

Minutes of meeting of Inter Ministerial Approval Committee (IMAC) for the scheme of Cold Chain, Value Addition and Preservation Infrastructure held on 16.03.2017 pertaining to ongoing projects

IMAC discussed and deliberated upon each agenda item. Based on the detailed discussions on each agenda item, IMAC took the following decisions:-

2. Agenda Item No. A: Action Taken Note on the Minutes of Inter-Ministerial Approval Committee (IMAC) meeting held on 29.12.2016.

IMAC noted the actions taken on the decision of the IMAC in its meeting held on 29.12.2016.

3. Agenda Item No. 2: M/s Satec Envir Engineering (I) Pvt. Ltd for grant of extension of time for implementation of integrated cold chain project at Nasik, Maharashtra.

The proposal relates to grant of extension of time for implementation of integrated cold chain project to M/s Satec Envir Engineering (I) Pvt. Ltd.

PMA explained that out of the total approved eligible project cost of Rs. 10 crores, the applicant has incurred an expenditure of Rs.8 crores till date. Of this, approximately Rs. 5 crores have been spent on puff panels against the eligible cost of Rs. 85 lakhs. During the JIT visit it was observed that order for IQF and Plate Freezer has not yet been placed. The promoter, Shri Amar Prakash Agarwal informed the IMAC that subsequent to the conduct of the joint inspection, additional expenditure has been incurred on purchase of plant & machinery. The promoter also assured the IMAC that he shall place order for IQF and Plate Freezer within a week and would complete the project by 30.06.2017.

After detailed deliberations, IMAC approved the extension of the time till 30.06.2017 for completion of the project and also directed the promoter :- (i) to place the order for plant & machinery on 17.03.2017 and (ii) PMA to conduct site visit on 20.03.2017 and apprise about the physical progress of the project before release of 2nd installment of grant to the project.

4. Agenda Item No. 3: Consideration of Approval Granted to M/s Tirupati Balaji Agro Products Pvt. Ltd. for Setting up of Integrated Cold Chain Project.

The proposal relates to soliciting directions of IMAC regarding continuance of approval to M/s Tirupati Balaji Agro Products Pvt. Ltd., Baramati, Pune for setting up integrated cold chain project with financial assistance of this Ministry.

IMAC noted that the project is in operation since 2014 and the lending bank had once declared the loan account of the project as NPA (Non Performing Asset). IMAC was informed that M/s Tirupati Balaji Agro Products Pvt. Ltd. vide letter dated 20.06.2016 has informed the Ministry that they had paid Rs. 30 crore as per conditions of OTS and requested for release of 1st instalment of grant. The Bank of Baroda vide letter dated 16.06.2016 has also confirmed about the payment and requested for authorization for disbursement of 1st installment of grant-in-aid.

IMAC also inter alia, noted that on the request of the Ministry, the Reserve Bank of India vide letter dated 23.01.2017 has conveyed that *"as per the OTS, the borrower was required to pay the third installment of Rs. 7.50 crore, of which Rs. 2.00 crore was out of grant-in-aid and the balance amount was to be paid by the company. The IMAC decided that the borrower should repay the loan as per OTS and thereafter the Ministry may consider the request for release of the grant-in-aid for the project. The borrower has paid Rs. 30 crore as agreed under OTS and has requested release of 1st installment of grant-in-aid."*

Reserve Bank of India has not issued any specific guidelines about continuation of grant-in-aid from the Government to the projects which become NPA after approval of the grant. However, from prudential perspective, Reserve Bank has no reservations if the Government decides to release further grant-in-aid to borrower, since the adjustment of the first instalment of grant-in-aid as per terms of OTS, as the project is reportedly found viable and is in operation."

After detailed deliberations, and taking into account the aforementioned observations of RBI, IMAC decided to release the 1st installment of grant-in-aid, which is lying with Bank of Baroda, Pune with the direction that a team comprising of MoFPI Officer and

PMA may inspect the project and apprise the Ministry about the status of implementation before release of 1st installment of grant to the project.

5. Agenda Item No. 4: Request of M/s Inkal Ventures Pvt. Ltd. regarding extension of time till March 2017 for completion of project.

The proposal relates to grant of time extension to the integrated cold chain project of M/s Inkal Ventures Pvt. Ltd. till March 2017 for completion of project.

The representative of the project Shri V. Pramod Nair was present in the meeting. He informed the IMAC that as per the agreement of M/s Inkal Ventures with KINFRA, it is mandatory to use the CETP being developed by KINFRA. However, since the CETP is not yet complete, M/s Inkal Ventures is developing its own ETP which is expected to be complete within two months. The ETP shall allow the unit to be operational at reduced capacity i.e. 40%-50% of the proposed capacity of the plant.

After detailed deliberations and considering the agenda item IMAC advised the representative of Company to obtain approval from KINFRA and State PCB for running its own ETP. The IMAC directed the promoter to provide a written confirmation that the project shall commence commercial operations by April, 2017. IMAC also directed that the status of implementation of CETP may be ascertained from KINFRA.

6. Agenda Item No. 5: Proposal of M/s Brij Dairy & Beverages for change of location of collection centre & capacity of insulated tankers and condoning delay in submission of documents for release of 3rd installment of grant-in-aid.

The proposal relates to soliciting approval of IMAC to the request of M/s Brij Dairy & Beverages for change of location of collection centre & capacity of insulated tankers and condoning delay in submission of documents for release of 3rd installment of grant-in-aid.

IMAC considered the proposal and approved the following:

- a) Change in location of collection centre from Ramgadhya, to Dulwa Dewas, Madhya Pradesh.

- b) Re-alignment of capacities of insulated milk tankers as mentioned in para 8 of agenda note.
- c) Condoning delay in submission of documents for release of 3rd installment of grant.
- d) Main facility to be revisited and collection centre at Dulwa also to be visited.

7. Agenda Item No. 6: Proposal of M/s Kachroo Integrated Cold Chain for condoning delay in submission of documents for release of 3rd and final instalment of approved grant.

The proposal relates to soliciting approval of IMAC on the request of M/s Kachroo Integrated Cold Chain for condoning delay in submission of documents for release of the 3rd and final instalment of approved grant.

The IMAC noted that the project is complete and operational. JIT visit has already been conducted on 3rd March. PMA has submitted recommendation for release of 3rd installment of grant.

IMAC considered the proposal and condoned the delay in submission of documents for release of the 3rd installment of the project and approved extension of timeline till 31st March 2017.

8. Agenda Item No. 7: Proposal of M/s Fresh Produce Impex for condoning delay in submission of documents for release of 3rd and final instalment of grant.

The proposal relates to soliciting approval of IMAC to the request of M/s Fresh Produce Impex for the condoning delay in submission of documents for release of 3rd and final instalment of grant.

IMAC noted that the JIT visit of M/s Fresh Produce Impex has been conducted on 7th March. During the site visit it was observed that certain facilities at the main plant were not operational.

IMAC considered the proposal and condoned the delay in submission of documents for release of 3rd installment of grant.

9. Agenda Item No. 8: Request of M/s E-Appliance regarding extension of time till 30th June 2017 for completion of project –reg.

The proposal relates to grant of time extension to M/s E-Appliance till 30th June 2017 for completion of project and submission of request for release of 3rd and final installment of grant.

IMAC noted that M/s E-Appliance was facing initial difficulty in implementation of the project because of rocks at Guwahati site. The applicant has not been able to get approval from State Government for rock blasting. However, now the promoter has made certain changes in the cold storage design and room configuration. A retaining wall and approach road has been built. It was further noted that more than 90% of the term loan and promoter equity have been invested towards the project.

IMAC was informed that the applicant has submitted request for release of 2nd instalment of grant and site visit has been conducted to ascertain the physical progress of the site.

IMAC considered the proposal and approved the extension of timeline for completion of the project till 30th June, 2017 to the project.

10. The Proposal of M/s Dodla Dairy Limited for extension of time for completion of project.

The proposal relates to soliciting approval of IMAC regarding extension of time for completion of project and submission of the final claim of Grant-in-Aid in respect of integrated cold chain project of M/s Dodla Dairy Limited, Dist. Rangareddy, Telangana.

IMAC noted that the project has gone through significant delay due to changes in location and delayed submission of documents with requisite details.

It was further noted that now the project has been largely completed and is operational. The applicant has submitted requisite documents. The PMA has examined the documents submitted and recommendation for release of 2nd installment of grant has been submitted.

IMAC noted that there has been inordinate delay in implementation of the project and subsequent submission of the documents. Therefore, IMAC deferred the case and directed that all aspects of the project causing delay may be examined in detail and the same may be placed before next IMAC for taking a considered view in the matter.

11. Revision of grant-in-aid of M/s Fidelo Farms Private Limited, Jaipur, Rajasthan.

The proposal relates to revision of grant at the time of release of 3rd and final installment of grant-in-aid in respect of M/s Fidelo Farms Private Limited, Jaipur, Rajasthan.

The IMAC approved the reduction in the final grant amount to Rs. 80.335 lakh from Rs. 84.07 lakh for the project of M/s Fidelo Farms Private Limited, Jaipur, Rajasthan

12. Consideration for change in location of minimal processing center in respect of M/s Neutrons Agri Produce, Udham Singh Nagar, Uttarakhand.

The proposal relates to soliciting consideration and approval of IMAC regarding change in location of minimal processing center in respect of M/s Neutrons Agri Produce, Udham Singh Nagar, Uttarakhand.

The IMAC approved the change in location of minimal processing center (MPC) from Village- Mahua Kheraganj, Tehsil- Kashipur, District- Udham Singh Nagar, Uttarakhand to Village- Paiga, Tehsil- Kashipur, District- Udham Singh Nagar, Uttarakhand

13. Agenda for soliciting consideration and approval of IMAC regarding decision on continuance or otherwise of the approval granted to the integrated cold chain project of M/s Industrial Progressive India Ltd., Palwal, Haryana.

The proposal relates to continuance or otherwise of the approval granted to the integrated cold chain project of M/s Industrial Progressive India Ltd., Palwal, Haryana.

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IMAC considered the proposal and after detailed deliberation decided to cancel the approval granted to the integrated cold chain project of M/s Industrial Progressive India Ltd, Palwal, Haryana

14. Proposal for consideration of request of M/s Trimurti Foodtech Pvt. Ltd., Ahmednagar, Maharashtra for extension of time line for submission of 1st installment claim for grant-in-aid for cold chain project.

The proposal relates to consideration of request of M/s Trimurti Foodtech Pvt. Ltd., Ahmednagar, Maharashtra for (i) extension of time upto 30.09.2017 for obtaining sanction from bank, and (ii) extension of time upto 31.12.2017 for submission of documents for release of 1st installment.

The IMAC considered the agenda and decided not to accede to the above request of the promoter and decided to cancel the project.

15. Proposal for continuance or otherwise of the approval granted to the integrated cold chain project of M/s Gonglu Agro Pvt. Ltd., Nashik, Maharashtra for setting up facilities for horticulture products.

The proposal relates to soliciting approval of IMAC regarding continuance or otherwise of the approval granted to the integrated cold chain project of M/s Gonglu Agro Pvt. Ltd., Nashik, Maharashtra.

IMAC considered the proposal in detail and noted that as the Distribution Hub is largely complete and operational, in view of this, the promoter may be asked about the need for MPC and reefer transport and accordingly, a view may be taken on closure or otherwise of the project.

