Integrated Cold Chain and Value Addition Infrastructure (Cold Chain)
 - iv. Setting up/ Upgradation of Food Testing Laboratories (FTL)
 - v. Operation Greens – Long Term Interventions (OG)
2. The entities may submit their proposals online at <https://www.sampada-mofpi.gov.in/> with relevant details as per the Operational Guidelines of the respective scheme under "PRADHAN MANTRI KISAN SAMPADA YOJANA". The detailed guidelines of the scheme are available at <https://www.mofpi.gov.in/>.
3. The last date for submitting application online is 17:00 Hrs on 10th August, 2022. No physical mode for submission of proposals shall be accepted.
4. The entities applying under the Scheme for financial assistance are required to submit a Demand Draft as non-refundable fee as per respective scheme guidelines, in favour of "Pay & Accounts Officer, Ministry of Food Processing Industries, New Delhi".
5. The demand drafts, in original, should reach the Ministry not later than one week after last date of submission of application.
6. Deficient infrastructure facility for the eligible crops in the eligible production clusters are Annexed in case of Operation Greens – Long Term Interventions scheme.
7. Pre-bid meeting will be held on 4th July 2022 at 10:00 Hrs in Room No. 120, Ministry of Food Processing Industries, Panchsheel Bhawan, August Kranti Marg, New Delhi.
8. The link for submission of online application shall be available & functional from 10.00 hrs of 27th June 2022 till 17.00 hrs of 10th August 2022.
9. For any further details, undersigned may be contacted.

(Sanjay Kumar Singh)
Deputy Secretary to the Govt. of India
Tel. No. 011-26406521; Mob: 7289853624
Email: sks.singh@nic.in

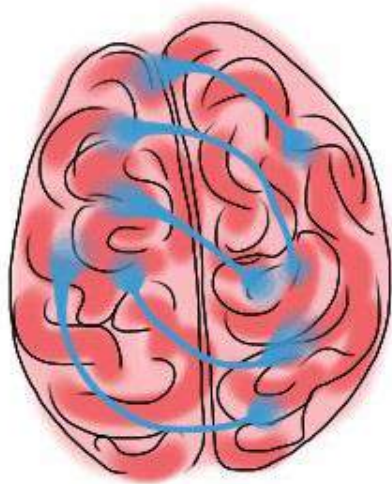
Dated: 21.06.2022
Place: Panchsheel Bhawan, August Kranti Marg
New Delhi- 110049

CREATION/ EXPANSION OF FOOD PROCESSING/ PRESERVATION CAPACITIES

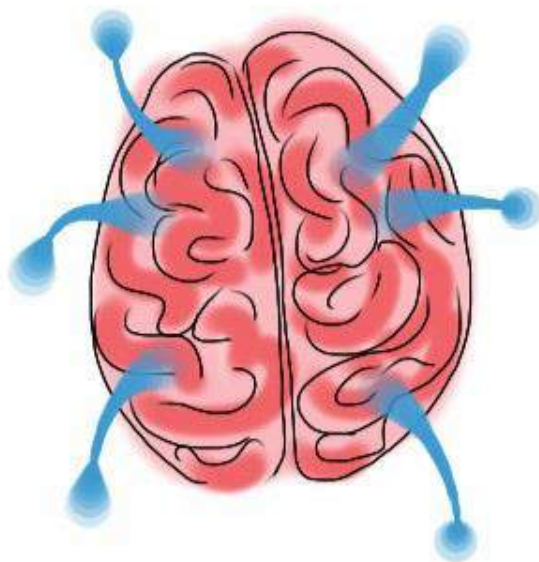
- The Last Date for submitting application online is :-
- Upto 5:00 pm on 10th August, 22
- The Link for submission of online application shall be available & Functional from :-
- 10:00 am from
- 27th June, 2022 till
- 5:00 pm upto
- 10th August, 2022

Amendment/Modification in Scheme Guidelines

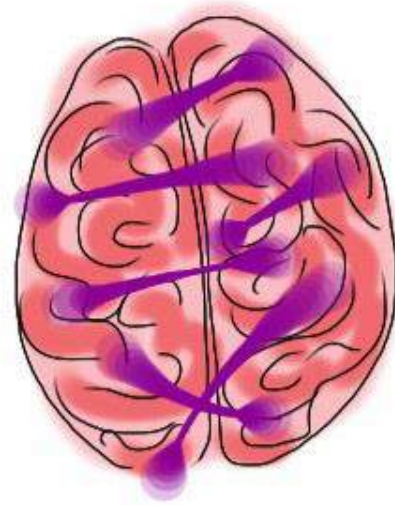
Sr. No.	Date	Scheme Guidelines
1	11.07.2017	Scheme Original Guidelines
2	13.12.2017	Revised Guidelines
3	08.03.2018	Amended Guidelines
4	19.09.2018	Modified Operational Guidelines
5	29.10.2018	Further Modified Guidelines
6	15.07.2019	Further Modified Guidelines
7	29.08.2019	Further Modified Guidelines
8	22.10.2019	Further Modified Guidelines
9	08.01.2020	Further Modified Guidelines
10	02.03.2020	Further Modified Guidelines
11	08.06.2022	Scheme Guidelines for CEFPPC



Learn



Unlearn



Relearn

Dates of Extension of Time for Submission of EOI

Sr. No.	Date of EOI	Last date of Submission of EOI
1	02.08.2017	15.09.2017
2	14.09.2017	13.10.2017
3	29.12.2017	15.06.2018
4	15.06.2018	15.09.2018
5	14.09.2018	15.12.2018
6	07.12.2018	31.03.2019
7	07.03.2019	30.06.2019
8	16.07.2019	30.09.2019
9	04.10.2019	31.12.2019
10	16.01.2020	31.03.2020
11	15.04.2020	31.05.2020
12	01.06.2020	31.08.2020
13	31.08.2020	30.11.2020
New Guidelines dated 08.06.2022		
14	21.06.2020	10.08.2022

Objective

The main objective of the Scheme for Creation/ Expansion of Food Processing & Preservation Capacities is :-

- Creation of Processing and Preservation Capacities.
- Modernization / Expansion of existing food processing units.

WHICH WILL HELP IN

- Increasing the level of processing,
- Value addition.
- Lead to reduction in food loss.
- Result in enhancement of farmers' income.

Eligible Sectors

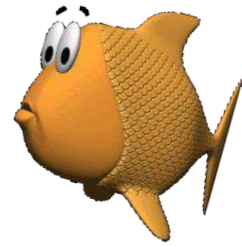


Fruits & Vegetables **Processing**

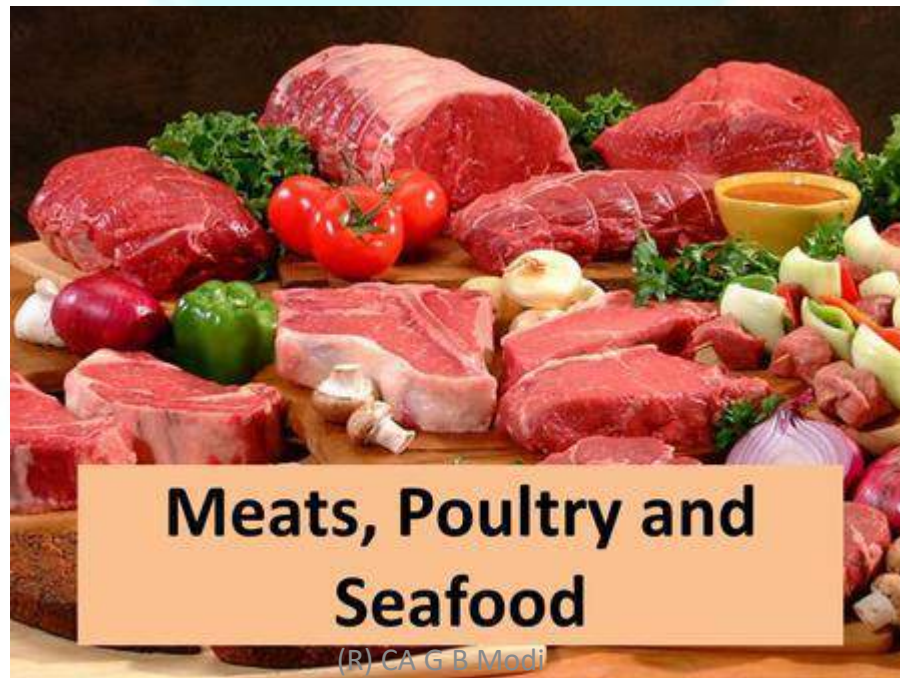


MILK PROCESSING AND DAIRY PRODUCTS INDUSTRIES





Meat, Poultry, Fish Processing



**Meats, Poultry and
Seafood**

Grains/ Pulses, Oil Seed Milling and Processing based on Modern Technology





Modern Rice Milling

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Other Agri-Horti products Including Spices, Coconut, Soybean, Mushroom processing, Honey processing.



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Fruits/ Honey – Based Wines





Natural Food flavours, Food additives/ Food Extracts & Colours, Oleoresins, Guar Gum, Cocoa Products



Manufacturing Jaggery from sugarcane and value added products from Jaggery (as raw material) except sugar mills.





Any Other Sector That Makes Food Products Fit For Human Consumption



Feed Manufacturing Machinery manufacturer



Animal Feed Manufacturing Unit(s) Already Set Up Or Being Set Up , In Mega Food Parks Or Agro Processing Clusters Approved By The Ministry From Time To Time



(R) CA G B Modi

**Carbonated Drinks/ beverages containing fruit juice/
pulp (more than 5 % in case of lime/ lemon and more
than 10 % in case of other fruits). A maximum of Two
(2) Units in a Mega FoodPark (MFP) and one {1} unit
in Agro Processing Cluster (APC) can be sanctioned
under this category**





Non Eligible Sectors

- Activities related to Manufacturing Of Aerated Water and packaged drinking water will not be considered for Financial Assistance under the Scheme.
- Farming activities such as dairy farming, poultry farming, mushroom farming, hatcheries etc. are not eligible for financial assistance under the Scheme.





Eligible Processing Activities





Sorting, Grading, Washing, Peeling, Cutting, Sizing



Eligible Processing Activities



Blanching, Crushing, Extraction, Pulping



Eligible Processing Activities

Drying, De-husking, De-hulling, Splitting, Depoding, Deseeding, Color Sorting, Pulverization, Extrusion, Freeze Drying/ Dehydration, Frying



Eligible Processing Activities



Pasteurization, Homogenization, Evaporation, Concentration



Eligible Processing Activities



Packaging Facilities Like Canning , Aseptic Packaging, Vacuum Packaging, Bottling , Edible Packaging, Labelling, Any Other Specialized Packaging



Eligible Processing Activities



Chemical Preservation, Pickling, Fermentation Or Any Other Specialized Facility Required For Preservation Activities



Eligible Processing Activities



Individual Quick Freezing (IQF), Blast Freezing, Plate Freezing, Spiral Quick Freezing



Eligible Processing Activities



Controlled Temperature Transport Like Coolers And Refrigerated/ Insulated/ Ventilated Transport



Eligible Processing Activities



Other Processing/ Preservation/ Transport/ Storage Facilities Adjunct To Value Addition And Shelf Life Enhancement Of Food Products



Eligible Processing Activities

Fire Fighting Equipment And Insect Repellents

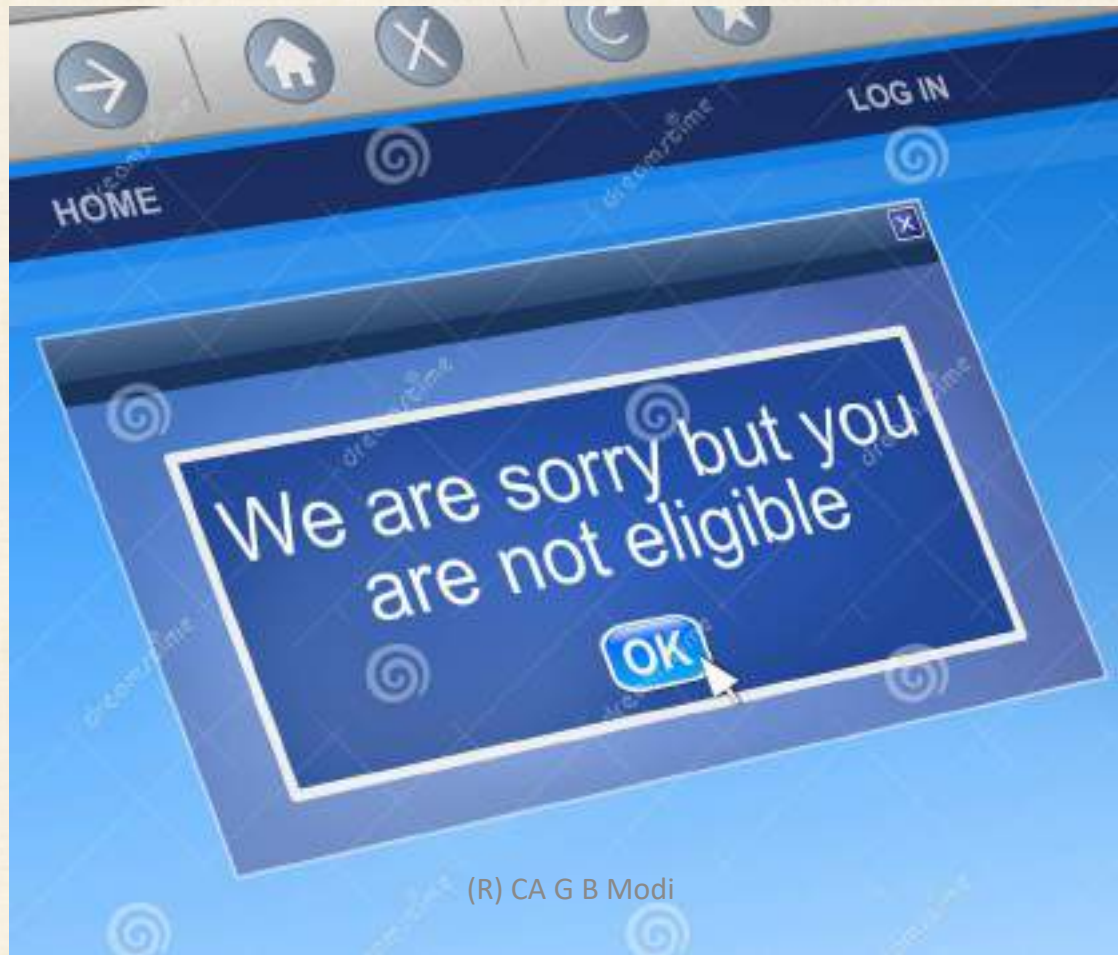


Eligible Processing Activities

Eligible Processing Activities

- The above list is only Illustrative and not Exhaustive.
- Food Processing Industry is fast evolving and several innovative processing technologies are being developed day by day which can also be considered under this Scheme if deemed fit.
- The project should include and result in creation/ increase in processing capacity.
- Standalone activities like temperature - controlled transportation/ storage facilities will not be considered for financial assistance under this scheme

Ineligible Items For Calculation Of Grants-in-aid



Ineligible Items For Calculation Of Grants-in-aid

- Ineligible items for calculation of grants-in-aid
 - Compound wall
 - Approach road/ internal roads
 - Cost of land and site development
 - Administrative office building
 - Canteen
 - Labour rest room and quarters for workers

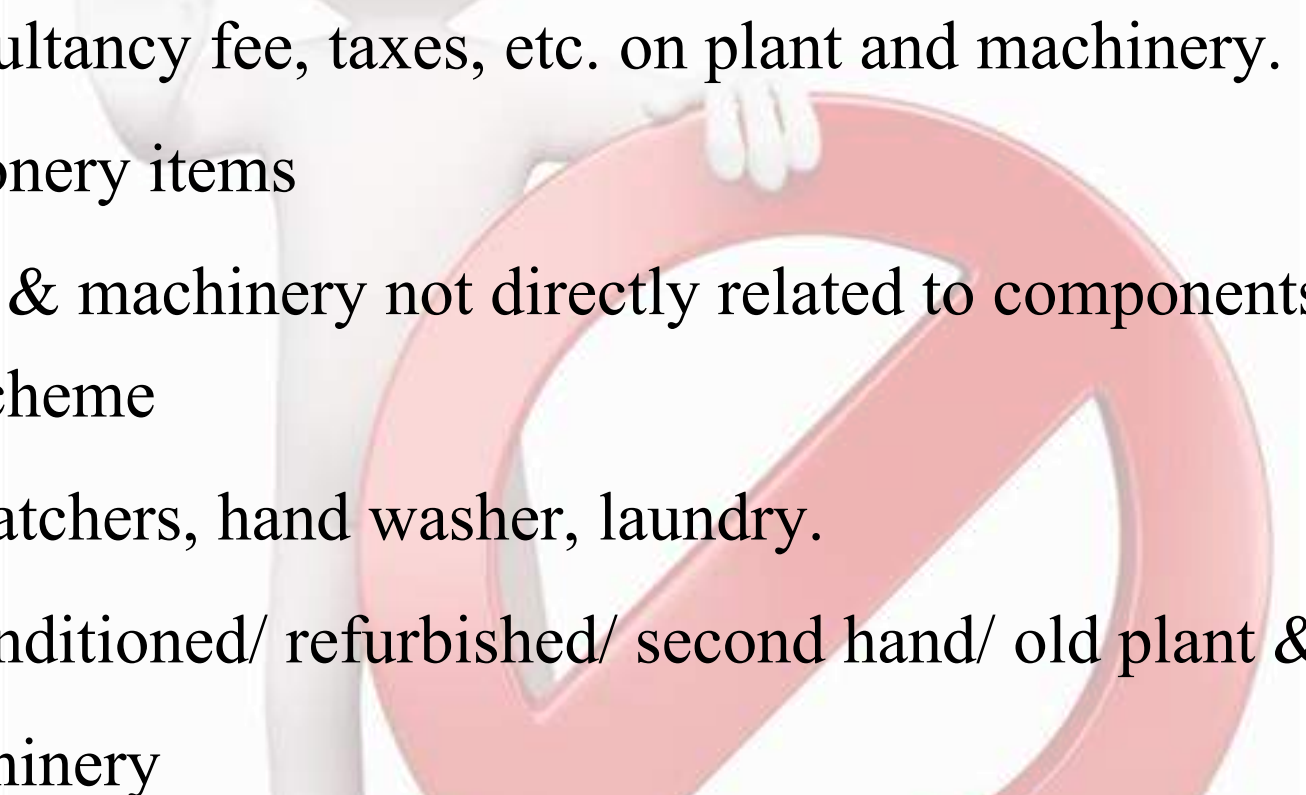
Ineligible Items For Calculation Of Grants-in-aid

- Security Guard Room or Enclosure
- Non – Technical civil works not related to the components of the scheme
- Margin Money, Working capital and contingencies
- Fuel, Consumables, spares and stores
- Transport vehicles except Controlled Temperature Transport Like Coolers And Refrigerated/ Insulated/ Ventilated Transport

Ineligible Items For Calculation Of Grants-in-aid

- Pre – operative Expenses.
- Service charges, Carriage and Freight Charges or other such charges/ fees
- Expenditure on painting of Machinery
- AC ducting, furniture, computers and allied office items.
- Closed Circuit TV Camera and security system related equipment.

Ineligible Items For Calculation Of Grants-in-aid

- 
- Consultancy fee, taxes, etc. on plant and machinery.
 - Stationery items
 - Plant & machinery not directly related to components of the scheme
 - Fly catchers, hand washer, laundry.
 - Reconditioned/ refurbished/ second hand/ old plant & Machinery

Eligible Entities/ Constitution of Units

- Central & State PSUs/ Joint Ventures/ Farmer Producers Organization (FPOs)/ NGOs/ Cooperatives/ SHG's/ Pvt. Ltd companies/ individuals proprietorship firms engaged in establishment/ upgradation/ modernization of food processing units.
- Any organization or an Individual engaged in or that plans to engage in Creation/ Expansion/ Modernization of Food Processing and Preservation capacities would be eligible for financial assistance under the Scheme.
- Proposals received from Scheduled Caste (SC)/ Scheduled Tribe (ST) holding at least 51% stake in the entity, will be treated as SC/ST proposals.

Eligible location of the project



- The proposals under the Scheme will be considered both inside Mega Food Parks (MFPs)/ Agro-processing Clusters (APCs) and anywhere outside MFPs/ APCs.
- As far as practicable, out of total fund allocation,
60% will be for units inside MFPs/APCs
And
40% to units outside MFPs/APCs.

Eligibility Criteria

**CREATION/
EXPANSION OF
FOOD
PROCESSING/
PRESERVATION
CAPACITIES**



Eligibility Criteria (A)

Net worth:



- The combined net worth of the applicant shall not be less than 1.5 times of grants-in-aid sought under the scheme.
- In case of proposal from Difficult Areas, applicant(s) of SC/ST category, FPOs and SHGs, combined net worth shall not be less than grants-in-aid sought under the Scheme.

Eligibility Criteria (A)



Net worth:



- In case of proposal from SC/ST category, the sum of net worth of SC/ST member(s) shall not be less than 10% of the combined net worth of the entity.
- 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.



Eligibility Criteria (B)

BANK LOAN

Final / in Principal Term Loan sanction letter from a Bank.

(indicating whether proposal is for expansion/ upgradation or a fresh proposal)

- **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.

(After 21-06-2022 i.e. Date of Issue of EOI)

- Bank for the purposes of these Guidelines means a

Scheduled Commercial Bank

or

Government-controlled Financial Institution

or

Non-banking Financing Company approved by the Reserve Bank of India.



Eligibility Criteria (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 Organizations or Self-Help Groups, term loan amount shall not be less than 10% of the total project cost.

Difficult Area 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 Development Projects) areas and islands.
- Union Territories of Andaman & Nicobar and Lakshadweep.



Eligibility Criteria (D)

- A detailed Appraisal Note from a Scheduled Commercial Bank specific to the proposal.
- 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.



Eligibility Criteria (E)

- Infusion of equity of at least 20% of the total project cost for proposals from General Areas
 - 10% for proposals from Difficult Areas or proposals from SC/ST or Farmer Producer Organizations or Self-Help Groups.
-
- The value of land in registered sale/ lease deed shall not be considered as part of the total project cost.
 - Unsecured loan will not be treated as a part of equity.



Eligibility Criteria (F)

Minimum Eligible Project Cost

- **Rs.3 (three) crore.**

For Proposals In General Areas.

And

- **Rs.1 (one) crore**

**Proposal From Difficult Areas And
For SC/ST Proposals.**



Eligibility Criteria (G)

- Only one application will be accepted from an entity against Expression of Interest of the scheme
- Promoter(s) of Mega Food Parks (MFP) and Agro-Processing Clusters (APC) approved by the Ministry who are desirous to set up units in Mega Food Parks or Agro-Processing Clusters, will be eligible for availing financial assistance for more than one unit(s).

Eligibility Criteria (H)



- Expansion/ Up gradation of existing facility(ies) is eligible under the scheme.



Eligibility Criteria (I)

- No second proposal from an entity or promoter(s) of an entity, who have availed grants-in-aid earlier under the Scheme will be considered.



Eligibility Criteria (J)

- Entities or promoter of entities who have availed financial assistance under another scheme (any scheme other than the CEFPPC Scheme) of the Ministry will be eligible for grants in-aid only after two years from the date of commercial operation of the previous project
- An entity or promoter of an entity shall not be eligible for financial assistance for more than two projects during a period of 10 years.

Fee and Performance Security

- The entities applying for financial assistance are required to submit a non-refundable fee of **Rs.20,000/-** (Rupees twenty thousand only) through Demand Draft in favour of “Pay and Accounts Officer, Ministry of Food Processing Industries, New Delhi”.
- The non - refundable fee shall be **Rs.15,000/-** (Rupees fifteen thousand only) for applications from SC/ST.

Fee and Performance Security

- 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.
- In case installment(s) of grants-in-aid is released by the Ministry and the project is not completed by PIA, the Ministry may encash such Bank Guarantee

Fee and Performance Security

- Provided that in case installment(s) of grants-in-aid is released by the Ministry and the project is not completed by PIA, the Ministry may encash such Bank Guarantee.

Application Filing and Documents Required

The screenshot shows the official website of the Ministry of Food Processing Industries (MOPFI). The header includes the MOPFI logo and the text 'खाद्य प्रसंस्करण उद्योग मंत्रालय' and 'Ministry of Food Processing Industries'. A navigation menu is visible at the top right. A red banner below the header contains the text: 'Ministry has issued fresh EOI on 16.01.2020 for inviting proposals from potential investors / promoters for setting up of Creation/Expansion of Fc'. Below this, the main heading reads 'Creation/Expansion of Food Processing & Preservation Capacities'. The central focus is a 'Sign In' form with fields for 'Username', 'Password', and 'Enter Captcha Code'. The captcha image displays the code 'STK8A'. A red 'Sign In' button is located at the bottom of the form. At the bottom of the page, there is a footer with contact information: 'HELPLINE: For any queries in Online submission, call at 'Support-Service@mfpi.gov.in' or call at Phone Numbers: 011-20493112, 20493113, 20493114, 20493115 (Call Time: 10:00 am to 5:00 pm & 1:00 pm to 5:00 pm on working days)'.

Application filing and documents required

- All applications shall be submitted online on the Sampada Portal of the Ministry.
- No physical application will be accepted and such application shall be summarily ignored.
- Applicants are required to submit following documents:
 - All pages of all documents submitted online must be self attested by the applicant or its authorized signatory (supporting documents for such authorization to be furnished).

Application filing and documents required

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.

Application filing and documents required

Mere submission of application 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.

When original documents are in regional language, they should be accompanied by self-certified English/Hindi translation.

Application filing and documents required

Detailed Project Report (DPR)

- 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.

Application filing and documents required

- CA/ Statutory Auditor certificate prepared in accordance with statutory provisions read with conditions in support of net worth along with documentary proof.
- Final/ in-principle term loan sanction from a Bank.
- A detailed Appraisal Note specific to the scheme from a **Scheduled Commercial Bank**.
- Certificate of incorporation/ registration, Memorandum and Article of Association, bye laws of the society/partnership deed, PAN, TAN, SC/ST caste certificate
(whichever applicable).

Application filing and documents required

- IEM registration/ Entrepreneur's Memorandum/ Udyog Aadhaar registration.
- Bio-data/ background/ experience of the entity and its promoters relevant to the scheme.
- Annual reports and Audited Financial Statement of Accounts for last two years (if applicable).

Application filing and documents required

Project Land

- Details of land (on ownership basis or leasehold) along with relevant documents.
- In case of lease, the registered lease deed shall be for a period of at least **15 years** in the name of the applicant firm.
- In case land for the project has been taken on lease from State Government/ its entities, the policy of State Government in this regard will be followed.
- Self-attested English/ Hindi version needs to be submitted in case such document is in regional language.

Application filing and documents required

- Proof of submission of requisite fee.
- Quotations from Original Equipment Manufacturer (or its authorized dealer/ supplier) in respect of Plant & Machinery and equipment for the proposed project.
- CA/ Statutory Auditor certificate For Cost of Project and Means of Finance.
- Item-wise and cost-wise details of technical civil works envisaged duly certified by Chartered Engineer (Civil).
- Item-wise and cost-wise details of Plant & Machinery envisaged duly certified by Chartered Engineer (Mechanical).

Application filing and documents required

- An undertaking to be furnished by the applicant as per the Format provided by MOFPI.
- The expenditure made/ incurred on the project before the date of submission of online application shall be furnished as per the Format provided by MOFPI.
- Correspondences (emails/ letters) for possible forward or backward linkages.

All pages of the proposal are to be properly numbered and the proposal should contain an Index as first page of the proposal indicating the various documents submitted along with page number, failing which the proposal is likely to be rejected.

The background features a large, stylized illustration of a hand in a dark suit sleeve reaching down from the top right. Below the hand, a group of business people in various professional attire are shown in motion, some walking and some running, against a light blue background. The central text is contained within a red rounded rectangle.

Selection of Proposals for Financial Assistance

Selection of Proposals for Financial Assistance

Proposals will be invited by the Ministry through

Expression of Interest (EOI) (21.06.2022)

Which will be valid for a period of

45 days.

(27.06.2022 to 10.08.2022)

Which may be extended by the Ministry only in case sufficient proposals are not received.

Applications can be filled only online on the Ministry's Sampada Portal

(<https://www.sampada-mofpi.gov.in>).

Selection of Proposals for Financial Assistance

- The Ministry will constitute a Technical Committee (TC).
- 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 (PMA) to be appointed by the Ministry.

Selection of Proposals for Financial Assistance

- 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.

Selection of Proposals for Financial Assistance

- The Technical Committee will scrutinize applications with respect to prima facie eligibility based on the eligibility criteria for the scheme.
- The proposals found prima facie eligible will be evaluated inter-alia on the basis of technical parameters as well as assessment criteria of the scheme.

Criteria for Evaluation of Proposals

Priority Sectors

SR. NO	Criteria for Evaluation of the proposal		Marks	Max marks	Modifications approved by IMAC
1	a	For Perishable Products (Fruits & Veg, Meat & Poultry, Milk & Aqua Products)	25	25	DPR/ Bank appraisal and IEM
	b	For Consumer products (Bakery/Snacks/Breakfast cereals/RTE products)	20		
	c	For Non- Perishable Products (Grain/Pulse/Oil milling)	15		

Criteria for Evaluation of Proposals

Possession of Appropriate Land

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC	
2	a	Complete land title - sale deed/registered lease deed/possession letter/allotment letter from State Govt. Agencies/ MFP/APC in the name of PIA along with CLU	15	15	CLU and Land Ownership Documents
	b	Complete land title - sale deed/registered lease deed/possession letter/allotment letter from State Govt. Agencies/ MFP/APC in the name of PIA along without CLU	10		Land Ownership Documents
	c	Agreement to Sale/Purchase of Land in the name of PIA	5		Copy of Agreement

Criteria for Evaluation of Proposals

Investment on Eligible Project cost

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC
3	a	More than Rs.15 crore	15	DPR/CE Certificate
	b	More than Rs 8 crore to 15 crore	10	
	c	Less than 8 crore	08	

Criteria for Evaluation of Proposals

Net worth of the applicant

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC
4	a	More than 2 times of proposed equity	15	Balance Sheet/CA Certificate/Supporting Documents
	b	More than 1.5 and upto 2 times of proposed equity	10	
	c	More than 1 and upto 2 times of proposed equity in case of SC/ST applicant	10	

Criteria for Evaluation of Proposals

Debt Service Coverage Ratio (DSCR) Based on Bank appraisal

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC
5	a	3.0 and above	15	Bank Appraisal Report
	b	Between 2.5 but less than 3.0	12	
	c	Between 1.5 but less than 2.5	10	

Criteria for Evaluation of Proposals

Project Strength- The Promoter(s) Having Professional/Special Training In Food Processing/Technology

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC
6	A B.Tech/B.Sc. Agri/Horti/Food Processing /Technology/ Dairy Science/ Technology/ B.Vo c. in Agri and above	05	05	Copy of Degree/ Diploma Certificate
	b Diploma in Agri/Horti/Food Processing / Food Technology/Dairy Science/Technology	03		

Criteria for Evaluation of Proposals

Turnover of applicant firm promoter(s) having at least 10% shareholding in Food Processing

SR. NO	Criteria for Evaluation of the proposal	Marks	Max marks	Modifications approved by IMAC	
7	a	Food processing business having annual turnover of Rs.10 crore and above during previous year	10	10	Balance sheet, FSSAI license etc.
	b	Food processing business having annual turnover of Rs. 5 crore but less than 10 crore above during previous year	07		


Selection of Proposals for Financial Assistance

Applicant belonging to General Category will have to obtain



Minimum
60 Marks

Applicant belonging to SC/ ST.



Minimum
45 Marks

In order to become eligible for consideration of grants-in-aid.

Selection of Proposals for Financial Assistance

- The Ministry shall inform the applicants whose proposals are rejected (either based on eligibility criteria or technical parameters or assessment criteria), the reasons for such rejection by the Technical Committee.
- Before conveying rejection of a proposal, the approval of the Secretary of the Ministry shall be sought.
- An applicant aggrieved with rejection of its proposal may prefer an appeal before the Project Approval Committee detailing the grounds of such appeal.

Selection of Proposals for Financial Assistance

- 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.
- 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, make a presentation regarding its proposal.

Selection of Proposals for Financial Assistance

- In case of eligible proposals having equal marks **Preference** will be given to the proposal envisaging **Higher Eligible Project Cost**.
- 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.

Selection of Proposals for Financial Assistance

- 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
 - Other relevant details.

Selection of Proposals for Financial Assistance

- The Ministry shall inform the applicants whose proposals are not approved by PAC along with the reasons.
- Once approval letter is issued by the Ministry, the applicant has to provide Acceptance Letter as per prescribed format and notarized Affidavit on Rs. 100 Non-Judicial Stamp Paper as per prescribed format along with countersigned copy of Approval letter.
- Once Acceptance Letter and undertaking is given, the applicant will be called as

Project Implementing Agency (PIA).

Quantum of Assistance



Pattern Of Assistance

Grants-in-aid will be @35% of eligible project cost for projects in General Areas

Grants-in-aid will be @50% of eligible project cost for projects in Difficult Areas as well as for projects of SC/ST, FPOs and SHGs

**Subject To A
Maximum Of
Rs.5 Crore**

No upward revision, for any reason whatsoever, in approved Grants-in-aid will be considered.

Pattern Of Assistance

- 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.
- No grants-in-aid shall be payable on any expenditure of any nature whatsoever made **Before The Date Of Issuance of Approval Letter** by the Ministry towards eligible components of the project.

Pattern Of Assistance

- Grants-in-aid will be considered in respect of eligible project components only.
- Cost Norms (excluding taxes) issued by the Ministry or the Mission for Integrated Development of Horticulture (MIDH) under Department of Agriculture, Co-operation and Farmers Welfare will be followed wherever available.
- Proposals received from entities where Scheduled Caste (SC)/ Scheduled Tribe (ST) hold at least 51% stake, will be treated as SC/ST proposals.

Pattern Of Assistance

- If there is any reduction in stake of SC/ST below 51% during implementation of the project, such projects shall be cancelled and grants-in-aid released, if any, shall be ordered to be recovered with 10% annual interest.
- Grants-in-aid will be released subject to availability of funds.

Dovetailing of Assistance

- 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.

Implementation schedule and extension in timelines

Time for completion and operationalization of projects will be

18 Months From The Date Of Issue Of Approval Letter

Implementation schedule and extension in timelines

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

1.	1 st instalment	9 months
2.	2 nd instalment	18 months

IMPLEMENTATION

Implementation schedule and extension in timelines

- Time schedule may be extended by Secretary of the Ministry beyond the period on account of events of force majeure.
- There shall be commensurate relief towards timelines without deduction in grants-in-aid if such an extension is granted.

Implementation schedule and extension in timelines

- Extension up to six months on account of delay (except for 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, deduction in grants-in-aid will be on basis of implementation schedule.

Implementation schedule and extension in timelines

- Extension in timeline may be granted for maximum period of six months at a time.
- Any extension shall be in consultation with Financial Advisor of the Ministry.

Change in components and cost of project

- The following can be approved by the concerned Additional Secretary/ Joint Secretary:
 - Reduction (without change in equipment, civil work) in eligible project cost
 - Reduction in project components
 - Change in Bank
 - Change in shareholding pattern/ Board of Directors
 - Change in location of the facilities other than main facility/ centre
 - Change in means of finance
 - Change in components or cost of the project, shall require approval of the Project Approval Committee.

The background of the slide features a light blue gradient with numerous green dollar bills falling from the top. The bills are depicted in various orientations and stages of descent, some appearing as simple outlines and others with more detail, including the dollar sign and wavy edges. A large, dark red rounded rectangle is centered on the slide, containing the text.

Release Of Grants - in - aid

Release of grants-in-aid

- The grants-in-aid will be released in Two (2) equal installments.
- Claim for installments may be clubbed subject to compliance with requirements of the second installment.
- Before release of every installment of grants-in-aid claimed by PIA, the Ministry will get the project visited and verified by PMA.
- The Ministry may also depute its officials or consultants/ experts or any other person(s) to inspect the project before release of installments.

Release of grants-in-aid

- 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.
- 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-aidfrom the Ministry for implementation of the project

Release of grants-in-aid

- Expenditure on the implementation of the project shall be from these accounts only.
- 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.
- Before release of the final installment, it has to be prominently displayed on the front of the project/ sides of the vehicles stating that the “Project is Assisted by the Ministry of Food Processing Industries, Government of India”.

Release of grants-in-aid

- 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.

The background features several overlapping, stylized documents and charts. One document is orange, another is grey with a bar chart, and a third is grey with a line graph. A purple banner with a ribbon-like effect is centered over the documents.

Requirement of Documents Before Release of Installments

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Details of the three bank accounts (bank statements) with respect to
 - ❖ Contribution by PIA,
 - ❖ Term loan from the bank and
 - ❖ Grants-in-aid from the Ministry.
- ECS mandate form in prescribed format for the bank account related to grants-in-aid.
- 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.

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Certificate from Chartered Accountant in prescribed format confirming cumulative expenditure of 50% of the eligible project cost on the eligible project components of the project.
- Out of the total expenditure incurred on the project, only 10% will be allowed as advance to vendors.

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Certificate from Chartered Engineer (Mechanical) and counter-signed by PIA or authorized representative of PIA in prescribed format 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 plant and machinery has to be new with unique machine number and month /year of manufacture.**

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Certificate from Chartered Engineer (Civil) and countersigned by PIA or authorized representative of PIA in prescribed format 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.

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Change Land Use (CLU) from relevant State Authority/Agency.
- Geo-tagged photographs of the project from various angles and locations.
- Bank certificate regarding release of term loan along with quantum.
- Consent to Establish/ NOC from Pollution Control Board /Agency.
- Approved building plan from the relevant Competent Authority.

Requirement of documents before release of installments

First instalment (50% of grants-in-aid):

- Self-attested English/ Hindi version of land document in support of land title (ownership/ leasehold) in the name of PIA.
- In case of leasehold land, duration of lease should not be less than 15 years.
- Notarised Surety Bond in prescribed format on non-judicial stamp paper of not less than Rs. 100/-.
- Original copy of Surety Bond shall be submitted to Ministry.
- Surety Bond is not required to be executed by the Central State Government Departments.
- Compliance of any other terms & conditions mentioned in the approval letter of the Ministry.



Second instalment (50% of grants-in-aid):

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- PIA is required to submit the following documents for reimbursement of 2nd and final installment of grant after completion of the project.
- Utilization certificate for 2nd instalment is not required

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- PFMS generated Utilization Certificate for the grants-in-aid released as 1st installment.
- 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.
- Certificate from Chartered Accountant in prescribed format confirming expenditure of 100% of the eligible project cost incurred on the project as per the approved means of finance.

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- Certificate from Chartered Engineer (Mechanical) and counter-signed by PIA or authorized representative of PIA in prescribed format 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.
- 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, with unique machine number and month /year of manufacture.

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- Certificate from Chartered Engineer (Civil) and counter-signed by PIA or authorized representative of PIA in prescribed format 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.
- Geo-tagged photographs of the project from various angles and locations.

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- Documents confirming that 100% of term loan has been released by the Bank. Further, Bank Certificate confirming the commencement of commercial production of the project.
- Consent to Operate/ NOC of Pollution Control Board/ Agency.
- Valid copy of License issued under FSS Act, 2006.
- Proof of prominent display on front of the project/sides of the vehicles stating that the “Project is assisted by the Ministry of Food Processing Industries, Government of India”, supported by photographs.

Requirement of documents before release of installments

Second Instalment (50% of grants-in-aid):

- Compliance of any other terms & conditions mentioned in the approval letter of the Ministry.
- Before release of 2nd (final) installment of grant in aid, eligible grant in aid for the project will be recalculated based on the appraised/ actual cost, whichever is less, for the already approved items and grant will be released accordingly.



Monitoring And Evaluation

Monitoring And Evaluation

- 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.
- The Ministry may also constitute a panel of consultants/ experts for Undertaking inspection of projects sanctioned under the component schemes.

Monitoring And Evaluation

- PMAs and/or consultants/ experts shall be selected in a transparent manner in accordance with prevailing norms of the Government.
- Pre and post inspection would also be undertaken by the Ministry as required.
- PMA may also be assigned inspection and monitoring works to find out the physical, financial and operational progress.
- It will be binding on the entity to allow inspection/ physical verification of the unit at any time by representatives of Ministry or an authorised representative of the Ministry.

Non-Implementation or Delay in Implementation of Project and Adjustment, Reduction and Recall of grants-in-aid



Non-Implementation or Delay in
Implementation of Project and
Adjustment, Reduction and Recall of
grants-in-aid

**PIA Shall Make All Possible
Efforts To Complete The
Project As Per The Stipulated
Timelines Of 18 Months.**

Non-Implementation or Delay in Implementation of Project and Adjustment, Reduction and Recall of grants-in-aid

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

Delay	Deduction in grants-in-aid
Up to three months	Nil
More than 3 months and up to 4 months	0.5%
More than 4 months and up to 5 months	1.0%
More than 5 months and up to 6 months	1.5%
More than 6 months and up to 7 months	2.0%
More than 7 months and up to 8 months	2.5%
More than 8 months and up to 9 months	3.0%

More than 9 months and up to 10 months	3.5%
More than 10 months and up to 11 months	4.0%
More than 11 months and up to 12 months	4.5%
More than 12 months	5.0%

Non-Implementation or Delay in Implementation of Project and Adjustment, Reduction and Recall of grants-in-aid

- The decision of the Ministry shall be final and binding on PIA on period, quantum and deduction in grants-in-aid.
- 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.
- 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.

Non-Implementation or Delay in Implementation of Project and Adjustment, Reduction and Recall of grants-in-aid

- Manipulation/ concealment of information/ facts may also attract other civil/ criminal liabilities in terms of prevailing laws.
- 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.
- 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.

Miscellaneous Provisions

Miscellaneous Provisions

- 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.
- The Ministry may seek any clarification or direct to submit any document/ information from the applicant or the PIA at any stage of implementation of the project.
- 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) it deems fit.
- Such inspection may be undertaken in-person or through virtual mode.
- PIA or its successor, if any, shall extend all support and cooperation in any such inspection.

Jurisdiction of court

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



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