R-99014/38/2020-NLM-DADF Government of India Ministry of Fisheries, Animal Husbandry & Dairying Department of Animal Husbandry and Dairying

> Krishi Bhawan, New Delhi Dated,15th November, 2021

OFFICE ORDER

Subject: Second amendment in the Implementation Guidelines of Animal Husbandry Infrastructure Development Fund.

In pursuance of the decisions taken in the third meeting of Project Sanctioning Committee constituted under Animal Husbandry Infrastructure Development Fund (AHIDF) held on 30.09.2021, under the Chairmanship of Secretary, AHD, the following amendment have been carried out in the existing implementation guidelines issued on 16.07.2020 for implementation of AHIDF:

2. The following new activities shall be included in the Para 4 after sub-paragraph 4.1.1 as new sub-paragraph 4.1.2 and sub para 4.2

4.1.2 Eligible proposals, which have been sanctioned by the banks, however, the entities could not submit the proposal on the portal shall be allowed to avail benefits under AHIDF, which have received sanction for term loan by the banks/ lending institutions before or after the date of notification of scheme guidelines, provided project has not commercially operationalized prior to the date of notification of scheme. However, the calculation of interest subvention shall be on interest amount accrued post the date of notification of scheme i.e. 24.06.2020 or loan sanction date whichever is later.

4.2 Anchor Model of financing

Anchor model will assist individual entrepreneur, FPO, Section 8 company or MSME in setting up of units as ancillary unit for its primary unit. The anchor unit will also help eligible entities in DPR preparation and submission of application on the portal. Further, private sector participation through an anchor will reduce turn- around time (TAT) of loan sanctioning, improve the loan sanction rate and reduce collateral requirement as established private sector would ensure procurement of raw material or finished products from the eligible entity and would act as guarantor for bank loans.

3. Also, the following activities shall be included in the Para 6 after sub-paragraph 6.2.7, 6.4.6 and 6.5 as new sub-paragraph 6.4.7, 6.5.2, 6.5.3 and 6.5.4.

6.4.7 Manufacturing of feed supplements, feed premixes, and mineral mixtures plants in the category of Animal feed.

6.5.1 Breed improvement Technology and Breed Multiplication farm for cattle and buffalo

6.5.2 Breed improvement Technology and Breed Multiplication farm for sheep & goat

6.5.3 Breed improvement Technology and Breed Multiplication farm for pig

6.5.4. Technologically assisted (modern technology based integrated/ advanced poultry farms) poultry farm including purchase of Parent and Grand Parent stock

6.2.8 Manufacturing of any equipment and machinery required for dairy processing & value addition including the manufacturers for quality testing, adulterants and contaminants.

4. National Cooperative Development Corporation (NCDC) has also been included a lending institution under AHIDF in addition to scheduled bank. The inclusion of NCDC may be read in the Para 7 under sub para 7.1.

5. The following changes have also been included in the Para 12 after sub-para 12.9 as new sub-paragraph 12.10 and 12.11.

12.10. DAHD will have authority for recall of interest subvention along with interest (10% per annum) within 30 days after a notice is issued under any of the following circumstances:

a) If project is not completed within approved project period including extension if any.

b) If the assisted project stops its commercial operations within seven (7) years from the date of commencement of commercial production of the project.

c) If, during such period, it comes to the notice of the Department that interest subvention has been availed by manipulating / concealment of information / facts or that the interest subvention has been utilized for purposes other than those for which it was sanctioned.

d) In case beneficiary rescind/ expire/ abandon the project.

12.11 For recalling the interest subvention with regard to any project sanctioned under AHIDF, the following process need to be adopted:

a) Banks/lending institutions shall regularly provide physical and financial periodical progress reports of projects for which interest subvention has been released.

b) In case, there is concern with regard to progress of the project, the Department shall not disburse any further subvention and may instruct bank to reverse interest subventions made till date

c) The banks/lending institutions can charge back to the beneficiary or recover as per its internal policies in case of Non-Performing Asset.

6. In addition to above modifications, the following inclusion after the Para 12 as new Paragraph 13 may be made:

Dovetailing of Assistance

Considering the complexities and challenges associated with agricultural infrastructure projects of this nature, the EEs may dovetail assistance available under various other schemes of Central and State Governments. While dovetailing such assistance, it will be ensured that there is no duplication of assistance for the same component/activity of the project i.e. eligible entity can not avail benefit of interest subvention under any scheme of Central/ State Government.

7. The PSC approved the proposal for induction of following members in Project Approval Committee (PAC):

I. Representative from the Credit Guarantee Fund Trust for Animal Husbandry & Dairying.

II. Representative from the SIDBI

8. Also, the following changes have been included in the Para 21 after sub para 21.3 as new sub-paragraph 21.4

21.4 In addition to existing provisions, News-paper, magazine, radio, TV advertisements, multimedia campaigning, social media advertisement (pamphlets/ leaflets/ flyers/ brochures/ standees/ banners) may be followed as a part of outreach activity and to conduct such activities, DAHD will bear the expenditure.

9. Further, the following para may be included after para 21 as a new para 22.

22. NDDB, Industry Associations and lending institution can be entrusted with responsibility of identifying professional agencies to provide handholding support for DPR preparation and AHIDF application process. The NDDB, industry associations and banks will adopt transparent mechanism to empanel the handholding agencies and determine professional fee for DPR preparation and application process for beneficiaries. The Department shall transfer the professional fee to the NDDB, industry associations and lending institutions which, in turn, shall make payment to the empaneled professional agencies.

10. Further, the following inclusion may also be made after para 22 as a new para 23.

23. Dispute resolution and Jurisdiction of Court

In case of dispute arising out of selection of proposals and implementation of approved project under this AHIDF scheme guidelines except in case of "Force Majeure" and decided to incorporate in the guidelines as under.

- I. The decision of the Department in all matters relating to eligibility, acceptance or rejection of the applications, mode of selection, interest subvention approved and imposition of penalty shall be final and binding on the applicant.
- II. Any dispute arising out of any conditions stipulated in the guidelines, selection of proposals and implementation of approved project under this scheme will be subject to Courts/ Tribunals having jurisdiction over Delhi.

(Dr. O.P. Chaudhary) 15.11-2) Joint Secretary (NLM)

To,

- 1. To all the Scheduled Banks
- 2. National Dairy Development Board/ all Financial Institutes
- 3. All the Cooperative Societies/ Milk Federations
- 4. All the State Animal Husbandry Departments/ UTs
- 5. Department of Financial Services, Ministry of Finance
- 6. Department of Expenditure, Ministry of Finance
- 7. NIC of DADF for uploading in the Department's website
- 8. SIDBI for uploading in the AHIDF website.
- 9. National Cooperative Development Corporation.

CC to

- 1. PS to Hon'ble Minister FAHD
- 2. PS to Hon'ble MOS, FAH
- 3. Senior PPS to Secretary, DAHD, Krishi Bhawan, New Delhi
- 4. PPS to Animal Husbandry Commissioner, DAHD, Krishi Bhawan, New Delhi
- 5. PPS to JS (C&DD), DAHD, Krishi Bhawan, New Delhi