

# **Subsidy from Government of India for setting up of Integrated Cold Chain & Value Addition Infrastructure**

## **Introduction**

Ministry of Food Processing Industries, Govt. of India has announced the scheme with an objective to provide integrated cold chain, preservation & value addition infrastructure facilities without any break from farm gate to consumer in order to reduce post-harvest loss.

## **Eligible Entities**

The Projects can be set up by individuals as well as entity/organization such as FPOs/FPCs/NGOs/PSUs/Firms/Companies etc.

## **Eligible Sectors**

Non-horticulture produce, dairy, meat, poultry and marine/fish (except shrimp)

## **Eligible Components of the Scheme**

- A. Farm Level infrastructure (FLI)** – it may include processing centre, situated in the catchment area of the targeted produce.
- B. Processing Centre (mandatory component)** – it includes Mechanized sorting & grading line/packing line/staging cold rooms, Cold Storage Units, Controlled Atmosphere storage, Deep/Blast/Plate/Spiral/Tunnel freezers, IQF line, Milk Chilling/Bulk Milk Cooling, Automatic Milk Collection Unit, Milk Processing Unit, Poultry/Fish/Meat/Marine processing unit, Food Irradiation unit, Refrigerated/insulated transport, pre-cooling units, refer boats, packaging line for chilled/frozen/temperature-controlled products, in-house food testing laboratory etc.
- C. Distribution Hub** – This shall be a modern multi-product, multi-temperature cold storage. It may also include one or more facilities as mentioned under “Processing Center”.
- D. Refrigerated vans/ refrigerated trucks/ insulated vans/ mobile insulated tankers.**

**E. Irradiation Facility** – This may be a standalone component. For irradiation project, fruit & vegetable sector would also be an eligible sector.

### Timeline for Submission of Application

Ministry of Food Processing, Govt. of India has notified the **Expression of Interest (EOI)** for accepting proposals under PMKSY.

Interested candidates can submit their proposals by **10<sup>th</sup> of August 2022**.

### Pattern of Assistance/Grant

- ✓ 35% of the eligible project cost in General Areas.
- ✓ 50% of the eligible project in difficult areas which includes - North Eastern States as well as projects owned by SC/ST, FPOs & SHGs.

Note –

- i) In all cases maximum grant is Rs. 10.00 crore.
- ii) SC/ST entrepreneurs having 51% stake will be treated as SC/ST proposals.
- iii) Grant shall not applicable for expansion/up gradation of existing facility (ies).

### Points to Remember

Particulars	Net worth criteria
<b>For General Category</b>	
Newly formed company	Net worth of individual promoters/directors/shareholders shall be at least 1.5 times of the grant
Existing Company	Net worth shall be ascertain based on the paid up share capital and reserves created out of profit and which shall be at least 1.5 times of the grant
Entities other than the companies (Proprietorship/Partnership firms/NGOs/Cooperatives/SHGs /LLPs/ FPOs)	Net worth will be ascertained on the basis of latest balance sheet of individual proprietor/partner(s)

Company/Firm/NGOs/ Cooperative /LLPs owned by SC/ST, FPOs/ SHGs or proposals from difficult areas	Net worth shall be at least equivalent to the grant.
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Particulars	Funding pattern
Means of finance – General Category	1) Equity shall not be less than 20% of total project cost 2) Term Loan from bank shall not be less than 20% of total project cost
Means of finance – SC/ST, FPOs, SHGs and difficult areas	1) Equity shall not be less than 10% of total project cost 2) Term Loan from bank shall not be less than 10% of total project cost

Particulars	Timeline/installment of claim of subsidy
Timeline for completion and operationalization of projects – <b>General Area</b>	24 Months from the date of approval
Timeline for completion and operationalization of projects – <b>Difficult Area</b>	30 Months from the date of approval
Installments for claiming the subsidy	3 installments

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