

Central Subsidy Schemes

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Central Subsidy Schemes (1/2)

- Schemes for Food Processing Sector under National Mission on Food Processing (NMFP)
 - Technology Up gradation/ Establishment/ Expansion/ Modernization of Food Processing Industries
 - Cold Chain, Value Addition and Preservation Infrastructure (Non – Horticultural Products)
 - Human Resource Development (HRD) Scheme
- MFPI's scheme for setting up / up gradation of quality control / food testing laboratory
- Schemes of Directorate of Marketing & Inspection (DMI)
 - Rural Godown Scheme (Grameen Bhandaran Yojana)
 - Agricultural Marketing Infrastructure, Grading And Standardization (Amigs)

Central Government Schemes (2/2)

- Credit Linked Capital Subsidy Scheme (CLCSS) for Technology upgradation of SSI
- Technology Upgradation fund Scheme (TUFS) for Textile Sector

Scheme for Technology Up gradation/ Establishment/ Expansion/ Modernization of Food Processing Industries (1/3)

- Objective
 - Up-gradation of processing capabilities to increase the level of processing
 - Reduction of wastage & value addition
 - Enhancement of the income of farmers
 - Increase exports

- Coverage
 - Fruits, Vegetables and Milk products
 - Meat, Poultry and Fishery
 - Cereals, Other Consumer Food Products, Oil seed Products including food flavours and colours, Spices, Coconut, Mushroom, etc.
 - Rice milling, Flour milling and Pulse processing.

Scheme for Technology Up gradation/ Establishment/ Expansion/ Modernization of Food Processing Industries (2/3)

- Eligible entities
 - Implementing Agencies/ Organizations such as Govt./ PSUs / Joint Sector / NGOs / Cooperatives / Private Sectors / Individuals.
- Quantum of incentives
 - 25% of the cost of plant & machinery and technical civil works subject to maximum of Rs.50.00 lacs in general areas and 33.33% sub to max. of Rs.75.00 lacs in difficult areas.
 - Only new plant & machinery shall be eligible

Scheme for Technology Up gradation/ Establishment/ Expansion/ Modernization of Food Processing Industries (3/3)

- State Mission Director
 - i.e State Nodal Agency for implementation & monitoring of scheme (MAIDC Ltd., Mumbai)
- Application
 - At least 3 months prior to date of commercial production to the State Mission Director.
- Release of grant
 - In two equal installments
 - 1st installment: After utilization of 50% term loan & 50% promoters' contribution
 - 2nd installment: After utilization of 1st installment of grant, 100% term loan & 100% promoters' contribution and commencement of production.

Scheme for Cold Chain, Value Addition and Preservation Infrastructure (1/4)

- Objectives
 - To provide Integrated & Complete Cold Chain & Preservation Infrastructure Facilities without Break from the farm to the consumer or from the production site to the market.
- Coverage
 - Preservation Infrastructure projects pertaining to Non Horticultural Products such as :
 - Dairy – All milk and milk products, etc.
 - Meat
 - Aquaculture and marine products
- Eligible entities
 - Individuals, Firms, Co-operatives, Companies and Corporations

Cold Chain, Value Addition and Preservation Infrastructure (2/4)

■ Salient Features

- The Scheme of Cold Chain , Value Addition & Preservation Infrastructure should have the following components : -
 - a) Minimal Processing Centre at the farm level
 - b) Mobile pre-cooling vans and reefer trucks
 - c) Distribution hubs
 - d) Irradiation facility

Any two of the components, from (a), (b) or (c) mentioned above will have to be set-up by the units.

■ Eligibility Conditions

- Net worth of the applicant should be more than 1.5 times of the grant applied for.
- Application to be filed before Commencement of Commercial activity.
- No Second proposal from the same applicant.
- Project Appraisal report from Bank / FI

Cold Cain, Value Addition and Preservation Infrastructure (3/4)

- Quantum of Incentives
 - 50% the total cost of plant and machinery and technical civil works in General areas and 75% for NE region and difficult areas (North East including Sikkim and J&K, Himachal Pradesh and Uttarakhand)
 - Subject to a maximum of Rs 10 Crore.
- Application
 - To the State Mission Directorate.

Cold Cain, Value Addition and Preservation Infrastructure (4/4)

- Release of Grant
 - 1st installment (25%): After utilization of 25% of promoter's contribution and 25% of the term loan
 - 2nd installment (50%): After utilization of 1st installment, 75% of promoter's contribution and 75% of the term loan
 - 3rd installment (25%): After utilization of 2nd installment, 100% of promoter's contribution and 100% of the term loan
- Time Schedule
 - Implementation Schedule for the project would be about 18 months from the approval of the project.

Human Resource Development (HRD) Scheme (1/2)

- Objective
 - To cater to the growing need of the food processing industries for trained manpower.
 - To keep abreast with latest technology & diversification and new ways of managing and marketing.

- Eligible Organizations
 - All recognized Universities / Institutions / Colleges, whether in Govt. Sector or private sector offering duly recognized degree / diploma in Food Technology or Food Science or Food Processing.

Human Resource Development (HRD) Scheme (2/2)

- Quantum of Assistance
 - Maximum of Rs. 75 lakh for creation of infrastructure
- Release of Grant
 - Approved grant-in-aid will be released in two equal instalments of 50% each.
 - 1st installment: After approval by Competent Authority and fulfillment of conditions of sanction & furnishing proof that course has been recognized by AICTE / University/ Deemed University.
 - 2nd installment: On receipt of certificate attested by Head of Institute that equipments have been purchased and installed & after inspection of the institution.
- Time Schedule –
 - Project shall be implemented within two years from the date of release of 1st instalment of grant.

MFPI's Scheme For Setting up / Upgradation of Quality Control / Food Testing Laboratory (1/4)

■ OBJECTIVES

- To ensure Safety and quality of food products
- To ensure Compliance of international standards on food

■ ELIGIBLE ORGANIZATIONS

- Central / State Govt. and its organizations / universities
- Private sector organizations

MFPI's Scheme For Setting up / Upgradation of Quality Control / Food Testing Laboratory (2/4)

■ PATTERN OF ASSISTANCE

- In case of Central / State Govt. and its organizations / universities
 - Grant equal to entire cost of laboratory equipments plus 25% cost of technical civil works and furniture & fixtures associated with the equipments for general areas and 33% for difficult areas.
- In other cases
 - 50% of cost of laboratory equipments plus 25% cost of technical civil works and furniture & fixtures associated with the equipments for general areas and 33% for difficult areas.

MFPI's Scheme For Setting up / Upgradation of Quality Control / Food Testing Laboratory (3/4)

■ APPLICATION

- To Indian Council for Agricultural, Research (ICAR), New Delhi w.e.f. 1/04/2012

■ RELEASE OF GRANT

- **1st Installment (40%)** - On completion of project to the extent of 40%
- **2nd Installment (40%)** - On completion of project to the extent of 80%
- **3rd Installment (20%)** - On completion of project and commencement of commercial operation