

Minutes of the Meeting of Inter-Ministerial Approval Committee (IMAC) Constituted under the Scheme for Cold Chain, Value Addition and Preservation Infrastructure held on 17.03.2016

A meeting of Inter-Ministerial Approval Committee (IMAC) constituted under Scheme of Cold Chain, Value Addition and Preservation Infrastructure was held on 17.03.2016 at 02:30 PM under the Chairpersonship of Hon'ble Minister, FPI.

2. The list of participants is at **Annexure-I**.

3. At the outset, Joint Secretary and Convener of IMAC welcomed the Hon'ble Minister and other members of the Committee. Thereafter, the IMAC discussed and deliberated upon the agenda items and following decisions were taken:

4. **Supplementary Agenda Item No. S2: Action Taken Note on the Minutes of IMAC Meeting held on 21.01.2016**

5. JS & Convener apprised the action taken on the minutes of IMAC meeting held on 21.01.2016. IMAC noted the actions taken on the decisions taken by the IMAC.

6. Agenda Item No. 1: Representation of M/s Shivtirth Dairy & Agro Producer Company Ltd. Sangli, Maharashtra for approval of modification in project components of integrated cold chain project –reg.

(a) IMAC took note of the modification in project components in respect of integrated cold chain project of M/s Shivtirth Dairy, Sangli, Maharashtra. IMAC was informed that the project was approved by Ministry for setting-up of integrated cold chain project at Village Itkare, Taluka Walwa, Dist. Sangli (Maharashtra) with facilities such as:

- Milk Processing (50000 LPD)
- Milk Tankers (Insulated vans) (6 no.)
- Refrigerated Trucks (4 nos)
- Two BMCs of capacity 10000 LPD (location of BMC to be indicated by the promoter as per approval letter)
- Three Milk Collection Centres of 5000 LPD, 10,000 LPD and 20,000 LPD

(b) IMAC was apprised that the approved grant to the project is Rs 262.56 lakh and the project has been released 1st instalment of grant (Rs. 65,63,875/-) on 18.07.2014.

(c) IMAC observed that at the time of release of 1st instalment of grant, the promoter vide letter dated 02.04.2014, had informed about the change in no of BMCs from two to six while keeping the total capacity of the BMCs same as approved by Ministry (20000 litres). There was also no change proposed in the investment towards the same. IMAC also noted that the promoter had also submitted a letter dated 02.04.2014, from Union Bank of India confirming the above facts. The proposed locations were as follows:

- Taluka Wadooj, Dist. Satara (5000 LPD)
- Taluka Shirala, Dist. Sangli (3000 LPD)
- Taluka Palus, Dist. Sangli (3000 LPD)
- Taluka Walwa, Dist. Sangli (3000 LPD)
- Taluka Atpadi, Dist. Sangli (3000 LPD)
- Kolhapur (3000 LPD)

(d) IMAC also noted that the promoter had also submitted the request for release of 2nd instalment vide letter dated 17.10.2014. The request was also examined by the PMA and after completion of documents, the PMA submitted the recommendation for release of 2nd instalment of grant vide their letter dated 31.07.2015. The proposal for release of 2nd instalment of grant-in-aid had been concurred by IFD subject to (i) receipt of Original CE (Civil) & CE (Mech) certificates (ii) original UC& (iii) division satisfies itself about the status of collection centers and seeking approval of IMAC for implementation of project beyond 18 months.

(e) IMAC took note that in view of observations of IFD, the PMA was requested vide letter dated 09.09.2015, to clarify the locations of BMCs since the expenditure was already incurred and also to verify the RCs of reefer vehicles and insulated milk tankers. IMAC was also informed that the PMA vide Ministry's letter dated 04.01.2016 was requested to revisit the project site and verify the submissions made by the promoter and submit their

recommendations along with a draft agenda note with full facts of the case including statement of approved capacity, component locations and changes proposed.

(f) IMAC also noted that the PMA vide letter dated 19.01.2016 had submitted their response. PMA had mentioned that they had earlier recommended to the Ministry (vide letter dated 31.07.2015) for release of the 2nd instalment grant of Rs 1,31,27,750/- (50% of approved grant of Rs 262.56 lakhs) to the project. It was informed to IMAC by Convener that the Ministry had certain observations based on the site visit report submitted along with the recommendation for release of 2nd instalment of grant assistance and clarifications were sought from the promoter. The promoter was also directed to attend the review meeting dated 29.09.2015, to clarify on the project components. During the meeting the promoter was asked to clarify the reasons for installing insulated tanks instead of insulated milk tankers and procurement of insulated distribution vehicles instead of refrigerated vehicles. The promoter was also asked to clarify the locations and the components to be set up for BMCs and chilling centres. This was also reiterated vide PMA's e-mail dated 28.09.2015.

(g) IMAC noted that the promoter vide their letter dated 07.10.2015, had submitted that there were certain errors/ mistakes in nomenclature in the proposal where insulated milk tankers were mentioned instead of milk tanks and refrigerated vehicles were mentioned instead of insulated distribution vehicles. IMAC was further informed that the promoter had also mentioned that in the DPR, it was envisaged to have six no. of tanks instead of tankers (which was wrong nomenclature, as per the promoter).IMAC also noted that the letter further mentions about certain changes in capacities and quantities of some of the insulated distribution vehicles and milk tanks components.

(h) IMAC noted the submissions of the promoter vide above letter, where the promoter had requested for approval of modifications in the components of the project:

| # | Approved/ proposed Components | Cost (Rs Lakhs) | Remarks/ Present Status |
|---|---|-----------------|---|
| 1 | Approved: Bulk Milk Chillers- 2 Nos. Capacity 10000 LPD (location not mentioned) Proposed: at Distribution hub | 59.53 | The promoter has mentioned that in the original proposal/ bank appraisal, this component was never envisaged at remote/ farm level locations. The 2 BMCs (with daily capacity of 20000 LPD, as one BMC chills 5000 Litres in one shift and it works for two shifts in a day) with independent compressor have been installed at 1 st floor of the main plant. The promoter has mentioned that this component was proposed at main plant under raw milk receiving section. The milk received directly from the farmers at main plant is directly pumped in these coolers and is stored in insulated milk tanks. |
| 2 | Approved: Milk collection | 14.11 | The promoter has mentioned that this centre has been set up at Bothe, Taluka Maan (Dist. Satara) with |

| | | | |
|---|--|--------|--|
| | centre-5000 LPD – (location not specified) Proposed: at Bothe, Taluka Maan (Dist. Satara | | capacity of 5000 LPD. The distance of this location is about 120 km from main plant. The promoter has also mentioned that there is change in this location from Atpadi, Dist. Sangli due to higher milk availability in the new region. The promoter has further mentioned that three chilling centres were proposed in district Sangli earlier. Hence, to collect more milk from district Satara, the location from district Sangli to Satara has been proposed. |
| 3 | Approved: Milk Collection Centre-10000 LPD (location not specified) Proposed: at Vaduj, Taluka Khatav, Dist. Satara | 20.49 | The promoter has mentioned that the collection centre of 10,000 LPD has been implemented at Vaduj, Taluka Khatav, Dist. Satara along with 5000 litre milk storage tank. The distance of this location is about 90 km from main plant. |
| 4 | Approved: Milk collection centre-20000 LPD (location not specified) Proposed : at 4 locations | 31.22 | The promoter has mentioned that to cover more area for milk collection, installation of milk collection centres at four locations has been planned while keeping the total capacity of collection centres as 20,000 LPD. Following locations have been mentioned: <ul style="list-style-type: none"> • Vill. Abdullat, Taluka Shirol, Dist. Kolhapur (3000 LPD): 60 km from main plant. • Village at Post Chincholi, Taluka Shirala, Dist. Sangali (11000 LPD): 50 km from main plant. • Village at Post Palus, Taluka Palus, Dist. Sangali (3000 LPD): 50 km from main plant. • Village at Post Shigaon, Taluka Walwa, Dist. Sangali (3000 LPD): 40 km from main plant. The promoter has mentioned that lease agreements have already been submitted to Ministry for above mentioned locations. The promoter has also informed that these locations are equipped with milk chillers, heat exchanger, refrigeration system, testing kits, milk dump tank, transfer pumps and storage tank etc. |
| 5 | Milk processing plant-50000 LPD with all equipment No change | 245.88 | The promoter has mentioned that the milk processing plant has been implemented except for some components such as butter milk plant, packing machine for value added products and glycol chilling system. The promoter has also mentioned that CIP system is under installation and the order for all above mentioned equipment has already been made. |
| 6 | Approved: Milk | 25.00 | The promoter has mentioned that these are only |

| | | |
|---|--------------|--|
| <p>tankers (insulated vans): 6 no. (capacity not indicated)</p> <p>Proposed: 6 milk tanks with capacity of 1 lakh litres at main plant</p> | | <p>insulated milk tanks (an integrated part of milk plant) and not milk tankers for transportation of chilled milk. The promoter has also mentioned that the Ministry has approved Rs. 25 lakhs for milk tankers, while it would not be possible to purchase more than one insulated milk tanker considering the cost of truck chassis and insulated tank made of stainless steel.</p> <p>The promoter has also mentioned that in the original proposal, it was envisaged to have six no. of tanks instead of tankers (which was wrong nomenclature, as per the promoter). During implementation, for better operational efficiencies and better utilization of space, the tanks purchased for the project are 4 no. x 15,000 litre, 1 no. x 30000 litre and 1 no x 10000 litre (already installed or under installation at main plant).</p> <p>The promoter has also mentioned that it is practically impossible to buy 60000 litre capacity milk Carrying Tankers with chassis in a budget of Rs 25 lakhs.</p> <p>The promoter has requested to rectify the error created by typo error/ wrong nomenclature used in the proposal.</p> |
| <p>7 Approved: Refrigerated trucks: 4 nos. (Capacity not indicated)</p> <p>Proposed: 4 Nos. of insulated distribution vehicles with capacity of 16 MT</p> | <p>35.12</p> | <p>The promoter has mentioned that the order for all four insulated distribution vehicles has been placed after submission of request for release of 2nd instalment of grant. The promoter has requested to approve the capacities and no. of insulated milk distribution vehicles as 2 nos. x 2 MT (Bolero), 1 No. x 5 MT (Tata 407) and 1 No. x 7 MT (Tata 709) (as against the earlier proposal vide email dated 30.04.2014 for 2 no. x 3 MT and 2 no. x 5 MT), for better operational efficiencies and to cater to smaller markets.</p> <p>The promoter has mentioned that it would not be possible to purchase proposed refrigerated vehicles in approved cost of Rs. 35.12 lakhs including chassis of vehicle, insulated container and cooling unit for reefer trucks. Thus, the promoter has requested to modify the approval as insulated distribution vehicles instead of refrigerated vehicles.</p> |

(i) IMAC also noted that the promoter had submitted a copy of letter dated 07.10.2015 from Union Bank of India duly mentioning that the bank has no objection for the changes made for the project. The bank had also requested the Ministry to approve the changes and to provide the additional timeline of about two months to complete the project.

(j) IMAC also took note of the fact that the PMA had mentioned that they had gone through the above submissions and that in this case, the site visit was also conducted for

release of 2nd instalment of grant. IMAC also took cognisance of the fact that even if milk tanks and insulated distribution vehicles which were now proposed by the promoter (due to wrong nomenclature) were not considered eligible, the cost of these components would be about Rs 60.12 lakhs (which is only about 11.5% of total eligible plant and machinery and TCW). IMAC further noted that in some cases earlier the Ministry had approved the changes in nomenclature in the approval letter caused inadvertently due to typo error.

(k) IMAC also observed that item-wise components for P&M and TCW along with cost had been given by the promoter duly certified by Bank and the same had been considered by Ministry, while according approval to the project.

(l) IMAC also noted that 24 months have been completed on 19.09.2015. In this regard the promoter had informed that their project had got delayed due to non-receipt of grant and had asked additional two month time to complete the project. The promoter had also informed that they will submit request for release of 3rd instalment of grant immediately after receipt of 2nd instalment of grant. IMAC also observed that even if the changes are approved, the 2nd instalment cannot be released before end of April, 2016 as funds are not available.

Decisions:-

- (a)** After deliberating all aspects of the case, IMAC approved the following:
- (i)** Location of 6 collection centres with total capacity of 35000 litres viz (i) Bothe, Taluka Maan (Dist. Satara) (ii) Vaduj, Taluka Khatav, Distt. Satara (iii) Vill. Abdullat, Taluka Shirol, Dist. Kolhapur (iv) Village at Post Chincholi, Taluka Shirala, Dist. Sangali (v) Village at Post Palus, Taluka Palus, Dist. Sangali (vi) Village at Post Shigaon, Taluka Walwa, Dist. Sangali.
 - (ii)** 2 BMCs at main plant with total capacity of 20,000 litres.
 - (iii)** Capacities & quantity and also nomenclature of the insulated milk distribution vehicles as 2 nos. x 2 MT (Bolero), 1 No. x 5 MT (Tata 407) and 1 No. x 7 MT (Tata 709) as against the earlier approved 6 nos. milk tankers (insulated vans) subject to maximum approved grant of Rs. 25 lakh for this component.
 - (iv)** Extension of timeline for completion of project till June 30th, 2016 subject to satisfactory site visit report by the PMA on the physical progress of the project. PMA would verify the RC, Bank Statement & CE certificate to see whether there are matching with the physical progress of the project or not.
- (b)** IMAC also decided that insulated tanks purchased/ordered by the promoter vis-à-vis approved components of milk tankers (insulated vans) may not be considered for grant-in-aid.

7. Agenda item No. 2: M/s Supreme Agro Foods Pvt. Ltd. – Extension of time for implementation of integrated cold chain project.

- a) IMAC noted that the proposal of M/s Supreme Agro Foods Pvt. Ltd. was approved by Approval Committee (AC) in the meeting held on 27.09.2013 to set up integrated cold chain facilities for storage of milk and milk processing. The project was approved by Ministry on 04.10.2013 for the grant of Rs.891.325 lakhs for setting-up of integrated milk processing plant (2.0 lakh LPD) with facilities such as 100 BMCs (with total capacity of 2.0 lakh liters), 12 insulated milk tankers (6500 liters each) with main facility at C-181, Phase-VI, Focal Point, Ludhiana, Punjab.
- b) IMAC also noted that the 1st installment of Rs 222.83 lakh and 2nd installment of grant of Rs 445.66 lakhs were released to the project on 20.11.2013 and 02.01.2014, respectively.
- c) IMAC also observed that in the review meeting held on 06.01.2016, the promoter had intimated the Ministry that out of 100 BMCs, 24 BMCs are yet to be set up. The promoter had also intimated that they would not set up 24 BMCs due to back tracking by some farmers. A letter to this effect was also given by the promoter during the review meeting. It was also mentioned in the said letter that partial commercial production had already commenced with effect from 09.04.2014 and the claim for release of 3rd installment would be submitted by 15th February 2016.
- d) IMAC took note that the promoter vide letter dated 13.02.2016 had requested for extension of time till 29.02.2016 due to some unavoidable reasons, for submission of documents for release of 3rd instalment. Subsequently the promoter vide letter dated 16.03.2016, had requested for a further extension of time till 31.03.2016, citing reasons that the documents for the 3rd instalment claim were under process and the project was fully completed with the curd section operational since 01.02.2016.
- e) IMAC noted that in case of instant project, the time of 24 months to complete the project was up to 03.10.2015 as per the decision taken by the IMAC in its meeting held on 20.08.2015, when it was decided to extend the provisions of revised guidelines (dated 20.11.2013) with regard to implementation schedule to the projects of earlier phase also and approved that the implementation schedule for all on-going projects is 24 months for general areas and 30 months for difficult areas (North-Eastern states, Sikkim, J&K, Himachal Pradesh and Uttarakhand) from the date of issue of approval letter.

Decision:-

IMAC took note of the fact that the Ministry has earlier granted the extension of time beyond 24 months to various projects such as M/s Associate Action, M/s Canvas Integrated Cold Chain, M/s Aromatrix Flora, M/s Keventer Agro, etc. In this case, the project has started partial commercial production w.e.f. 09.04.2014 and 1st& 2nd installments of grant have already been released to the project. In view of the above,

IMAC decided to approve the extension of time period for completion of the cold chain project of M/s Supreme Agro Foods Pvt. Ltd. till 31.03.2016.

8. Agenda Item No. 3: Withdrawal of Integrated Cold Chain Project by M/s Raajratna Energy Holdings Pvt. Ltd., Ganjam, Odhisa.

(a) IMAC noted that the proposal of M/s Raajratna Energy Holdings Pvt. Ltd. was approved on 25.03.2015 for setting up integrated cold chain project in Ganjam, Odhisa. The approval letter to the project was issued on 22.05.2015. Subsequently, IMAC in its meeting held on 02.07.2015 had approved the revised project cost as Rs. 2357.86 lakh and revised grant-in-aid as Rs 987.57 lakh for setting up cold chain facilities by the project.

(b) IMAC noted that the promoter vide letter dated 22.02.2016 has informed the Ministry that he no longer wishes to go forward with the setting up of integrated cold chain project. The reason cited by the promoter for withdrawal of the proposal is non-availability of land. It has been mentioned that the promoter initially identified suitable land at Behrampur, District: Ganjam, Odhisa while applying for the scheme for which he had entered into an agreement for sale. Due to inordinate delay in receiving the sanction, this agreement got terminated. Subsequent to sanction of the project, Govt. of Odhisa had assured the promoter to provide alternate land. However, despite continuous follow ups by the promoter, the Govt. of Odhisa could not provide suitable land. This has caused the withdrawal of the proposal by M/s Raajratna Energy Holdings Pvt. Ltd.

Decision:-

After considering aforementioned facts and circumstances, IMAC approved the following:-

- (i)** Withdrawal of the proposal by M/s Raajratna Energy Holdings Pvt. Ltd. for setting up integrated cold chain project; and
- (ii)** Forfeiture of Earnest Money of Rs. 1 lakh deposited along with the EoI by M/s Raajratna Energy Holdings Pvt. Ltd.

9. Agenda Item No. 4: Change in location of Distribution Hub of M/s Hind Terminals, Village- Bhagola & Janauli, District- Palwal, Haryana

(a) IMAC noted that the proposal of M/s Hind Terminals was approved on 09.04.2015 for setting up integrated cold chain project in Palwal, Haryana. The approval letter to the project was issued on 22.05.2015. The project proposes to set up following cold chain facilities with financial assistance of Rs. 930.14 lakh:-

- Deep Freezers : 4680 MT (18 X 260 MT)
- Multi-purpose cold storage : 4680 MT (18x 260 MT)
- Ripening Chambers : 30 MT/day (Banana)
- Reefer Vans : 4 x 10 MT

(b) The promoter vide letter dated 08.12.2015 has intimated regarding change in the project location of the Distribution Hub due to inferior ground level conditions which is increasing the project cost and timelines. Promoter has proposed to change the land from Rect/ Kila nos. 70//4/1, 6, 7/1, 7/2, 8/1, 8/2, 13, 14/1, 14/2, 15, 71/10, 11 to Rect/ Kila nos. 54//2, 3, 8/1, 8/2, 9, 26, 220/2 in the same logistics park. The promoter has also submitted the CLU for the Logistics Park except land parcel Rect./Kila No. 54//26. The promoter has informed that the total area of this land i.e., Rect./Kila No. 54//26 is 605 sq. Yards which works out to 4.27% of total area (14162.68 sq. yards). IMAC was apprised that the promoter has applied to Town and Country Planning Department, Haryana for grant of CLU for this land parcel as well.

(c) IMAC also noted that the promoter has provided NOC from HSBC, promoter's lending bank, dated 26.11.2015 which states that "As per the financial projections provided by the Company, this change in location within the same logistics park does not impact the financial performance of this project and the bank has no objection in changing the land parcel as both the land parcels are within the same logistics park".

Decision:-

After considering aforementioned facts and circumstances, IMAC approved the change of land parcel for setting up distribution hub within the same logistics park from Rect/ Kila nos. (70//4/1, 6, 7/1, 7/2, 8/1, 8/2, 13, 14/1, 14/2, 15, 71/10, 11) to Rect/ Kila nos. 54//2, 3, 8/1, 8/2, 9, 26, 220/2.

10. Agenda Item No. 5: Change in location of collection centre in respect of M/s Sangha Refrigeration, Jalandhar, Punjab.

(a) IMAC noted that the proposal of M/s Sangha Refrigeration was approved on 25.03.2015 for setting up integrated cold chain project in Jalandhar, Punjab. The approval letter to the project was issued on 22.05.2015 for financial assistance of Rs. 1000 lakh for setting up following cold chain facilities:-

Distribution Hub at VPO-QuadianWali, Jalandhar, Punjab:

- MA store : 4375 MT
- CA store : 625 MT
- Grading, sorting and packing line : 10 MT/hr

Minimal Processing Centre proposed at VPO- ChohakKalan, Rama Mandi to Hoshiarpur Road, Jalandhar:

- Grading, sorting and packing line : 10 MT/Hr.
- Mobile size Graders : 2 MT, 10 Nos.

Reefer Vans :

- Reefer Vans : 15 MT * 3 nos.

(b) IMAC observed that promoter vide letter dated 04.02.2016 had requested for change in location of the collection center from VPO-Chohak Kalan, Rama Mandi to Hoshiarpur Road, Jalandhar, Punjab to VPO- Pholriwal, Distt. Jalandhar, Punjab, as the proposed changed location has better accessibility and will improve the viability of the project. The promoter had furnished a copy of the letter dated 12.01.2016 duly certified by Canara Bank for change in location of collection centre. In support of the said change, the promoter has furnished a copy of the lease agreement dated 11.01.2016 between M/s Sangha Refrigeration and Mr. Hardev Singh for the new location for a period of 20 years. The same has been signed by Sub Registrar, Tehsil- Jalandhar-1 and counter signed by the promoter.

(c) The PMA has opined that change in location of the collection center would not adversely impact the viability of the project.

Decision:-

IMAC considered aforementioned submissions and approved the change in location of the collection center from VPO-ChohakKalan, Rama Mandi to Hoshiarpur Road, Jalandhar, Punjab to VPO- Pholriwal, Distt. Jalandhar, Punjab in respect of integrated cold chain project of M/s Sangha Refrigeration, Jalandhar, Punjab.

11. Agenda Item No. 6: Revision of project component, project cost, eligible grant and means of finance of M/s Apollo Agro Industries Limited, Tal. Unjha, Distt. Mehsana, Gujrat.

(a) IMAC noted that the proposal of M/s Apollo Agro Industries Ltd. was approved on 24.03.2015 for setting up integrated cold chain project in Mehsana, Gujarat. The approval letter to the project was issued on 22.05.2015 for financial assistance of Rs. 944.61 lakh for setting up following facilities:-

- Cold Store : 4000 MT
- Irradiation Plant : 8000 Hr/Annum
- Reefer Transport : 2 Nos.

The total project cost is Rs. 2,238.5 lakh and eligible project cost is Rs. 1,964.22 lakh.

(b) The promoter vide letter dated 06.11.2015 has communicated regarding change in capacity of project components as mentioned below:

| S. No. | Approved Project Components and their Capacities | Proposed Project Components and their Capacities | Remarks |
|--------|--|--|----------------------|
| 1. | Irradiation Plant - 1000 KCi capacity | Irradiation Plant - 3000 KCi capacity | Increase in Capacity |
| 2. | Reefer Vans – 6 MT * 2 nos. | Reefer Vans – 6 MT * 2 nos. | No Change |
| 3. | Normal Cold Storage- 4000 MT | Normal Cold Storage- 200 MT | Decrease in Capacity |

(c) IMAC observed that the promoter has given the following reasons for enhancement of irradiation capacity:-

- (i) **Output Enhancement & Shelf life Extension:** As per extant Rules, Spices require dosage of irradiation (6 to 14 KGy) for microbiological decontamination which is a medium dose application. At 1000 KCi source strength, the time for treatment is more for a medium dose application and hence, plant output shall remain low, whereas, higher source strength would reduce the time required for treatment. Therefore, at 3000 KCi source strength, the exposure time for a medium dose application is less and hence, output shall be more.

Further, the irradiation capacity enhancement will allow the project to irradiate more crops to the extent of 18000 MT and prevent spoilage by extending their shelf life through this treatment.

- (ii) **Construction of Civil Infrastructure Constraint:** Irradiation Projects are built on the basis of source strength envisaged. Any subsequent addition in the capacity in an irradiation project is not possible once the civil

infrastructure is complete. This is due to the fact that Civil Structure (Concrete Cell) of a radiation plant is designed based on radiation shielding requirements. Therefore, once the construction work for the plant is complete, the only way to increase capacity is to build a new plant which is time consuming and capital intensive.

(iii) Preventing Leakages: As per the Atomic Energy Regulatory Board norms, radiation shielding requirements are calculated as per the radiation source planned to be used in the plant. Higher the source strength greater would be the radiation and hence thicker would be the concrete structure of radiation cell in order to ensure complete absorption of the radiation within the cell and the risk of leakages emitting outside would be significantly reduced.

(d) Promoter also submitted the copy of approval from Atomic Energy Regulatory Board (AERB) dated 06.11.2015 for the proposed site of Gamma Radiation Processing Facility (GRAPF) of M/s Apollo Agro Industries Limited, Tal. Unjha, Dist. Mehsana, Gujrat. The approval is valid till 05.11.2017.

(e) The promoter vide letter dated 16.01.2016 has submitted revised bank appraisal note from Mehsana Urban Co-op Bank Ltd. mentioning the revised project cost and revised means of finance as follows:

a. Project Cost:(Rs. Lakh)

| Particulars | Appraised by Ministry | Revised |
|--|-----------------------|----------------|
| Land | 0.00 | 0.00 |
| Construction of Factory Shed and Buildings | 896.02 | 945.87 |
| Cost of Plant and Machinery with Electrification | 1085.32 | 1106.52 |
| Prelim and Pre-Op expenses | 108.14 | 220.82 |
| Contingency | 99.07 | 102.62 |
| Margin for Working Capital | 50.00 | 50.00 |
| Total Cost of Project | 2238.55 | 2425.83 |

b. Means of Finance:(Rs. Lakh)

| Particulars | Appraised by Ministry | Revised |
|-------------------|-----------------------|----------------------|
| Promoters' Equity | 370.93 | 370.93 |
| Unsecured Loan | 425.00 | 604.90 |
| Term loan | 498.00 | 1450.00** |
| MFPI Grant | 944.61 | (1450-944.61=505.39) |
| Total | 2238.55 | 2425.83 |

**Including Grant of Rs. 944.61 lakh

(f) It was observed by IMAC that substantial reduction in the capacity of cold storage proposed by the promoter is due to space constraint arising out of the increase in the capacity of irradiation facility.

(g) IMAC noted that PMA has suggested that decrease in the capacity of the Cold Storage would lead to a reduction in the eligible project cost and the grant-in-aid. The project was sanctioned with an eligible project cost of Rs. 1964.22 lakh of which Rs. 580.32 lakh was on account of 4000 MT Cold Storage. Based on revised CE (Mech and Civil) certificates furnished by the promoter, the PMA has re-calculated the eligible grant-in-aid as follows:-

(Rs. in lakh)

| Project Components | Cost as per Sanction Letter | Cost as per revised CE Certificates | Revised Eligible Cost |
|--|--|-------------------------------------|-----------------------|
| A. Civil Works | | | |
| Concrete Cell for irradiation plant & labyrinth control room for irradiation plant, DM Plant and Ventilation room, Cell rooftop and cask handling area | 450.00 | 600.00 | 450.00 |
| Plant Building | 100.00 | 287.00 | 100.00 |
| Cold Storage Building | 293.88 | 25.00 | 25.00 |
| Ante Room | 35.02 | | |
| B. Plant & Machinery | | | |
| Normal Cold Storage | 580.32 | 44.00 | 44.00 |
| Irradiation Facility | 330.00 | 530.00 | 330.00 |
| Cobalt-60 | 75.00 | 75.00 | 75.00 |
| Lab Equipment | 30.00 | 35.00 | 30.00 |
| Auxillary Equipment | 20.00 | 30.00 | 20.00 |
| Insulated Vans | 50.00 | 50.00 | 50.00 |
| Total Eligible Project Cost | 1964.22 | 1676.00 | 1124.00 |
| Total Grant-in-Aid @ 50% Project Cost | 944.61 (Sought by promoter) | 838.00 | 562.00 |

(h) IMAC observed that reconfiguration of the project as detailed above would lead to reduction in grant amount by Rs. 382.61 lakh (Rs. 944.61 lakh – Rs. 562 lakh). The promoter has requested for inclusion of increased cost due to increase in irradiation capacity in the eligible project cost.

(i) The promoter vide letter dated 04.01.2016 has also requested for extension for six months i.e. by Nov, 2017 to complete the project. The reason cited by the promoter is

delay in according permission for upward revision of irradiation capacity from the Ministry. The request of the promoter for extension of time upto Nov., 2017 for completing the project at this stage is appears to be premature.

(j) The promoter of M/s Apollo Agro Industries was also present when the case was being deliberated by the IMAC. He was apprised of the reduction in the grant consequent on reconfiguration of the project component capacities proposed by him. The promoter proposed that he would like to set up a cold storage of 4000 MT capacity at a different viable location. IMAC advised him to submit a proposal in this regard.

Decisions:-

In view of above, IMAC considered and approved the following:-

- (i) Upward revision of irradiation capacity from 1000 KCi to 3000 KCi without any upward revision in the grant of MoFPI.
- (ii) If the promoter wishes to set up Cold Storage of 4000 MT capacity at a different viable location he should submit the revised location of cold storage within one month.
- (iii) The promoter should also furnish revised Bank Appraisal note including revised irradiation capacity (3000 KCi) and cold store (4000 MT) at new revised location within one month.

12. Agenda Item No. 7: Extension of time for submission of documents for release of 1st installment of grant in respect of integrated cold chain project of M/s Anandum Agro Tech (P) Ltd., Chandigarh.

(a) IMAC noted that the proposal of M/s Anandum Agro Tech (P) Ltd. was approved on 25.03.2015 for setting up integrated cold chain project for processing and preservation of fruits & vegetables and milk in Patiala, Punjab. The approval letter to the project was issued on 22.05.2015. The project proposes to set up following cold chain facilities with financial assistance of Rs. 1000 lakh:-

Distribution Hub: At Industrial Focal Point, Tehsil - Rajpura, Patiala, Punjab

- IQF/ Blast Freezer : 2 MT/hr
- Freezer : 1000 MT
- CA/ MA Cold Storage : 1500 MT
- Sorting Grading Line : 2 MT/hr
- Composite Milk Processing Plant : 200000 LPD

Minimal Processing Centre:

- CA/ MA store : 1500 MT
- Bulk Milk Coolers/ Milk Chilling Units : 10000 liter/day x 5

Reefer Vans : 6 x 4 MT

(b) The promoter vide letter dated 18.02.2016 requested for extension of time of 12 months to submit the documents for release of 1st installment of grant. The promoter has informed that he had signed MoU with Government of Punjab during Progressive Punjab Summit-2013 and accordingly submitted the proposal to Punjab Bureau of Investment Promotion on 03.07.2014 to set up the project at the defunct unit of MARKFED situated at Modern Rice Mill, Rajpura. The promoter has also enclosed a copy of letter dated 02.02.2016 from Shri Ravinder, Director, DIPP, Ministry of Commerce and Industry, Gol addressed to Chief Secretary, State Govt. of Punjab and Managing Director & CEO, Invest India requesting to expedite the matter. In spite of all the efforts made by the promoter the land is not yet released/transferred in the name of M/s Anandum Agro Tech (P) Ltd. The promoter has informed that several proposals for purchase of private land are at various stages of negotiation and will be finalized as early as possible.

(c) It was observed by IMAC that the then Secretary, FPI had sent a DO letter dated 22.09.2015 to Chief Secretary, Punjab, which was duly acknowledged vide letter dated 30.09.2015 from Chief Secretary, Punjab. M/s Anandum Agro Tech (P) Ltd. also sent 2 grievances to the PM's office through the PG Portal, which have been forwarded to State Mission Director for taking necessary action.

(d) During the discussions, Project Manager, Department of Food Processing, Punjab apprised the IMAC that the Hon'ble Chief Minister, Punjab vide letter dated 22.07.2015 had informed, Union Minister of Road Transport, Highways & Shipping that the site of Modern Rice Mill, Rajpura is owned by Punjab State Cooperative Supply & Marketing Federation Limited (MARKFED) and its premises are being utilized exclusively for storage of food grains. In the said letter it has been mentioned that M/s Anandum Agrotech (P) Ltd.

have been advised to set up their cold chain project in the upcoming Mega Food Park at Ladhowal, Ludhiana and contact Punjab Agro Industries Corporation Limited for further details regarding allotment of land in the Park.

(e) It was also noted by the IMAC that Projects Division of Punjab Agro Industries Corporation Ltd.(PAIC) vide letter no. PAIC:PJD: Anandum 2015: 167 dated 08.09.2015 had informed above facts to the promoter mentioning that it was not possible to spare the land of Modern Rice Mill, Rajpura for setting up integrated cold chain project and had invited the promoter to discuss the matter.

Decision:-

IMAC noted that aforementioned facts were never brought to the notice of the Ministry by the promoter. After considering all facts of the case, the IMAC directed to issue a show cause notice to the promoter for cancellation of the project for failing to comply with the scheme guidelines and concealing the material facts of the case.

13. Agenda Item No. 8: Request of M/s Scasa Foods, Ludhiana, Punjab for change of location of distribution hub, change of name of implementing agency and extension of timeline for submission of request for release of first installment of grant-in-aid.

(a) The IMAC noted that the proposal of M/s Scasa Foods was approved on 09.04.2015 for setting up integrated cold chain project in Ludhiana, Punjab for processing of fruits and vegetables. The approval letter was issued on 22.05.2015. The project proposes to set up following cold chain facilities with financial assistance of Rs. 1000 lakh:-

Facilities at Distribution Hub

| |
|--|
| i. IQF: 2 MT/Hr |
| ii. Deep Freezer: 1500 MT |
| iii. Multi-commodity cold store: 1000 MT |
| iv. Multi – functional lab |
| v. Reefer Van: 3 x 4 - 6 MT |

| |
|--|
| Minimal Processing Centre (MPC) at Ramgarh (Ludhiana) |
| i. CA/MA Store: 2000 MT |
| ii. Ripening chamber: 20 MT/batch |
| iii. Sorting grading line: 5 MT/Hr |
| iv. Pre cooling: 6 MT/batch |
| MPC at Hoshiarpur |
| i. Pre-cooling: 6 MT/Batch |

(b) The IMAC noted that the promoter vide letter dated nil received on 22.02.2016 requested for approval for change in the site of the proposed distribution hub from Village Raina, District Ludhiana to Village Heera, Chandigarh Road, Ludhiana. The promoter vide letter dated nil received on 10.11.2015 has intimated that the proposed new location is approx. 500 meters from the earlier proposed site and is closer to the national highway which connects Chandigarh and Ludhiana. The promoter vide earlier communication has mentioned that due to long process of approval by the Ministry, the earlier proposed land has been utilized by the promoter for setting up another project and hence the change in location was proposed. In support of this, the promoter has submitted the non-encumbrance certificate, copy of Jamabandi, copy of sale deed, CLU and term loan sanction letter dated 18.02.2016 from ICICI Bank.

(c) IMAC further noted that the promoter vide aforementioned letter has also requested for change in name of the implementing firm from Scasa Foods to Scasa Industries. The promoter has informed that both these are proprietorship firms of sole promoter Mr. Arjun Sethi. In addition the promoter has submitted fresh sanction letter dated 18.02.2016 from ICICI Bank in the name of M/s Scasa Industries, Village Heera, Chandigarh Road, Ludhiana for a term loan sanction of Rs. 8.5 crores.

(d) The IMAC observed that the promoter has also requested for three months extension for submission of request for release of 1st installment of grant-in-aid. However during the review meeting held on 11.03.2016, the promoter had requested to extend the timeline upto 31st July 2016 for submission of documents for release of 1st installment of grant-in-aid.

(e) IMAC noted that the PMA vide letter dated 09.03.2016 has intimated that since the amount of term loan as well as the lending bank is same as was earlier mentioned in the DPR, the request of the promoter for change in location may be considered and as both the firms belong to the sole proprietor and bank has also given its sanction letter in the name of M/s Scasa Industries, the change in implementing firm may also be considered. IMAC further noted that PMA has also recommended that as the project implementation has been delayed due to change in location and need for re-appraisal for the term loan, the request for extension of time may also be considered.

Decisions:-

IMAC considered the aforementioned submissions and approved the following:

- i. Change in location of distribution hub from Village Raina, District Ludhiana, Punjab to Village Heera, Chandigarh Road, Ludhiana, Punjab
- ii. Change in the name of the implementing firm from M/s Scasa Foods to M/s Scasa Industries, and
- iii. Extension of time upto 31.07.2016 for submission of documents for the release of first installment of grant-in-aid.

14. Agenda Item No.9: Change in location of distribution hub, change in lending bank and revision in project cost (total & eligible) & means of finance of M/s Mahua Cooperative Cold Storage Ltd., Vaishali, Bihar.

(a) It was noted that IMAC in its meeting held on 02.07.2015 had approved the revised project cost as Rs. 2112 lakh and revised grant-in-aid as Rs. 975.36 lakh for the above project. Following are the project components of M/s Mahua Cooperative Cold Storage Ltd. for setting up integrated cold chain:-

Distribution Hub: at Village Bhathadasi, Block Razapakav, District Vaishali

- CA Store : 2500 MT
- Multi Commodity Cold Store : 1000 MT
- Sorting/ Grading Line : 5 MT/ Hr

Minimal Processing Centre: at Hajipur, District Vaishali

- Sorting/Grading Line : 5 MT/ Hr
- Pre Cooling Chambers : 2 nos. of 10 MT each
- Mobile Pre Coolers : 3 nos. of 6 MT each

Reefer vans : 5 nos. of 15 MT each.

(b) IMAC observed that the promoter vide letter dated 02.01.2016 has requested for change in land of main facility/Distribution Hub from Village Bhathadasi, Block Razapakar, Dist. Vaishali, Bihar to Mahua (Mukundpur), PO& PS Mahua, District Vaishali, Bihar. The promoter intimated that it is taking time to obtain the CLU at Village Bhathadasi, Block Razapakav, Dist. Vaishali, Bihar, due to which implementation of project is getting delayed. The promoter also intimated that the new location is being used by the firm for an existing Cold Storage and has approval for industrial use. The following have been submitted with respect to the proposed new location:

- i. Notarized copies of land documents (sale deed) of the proposed location;
- ii. Approved site layout plan given by Ward Councilor, Nagar Panchayat, Mahua; and
- iii. A copy of Lol dated 02.01.2016 issued to M/s Frore Reftek Pvt. Ltd., Najafgarh, New Delhi for executing the project on Turn Key Basis.

(c) Promoter vide above mentioned letter has also intimated that there is a change in lending Bank, project cost and means of finance of the project. The lending bank has been changed from VSV Co-Op Bank Ltd. to National Cooperative Development Corporation (NCDC). The promoter intimated that being a cooperative, they are eligible for term loan with easy repayment conditions from NCDC. Term loan sanction letter from NCDC for an increased amount of Rs. 900 lakh (earlier term loan amount was Rs. 584.00 lakh) has been submitted. The term loan sanction letter from NCDC mentions the new project cost and means of finance as follows:

a. Project Cost:

| S. No. | Particulars | Earlier Appraised (in Rs. lakh) | Appraised by NCDC (in Rs. lakh) |
|---------------|---|--|--|
| 1. | Land/Land Development | 21.00 | 21.00 |
| 2. | Buildings/Civil Works | 456.69 | 477.81 |
| 3. | Plant and Machinery including Refrigerated Vehicles | 1486.84 | 1634.31 |
| 4. | Misc Fixed Assets | 147.47 | |
| | Total | 2112.00 | 2133.12 |

b. Means of Finance:

| S. No. | Source of Finance | Earlier Appraised (in Rs. lakh) | Appraised by NCDC (in Rs. lakh) |
|---------------|--------------------------|--|--|
| 1. | Promoters Contribution | 528.00 | 257.76 |
| 2. | Bank Loan | 584.00 | 900.00 |
| 3. | Eligible Grant | 1000.00 | 975.36 |
| | Total | 2112.00 | 2133.12 |

(d) IMAC noted the suggestion of PMA that change in the location of main facility/Distribution Hub would not impact the viability of the project. However, the PMA has advised that for the change in project cost and means of finance, the promoter may be requested to furnish detailed bank appraisal note from new lending institution i.e. NCDC in order to ascertain the details of project components considered by the lending institution while according sanction of term loan to the project. The promoter of the project was present during the review meeting on 11.03.2016 where he was advised to submit the appraisal note of NCDC which has sanctioned term loan to the project.

Decisions:-

Based on detailed discussions, IMAC approved the following:-

- (i)** Change in location of Distribution Hub from Village Bhathadasi, Block Razapakar, Dist. Vaishali, Bihar to Mahua (Mukundpur), PO & PS Mahua, District Vaishali, Bihar.
- (ii)** Change in lending Bank from VSV Co-operative Bank Ltd. to National Cooperative Development Corporation (NCDC) with the condition that the promoter needs to furnish detailed appraisal note from NCDC.

- (iii)** Revision of project cost from Rs. 2112 lakh to Rs. 2133.12 lakh.
- (iv)** As regards the means of finance, IMAC directed that the debt – equity ratio should be maintained in the same proportion as originally approved.
- (v)** The IMAC further instructed the division to ask for a detailed business plan from the promoter justifying the components he wishes to set up in the project.
- (vi)** IMAC also directed the PMA to carry out the site visit and give a report on the existing cold storage at the site.

15. Agenda Item No. 10: Revision of project component, project cost (total and eligible) and means of finance of M/s Boxco Logistics India Pvt. Ltd., Distt. Sonapat, Haryana

(a) IMAC noted that the proposal of M/s Boxco Logistics Pvt. Ltd. was approved on 24.03.2015 for setting up integrated cold chain project in Sonapat, Haryana. The approval letter to the project was issued on 22.05.2015 for financial assistance of Rs. 10 crore for setting up following facilities:-

Distribution Hub:

- Multi Commodity Cold Storage : 3320 MT
- Deep Freezer : 4980 MT

Minimal Processing Centre:

- Multi Commodity Cold Storage : 500 MT

Reefer Vans : 10 nos. (of varying capacities ranging from 1.25 MT to 13.5 MT)

(b) The total project cost of the project is Rs. 3306.76 lakh as reconsidered and approved by the IMAC in its meeting held on 02.07.2015. Subsequently, the promoter vide letter dated 06.07.2015 had intimated that he doesn't want to invest in the Minimal Processing Centre with the facility of Multi Commodity Cold Storage (500 MT capacity), Minimal Processing Area (700 Sq. Mt.) and reefer vehicles (5 nos. – 1.25 MT, 2.5 MT, 4.25 MT, 6.35 MT and 8.0 MT) as all the activities meant for Collection Centre/ MPC can be conveniently carried out from main distribution hub. The expenditure of approx. Rs. 337.58 lakh proposed to be incurred on setting up MPC and purchase of 5 reefer vans is now no more required. The promoter had also submitted the reappraisal with NOC by the lending bank, wherein, the bank has confirmed that there is no adverse effect on the project viability/ financial model due to the amendment made to the project cost elements or due to revised implementation schedule.

(c) The matter was placed before the IMAC held on 09.11.2015. After considering all facts of the case, IMAC directed the PMA to undertake a site visit of the project to verify the proximity of the Distribution Hub from the consumption centre(s) and the proposed MPC and whether the objective of farm to fork cold chain would get fulfilled if these changes were approved. The IMAC also instructed the PMA to confirm the total capacity proposed to be created by the promoter.

(d) **Site Visit by the PMA:** The Inspection of the site was carried out by PMA on 03.12.2015. It was observed that the location of the proposed MPC is approximately 2.5 KMs away from the Distribution Hub. Therefore, due to such close proximity of the Distribution Hub and MPC, even if the infrastructure proposed at MPC is set up at Distribution Hub there would be no adverse impact on the project with respect to Farm to Fork objective or proximity to the consumption centre.

During the site visit PMA was informed by the representatives of M/s Boxco Logistics, that the capacity of Cold Storage to be constructed would be approximately 8800 MT on a total plot size of 2 Acres. The revised combined capacity comprises Multi Commodity Cold Storage of 3820 MT (3320 MT + 500 MT) and Deep Freezer of 4980 MT. This is also

supported by the revised bank appraisal note dated 21.12.2015 of IndusInd Bank submitted by the promoter.

(e) The matter was again placed before the IMAC held on 21.01.2016. After considering all facts and circumstances of the case the IMAC directed the PMA to re-evaluate the score as per evaluation criteria laid down in the scheme guidelines since, MPC is proposed to be removed by the promoter as approved project component. IMAC also directed the PMA to ascertain backward linkage for the project and as to whether deletion of MPC and change in number and capacity of reefer vans would adversely impact the seamless backward integration of cold chain facilities from farm to fork. IMAC directed to place the matter in next IMAC meeting after due compliance.

(f) PMA Observations:

a) Re-evaluated score post deletion of the one of the project component.

The Project was approved with a total score of 69 marks in the IMAC meeting held on 24.03.2015 and ranked 20th in the final merit list. Further, upon considering the revised project components, the PMA has revised the scores as below:

(i) Section 3: Proposed Investment in Minimal Processing Centre/Farm Level Infrastructure including Collection Centers and reefer transport etc. The Project was awarded 15 marks out of 25 marks in this scoring criterion in the IMAC meeting held on 24.03.2015, as the total proposed Investment in MPC & reefer transport in this category was 15.03% as compared to the total project cost (excluding land). But, as per the revised project components the percentage of Investments is now less than 10% due to which the project should be awarded 10 marks (minimum marks in this scoring criterion).

(ii) Section 5: Leveraging of Investment in the Project: The project was awarded 5 marks in this category in the IMAC meeting held on 24.03.2015 as the ratio of proposed private investment to the grant sought by the promoter was 2.23. But, as per the revised project components this ratio is now calculated as 1.96, based on which the project should be awarded 3 marks (minimum marks in this scoring criterion).

In view of above, the revised score of the project is 62, and the project still makes it within top 30 eligible proposals. Earlier the project was ranked at 20th position and now it is finding place at 26th position. After the reconfiguration of the proposal as detailed above, it is still complying with minimum two eligible components by creating distribution hub and procuring reefer vans.

b) Impact on the backward linkages of the project due to change in deletion of the MPC and change in the number and capacity of the reefer transport.

(g) The PMA has scrutinized the detailed business plan dated 22.02.2016, endorsed by bank, which confirms that there is no adverse effect in the Project Viability & the Financial Model and has noted the following:

- (i) **Brief Business Plan:** The project is a green field project located in Village-PanchiGujran, Tehsil- Gannaur, Haryana and envisages storage of fresh fruits & vegetables from the farmers in the catchment area which shall be transported through refrigerated vehicles and will be stored in 8800 MT capacity created at the Distribution Hub. Subsequently, direct procurement of the F&V by traders/retailers will be transported in refrigerated vehicles to various wholesalers/ distributors/ customers/ retailers & to other States.
- (ii) **Proximity of Collection Centre from Distribution Hub:** In the initial business plan, BOXCO had intended to have one separate Collection Center in the form of farm level infrastructure at Gannaur at a close distance of approx. 2.5 km from the Distribution Hub. This proposition was featuring in the DPR which was submitted in 2014. In the interim period of two years, since the proposal was submitted to the Ministry, BOXCO had several discussions with various stake holders and it emerged that having Distribution Hub in the hinterland of farm level catchment area of village PanchiGujran itself can conveniently also serve the purpose of a Collection Center. Therefore, it was observed that separate Collection Center activities through a farm level infrastructure is getting duplicated by virtue of its proximity (approx. 2.5 km) to the Distribution Hub which can conveniently be carried out from Distribution Hub, since the Distribution Hub itself is geographically located in a remote farm catchment area of village PanchiGujran of The Gannaur. Thus, instead of having separate physical infrastructure of Collection Center at a distance of approx. 2.5 km, the proposed capacity of 500MT at the collection center would be added to the storage capacity of the distribution hub without compromising on the essence of the cold chain project.
- (h) The representative of M/s Boxco Logistics India Pvt. Ltd. was also present during the discussions. He explained the business model of his project and apprised the IMAC that the facility proposed to be created will be utilized by the farmers of the catchment area and also by other traders/retailers who wish to keep their perishable produce in the facility. The facility will be used on rental basis and will cater to the needs of the different types of produce which may require preservation at -20° centigrade to +20° centigrade.

Decision:-

After detailed deliberation the IMAC directed that PMA may revisit the business plan and the grant calculation for technical civil works and plant & machinery. IMAC further directed that cost norms of MIDH may also be checked.

16. Supplementary Agenda Item No. S1: Change in lending bank, project cost and means of finance of M/s Safe N Fresh Foods, Distt. Jammu, Jammu & Kashmir

(a) IMAC noted that the proposal of M/s Safe & Fresh Foods was approved on 24.03.2015 for setting up of Integrated Cold Chain Project for fruits & vegetables at Bhadrone, Pouni Chak, District Jammu with following means of finance:

(Rs. In lakh)

| Source of finance | Proposed as per DPR | Appraised as per Bank |
|-------------------|---------------------|-----------------------|
| Promoter equity | 300.00 | 250.00 |
| Bank loan | 150.00 | 150.00 |
| Unsecured loan | 49.40 | 99.40 |
| MoFPI grant | 1000.00 | 1000.00 |
| Total | 1499.40 | 1499.40 |

(b) It was observed that the promoter vide letter dated 22.06.2015 and 07.09.2015 had intimated the change in project location of distribution hub from Vill. Bhadrone, Pouni Chak, Jammu to Phase-II, Industrial Growth Centre, Samba, Jammu & Kashmir, change in project cost from Rs. 1499.40 lakh to Rs. 1551.40 lakh and means of finance. This request of the promoter was considered and approved by IMAC in its meeting held on 09.11.2015.

(c) Now, the promoter vide letter dated 08.03.2016 has again requested for change in (i) lending bank from Axis bank to State Bank of India (SBI); (ii) project cost from Rs. 1551.40 lakh to Rs. 1688.45 lakh and (iii) means of finance. The promoter has intimated that due to non-cooperative attitude of Axis Bank they approached State Bank of India (SBI) for term loan sanction. SBI has issued sanction letter dated 30.01.2016 for an amount of Rs. 350 lakh along with additional bridge loan of Rs. 750 lakh. The bridge loan has been sanctioned against the grant of Rs. 10 crore. SBI has disbursed 50% of net term loan amounting to Rs. 1.75 crore and Rs. 1.30 crore from bridge loan. The escalation in project cost is due to payment of interest amounting to Rs. 137.05 lakh during construction period as intimated by the promoter.

(d) The promoter has submitted revised means of finance as detailed below:-

| Source of finance | Approved by IMAC on 09.11.2015 (in Rs. lakh) | Revised (in Rs. lakh) |
|-----------------------|--|-----------------------|
| Promoter contribution | 386.40 | 338.45 |
| MoFPI grant | 1000.00 | 1000.00 |
| Term Loan | 165.00 | 350.00 |
| Unsecured loan | 0.00 | 0.00 |
| Total | 1551.40 | 1688.45 |

The promoter has informed that there is no change in components, capacities and cost of technical civil work and plant & machinery. Also there is no change in locations of 10 collection centers.

Decisions:-

IMAC considered the request of the promoter and approved the following:-

- (i) Change in lending bank from Axis Bank to State Bank of India; and
- (ii) Revision in project cost from Rs. 1551.40 lakh to Rs. 1688.45 lakh and means of finance as detailed in para (d) above without change in MoFPI grant.

17. Other decisions of IMAC

- (a) The IMAC directed that an impact evaluation study of all completed and commissioned integrated cold chain project may be carried out.
- (b) Division may determine cost norms for various components to decide the quantum of grant-in-aid in respect of cold chain projects assisted by the Ministry.