



Government of India
Ministry of Food Processing Industries

35th Mission Operation Greens Meeting

on

28.02.2022

Minutes

(Long Term Proposals under Operation Greens)

Minutes of the 35th Meeting of Mission Operation Greens held on 28.02.2022

The meeting was held under the chairpersonship of Economic Advisor, FPI to review the ongoing integrated value chain development projects for setting up of Value Chain Development Projects and other miscellaneous matters under Operation Greens Scheme. Members of the Mission Operation Greens (MOG) and PMAs (GT & NABCONS) attended the meeting.

2. At the outset, Chairman welcomed the participants and intimated the purpose of the meeting.

3. Detailed presentations were made by the PMAs on the proposals and subsequent clarifications submitted by the PIA/Promoters for the ongoing projects as well as new applications. Mission examined whether the applicants have complied with basic eligibility criterion, total project cost, eligible project cost and means of finance w.r.t. new proposals for setting up of value chain development projects under the scheme as detailed out in the agenda notes.

4. The agenda item wise recommendations of the Mission are as under:

by

PMA: NABCONS

Agenda Item No. 1: Request of PIA for extension of timeline upto 31.03.2022 and 30.04.2022 for uploading of documents for release of 3rd Instalment and 4th installment of grant in aid respectively in respect of Vangi Foods.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

- (a) PIA requested for extension of timeline up to 28.02.2022 for uploading of documents for release of 3rd instalment of grant vide its letter dated 24.01.2022. Further, PIA had submitted revised letter dated 25.02.2022 wherein PIA has requested to extend timeline up to 31.03.2022 for uploading of documents for release of 3rd Instalment of grant. In the letter, the PIA has stated that since last one & half month factory and FLI civil work related activities were affected as most of the related staff and worker and/ or family member were affected due to COVID; and
- (b) PIA vide its letter dated 27.01.2022 requested for extension of timeline up to 30.04.2022 for completion of project.
- (c) PIA had confirmed that documents for release of 3rd installment of grant will be uploaded by 31.03.2022.
- (d) Mission is of the view that the request for extension for completion/ uploading of documents for release of 4th instalment of grant may be considered after release of 3rd installment of grant.

MOG Recommendation:

MOG recommended the extension of timeline up to 31.03.2022 for uploading of documents on the SAMPADA portal for release of 3rd instalment of grant in aid.



PMA: GT

Agenda Item No. 2: Request of PIA for extension of timeline upto 31.03.2022 to upload the documents for release of 2nd tranche of 1st Instalment of grant in aid; Modification in Means of Finance and Change in location of Collection Centre, Pack House, Soil testing laboratory & Hi-Tech nursery in respect of M/s Khemanand Dudh and Krishi Producer Company Limited.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

IFCI Ventures Capital Funds Limited letter dated 16.12.2021, submitted by PIA, has not commented on the viability of the project after change in locations and there is no time schedule for disbursal of loan.

MOG Recommendation:

MOG directed the PIA to submit the letter from the lending financial institution (i) that the viability of the project will not be impacted due to change in locations and (ii) loan disbursal schedule, which should not be linked with the release of grant in aid by the MoFPI.

Further, MOG directed the Division to process the case on file after receipt of requisite documents from PIA for (i) extension of timeline upto 31.03.2022 to upload the documents for release of 2nd tranche of 1st instalment of grant in aid; (ii) Modification in Means of Finance; and (iii) Change in location of Collection Centre, Pack House, Soil testing laboratory & Hi-Tech nursery and place in forthcoming IMAC meeting for consideration.



Agenda Item No. 3: Request of PIA for consideration of expenditure on FLI in respect of Nedspice Dehydration India LLP.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

- (a) PIA has spent ₹62.60 lakh [₹30.60 lakh (towards Farmer Training Centre/ Collection & Input Distribution Centre for FPO) and ₹32 lakh (towards Storage structure)] against ₹64 lakh; and
- (b) PIA has taken on lease the storage infrastructure for 10 years, however as per the scheme guideline's condition 5.2.1 (v), lease deed should be for at least 15 years.
- (c) PIA has agreed to take the storage infrastructure for 15 years on lease to comply with the condition of scheme guidelines and spend the entire amount of ₹64 lakh.

MOG Recommendation:

MOG directed the PIA to submit the revised lease agreement for storage infrastructure for 15 years and spend the entire amount of ₹64 lakh.

Further, MOG directed the Division to process the case on file after receipt of requisite documents from PIA and place in forthcoming IMAC meeting for consideration.



Agenda Item No. 4: Request of PIA for extension of timeline upto 07.03.2022 for uploading of documents for release of 1st tranche of 1st Instalment of grant in aid in respect of Smartagri Agrovillage Producer Company Limited.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

- (a) Date of extension sought by PIA has already passed and retrospective decision shall not be made to give approval for extension of timeline up to 15.02.2022; and
- (b) PIA has uploaded the documents for release of 1st tranche of 1st instalment of grant in aid.

MOG Decision:

MOG approved the extension of timeline up to 07.03.2022 for uploading of documents on the SAMPADA portal for release of 1st tranche of 1st instalment of grant in aid.



Agenda Item No. 5: Request of PIA for relaxation in respect of arrangement of land for 20 PPCs in phased manner for 30 days compliance/Installments to be released and relaxation of condition of proportion expenditure from Equity and Term Loan in respect of Andhra Pradesh Food Processing Society.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

- (a) PIA has informed from time to time that there is delay in release of funds from GoAP for contribution for equity as well for term loan. So far, GoAP has released only ₹1225.15 lakh which is approx.11% of total project cost [₹10999.50 lakh] in last 3 years since approval of the project i.e. 20.03.2019.
- (b) PIA has informed that in the next FY i.e. 2022-23, APFPS has requested the GoAP for release of ₹42 lakh.
- (c) The project has been delayed considerably and in next FY also it is very much unlikely that project will be completed.

MOG Recommendation:

MOG recommended that a meeting with State Government's Finance Department shall be scheduled to understand as to how and when the contribution from State Government will be made and project will proceed in future. Accordingly, the request of PIA shall be placed before IMAC to decide whether the project should be cancelled or otherwise.



Agenda Item No. 6: Request of PIA for extension of timeline and consideration on common utilities in respect of Banaskantha District Co-Op. Milk Producers Union Limited.

Representative of the applicant attended the virtual MOG Meeting held on 28.02.2022.

2. MOG Observation:

- (a) PMA has conducted the site visit and observed that one Dairy Processing Plant is under construction on the same premises where PIA has proposed the main processing facility under OG Scheme. Further, some of the utilities like boiler, compressor, control panels for utilities and LT-HT panel etc. are common for both the processing plants.
- (b) PIA has informed that all the utilities including ETP & STP are separate for both the units.

MOG Decision:

MOG approved the extension of timeline up to 31.03.2022 for uploading of documents on the SAMPADA portal for release of 1st tranche of 1st instalment of grant in aid, subject to submission of (i) undertaking that all the utilities are separate, along with detailed plant & machinery including utilities, for Dairy Processing Unit and Potato Processing Unit, and (ii) detailed plan layout of Dairy Processing Unit and Potato Processing Unit.

