

फा.सं-01-MFPI/13-MFP
भारतसरकार
खाद्यप्रसंस्करणउद्योगमंत्रालय
पंचशीलभवन, अगस्तक्रांतिमार्ग
नईदिल्ली-110049

दिनांक: 15.11.2018

OFFICE MEMORANDUM

Subject: Minutes of the meeting of the Inter Ministerial Approval Committee (IMAC) held on 30.10.2018 at 12:00 Noon to consider the progress of implementation of Mega Food Parks approved under Mega Food Parks Scheme - reg.

I am directed to forward herewith a copy of the minutes of above IMAC Meeting held on 30.10.2018 under the Chairpersonship of Hon'ble Minister FPI, for information.

Encl.: As above



(Prodip Kumar Mondal)

Under Secretary to the Government of India

Tel. No. 011-26406526

Email: prodip.mondal@nic.in

To,

1. Hon'ble Minister, Food Processing Industries, Panchsheel Bhawan, New Delhi
2. Smt. Pushpa Subrahmanyam, Secretary, Ministry of Food Processing Industries, Panchsheel Bhawan, New Delhi (Email: secy.mofpi@nic.in)
3. Smt. Gargi Kaul, AS&FA, Ministry of Food Processing Industries, Panchsheel Bhawan, August Krant Marg, New Delhi-110049 (Email: asfa.moca@nic.in)
4. Dr. Rakesh Sarwal, Additioanal Secretary, Ministry of Food Processing Industries, Panchsheel Bhawan, New Delhi (Email: as-mofpi@gov.in)
5. Shri Jatindra Nath Swain, Joint Secretary, Ministry of New and Renewable Energy, Block-14, CGO Complex, Lodhi Road, New Delhi-110003 (Tel. 24362288 / Fax 24362288 / Email: swainjn@ias.nic.in)
6. Shri Dinesh Kumar, Joint Secretary (Horticulture & MIDH), Department of Agriculture, Cooperation and Farmers Welfare, Ministry of Agriculture, Cooperation and Farmers Welfare, Krishi Bhawan, New Delhi (Tel. 011-23385093 / Email: kdinesh@ias.nic.in)
7. Dr. O. P. Chaudhary, Joint Secretary(ANLM), Department of Animal Husbandry, Dairying and Fisheries, Krishi Bhawan, New Delhi (Tel. No. / Email: jspf-dadf@nic.in, jspfdadf@gmail.com)
8. Smt. Alka Nangia Arora, Joint Secretary, Ministry of Micro Small and Medium Enterprises (MSME), Udyog Bhawan,, Rafi Marg, New Delhi -110001 (Tel. 23063283 / Fax. 23062336 / Email: js.sme@nic.in)
9. Shri Harsh Kumar Bhanwala, Chairman, National Bank for Agriculture and Rural Development, C-24, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai-400051 (Tel. 022-26530000 / 26530001 / Fax. 022-26530113 / Email: chairman@nabard.org, ghvr.babu@nabard.org).
10. The Principal Secretary (Agriculture), Department of Agriculture and Cooperation, Govt. of Gujarat, 5th Block, 1stFloor, Sachivalaya, Gandhinagar, Gujarat (Tel. No. 07923250801 / 07923250802 / Fax: 07923252365 / Email: secagri@gujarat.gov.in, jainabhay7747@gmail.com).

11. The Managing Director, J&K SIDCO Ltd. Jammu & Kashmir State Industrial Development Corporation Ltd., 4th Floor, JawaharLal Nehru, UdyogBhawan, Rail Head Complex, Jammu, Jammu & Kashmir. Tel Fax: 0191-2477310,2477311, E-mail:mdsidco@rediffmail.com
12. The Principal Secretary Industries & IT Department, Govt. of Kerala, Room No. 626(A), 1st Floor, South Block, Government Secretariat, TVPM, Thiruvananthapuram, Kerala. Ph: 0471-2333407, 0471-2329024, 2518977, Fax: 0471-2333407, Email: secy@industry.kerala.gov.in, secy@it.kerala.gov.in, kurianphabel@gmail.com, binil@ksidcmil.org
13. The Secretary, Department of Industries, Mines and Geology, 3rd Floor, Nepal House, Doranda Ranchi, Jharkhand - 834002 E-mail: secretary.industry@rediffmail.com, sec-ind-jhr@nic.in.
14. The Additional Chief Secretary (Agri & Marketing), Agriculture, Animal Husbandry, Dairy Development & Fisheries Department, Government of Maharashtra, Mantralaya, Annex Building, Madam Kama Road, Hutatma Rajguru Chowk, Mumbai-400032 (Tel./Fax: 022-29272017 / Email sec.agri@maharashtra.gov.in, acs.agri@maharashtra.gov.in, md@maidcmumbai.com).
15. The Secretary, Micro, Small & Medium Enterprises Department, Govt. of Odisha, Odisha State Secretariat, Sachivalaya Marg, Bhubaneswar: 751001, Odisha (Ph: 0674- 2391384 / 2322550 / Email: secy-msme.od@nic.in).
16. The Principal Secretary, Department of Commerce & Industry, Govt. of Punjab, Room No. 16, 8th Floor, Punjab Civil Secretariat-II, Sector -2, Chandigarh, Punjab, Tel: 0172-2742316, Fax. 0172-2702836, Mob. 9424207778, Email: psic.punjab2@gmail.com
17. The Commissioner, Department of Industries, Govt. of Telangana, Telangana Secretariat, Hyderabad-500022, Tel: 040-23441666, Email: comm.cs@ap.gov.in.
18. The Principal Secretary, Department of Industries, Government of Bihar, 2nd Floor, Vikas Bhawan, Bailey Road, Patna - 800015, Bihar (Tel: 0612-2215211 / Fa: 0612-2217991, Email: prsecy.bih@nic.in).
19. The Commissioner (Industry), Department of Industries, Govt. of Arunachal Pradesh, Block No.23, Arunachal Pradesh Civil Secretariat, Itanagar - 791111, Arunachal Pradesh (Ph: 0360-2212947, Fax: 0360 - 2212504 / Email: dir-industry-arn@nic.in)

Copy to:

1. PS to Hon'ble Minister, FPI
2. PS to Hon'ble MOS, FPI
3. PSO to Secretary, MoFPI
4. PS to AS&FA, PS to AS(DSG)

Minutes of IMAC Meeting held on 30.10.2018

Minutes of the Inter-Ministerial Approval Committee (IMAC) meeting held on 30.10.2018 at 12:00 Noon under the Chairpersonship of Hon'ble Minister, Food Processing Industries.

A meeting of the Inter-Ministerial Approval Committee (IMAC) was held under the Chairpersonship of Hon'ble Minister, Food Processing Industries on 30.10.2018 at 12:00 Noon in the conference room No. 120, Panchsheel Bhawan, August Kranti Marg, New Delhi to discuss the progress of implementation of Mega Food Parks. The list of participants is enclosed at Annexure.

2. The IMAC reviewed the Financial and physical progress each of the projects in the agenda and after deliberations, project-wise decisions taken are recorded against each agenda item:

Agenda Item No. 1

To consider the request of M/s Fanidhar Mega Food Park Pvt. Ltd. implementing the Mega Food Park at Munderda village, Jotana, Mehsana district, Gujarat for granting extension of time for compliance of the conditions of 1st instalment of grant.

IMAC observed that:

- The project was accorded final approval on 16.08.2017 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 15.02.2020.
- A total of Rs. 33.32 Cr. has been incurred against the total project cost of Rs. 165.79 Crore.
- SPV was required to submit documents for release of 1st instalment of grant within 6 months from the date of final approval i.e. on or before 15.02.2018. SPV submitted documents on 14.03.2018. Part payment of Rs.5.1 Cr was released to SPV on 20.03.2018 relaxing one of the conditions of 10% expenditure on eligible project cost proportionately from term loan and equity. However, SPV was asked to get disbursement of term loan of atleast Rs. 4.5 crore and made expenditure from it for availing remaining amount of 1st instalment of grant.
- In the mean time, the term loan sanctioning bank intimated that SPV presently owns 52.68 acre of land out of which 48.98 acre have converted Non



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Agriculture (NA) and rest of 3.7 acre land is not NA and the land is short by 1.02 acre of land from minimum 50 acre prescribed by MoFPI under the scheme. This issue has been taken up many times with SPV but the same has not been resolved and it requires creating mortgage charge over the assets of SPV before any further disbursement of loan.

- SPV vide letter dated 09.08.2018 has intimated that the survey numbers are changed due to re-survey promulgation of village Munderda carried out by Government of Gujarat on 22.03.2017 and it has completed all the compliance for the State Government and now they are in advance stage to obtain NOC from the State Government. Accordingly, SPV has requested for granting 3 months grace period for taking the loan disbursement as per the scheme guidelines for release of 1st installment of grant.
- The SPV promoter submitted a letter in the IMAC in Gujarati, which he stated contained the approval of the state Govt. to land in question, while final order from the collector is due. He was asked to submit a translated version of the letter and move the collector to expedite the approvals.

Decision of IMAC

After detailed discussions, IMAC decided to grant extension upto 15.12.2018 for complying the conditions (disbursement of term loan of Rs. 4.5 Crore from lending bank) for release of remaining amount of 1st instalment of Grants per the scheme guidelines.



Minutes of IMAC Meeting held on 30.10.2018

Agenda Item No. 2

To consider the request of M/s Kerala Industrial Infrastructure Development Corporation (KINFRA) implementing the Mega Food Park Project at Palakkad District, Kerala

- i) for the extension of implementation timelines to complete the project till February 2019.
- ii.) forwaiver of penalty already imposed and penalties that may become due.

IMAC observed that

- The project was accorded final approval on 27.11.2015 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 26.05.2018.
- A total of Rs. 68.86 Cr. has been incurred against the total project cost of Rs. 119.02 Crore.
- CEO of Mega Food Park has informed during meeting that due to heavy flood in the State, entire work at the site was stopped from June to September 2018. Now, the work in project has assumed. CEO also requested to waive penalty already imposed. He also informed that 4 units are coming to the Park.
- In Core Processing Centre of the MFP, only 40% physical progress has been achieved in the main components like Cold Storage and spice processing mechanical Dryer.

Decision of IMAC

After detailed discussions, IMAC considered the request of IA for waiver of penalty imposed for delay and decided that same will be decided at the time of release of 3rd installemnt of grant.Further, IMAC granted extension of timeline for completion of the project up to 31st December, 2018.IMAC directed SPV to get the park inaugurated on 07.01.2019.IMAC also directed that matter be followed up with the state Govt. so as to expedite the implementation of the project.



Minutes of IMAC Meeting held on 30.10.2018

Agenda Item No. 3

To consider the request of M/s Kerala State Industrial Development Corporation Ltd. implementing the Mega Food Park Project at Cherthala in Alappuzha District, Kerala

- (i) for the extension of implementation timelines to complete the project till 30.04.2019 and
- (ii) waiver of penalty.

IMAC Observed that

- The project was accorded final approval on 27.11.2015 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 26.05.2018.
- A total of Rs. 55.95 Cr. has been incurred against the total project cost of Rs. 129.15 Crore.
- CEO of Mega Food Park has informed during meeting that due to heavy flood in the State, entire work at the site was stopped from June to September 2018. Now, the work in project has been assumed. It was also requested by CEO of the Park to waive penalty already imposed.
- SPV has acquired land for PPCs but construction work is yet to start. SPV has informed that PPCs will be completed by end of January, 2019. It was informed that ETP will be complete by the end of December, 2018
- IMAC directed IA to complete the Cold storage by the end of Dec, 2018 and Deep Freeze / deboning & canning unit by end of January, 2019 and PPCs by February, 2019.

Decision of IMAC

After detailed discussions, IMAC considered the request of IA for waiver of penalty imposed for delay and decided that same will be decided at the time of release of 3rd instalment of grant. Further, IMAC granted extension of timeline for completion of the project up to 31st January, 2019. IMAC directed SPV to get the park inaugurated in the month of January, 2019. IMAC also directed that matter be followed up with the state govt. to expedite the implementation of the project.



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Agenda Item No. 4

To consider the request of M/s Odisha Industrial Infrastructure Development Corporation (IDCO) implementing the Mega Food Park Project at Deras, Bhubaneswar District in Odisha

- i. For extension of implementation timelines to complete the project till 05.05.2019
- ii. For relaxation of criterion for release of 3rd installment of grant in aid.

IMAC observed that

- The project was accorded final approval on 06.11.2015 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 05.05.2018.
- A total of Rs. 75.75 Cr. has been incurred against the total project cost of Rs. 128.4 Crore. However, SPV has spent only Rs. 7.12 Crore on Core Processing Facilities out of Rs. 38.98 Crore approved on this component.
- Further it was noted that tendering for construction work and equipments at CPC and PPCs has not yet been done by the IA.

Decision of IMAC

After detailed discussions, IMAC decided to defer the extension of timeline and directed IA to submit a detailed report / schedule for completion of CPC, tendering for equipments at CPC and PPCs within 7 days. IMAC also directed that matter be followed up with the state Govt. so as to expedite the implementation of the project.



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Agenda Item No. 5

To consider the request for time line extension of Mega food Park project being implemented by M/s Punjab Agro Industries Corporation Ltd (PAIC) at Ladhawal, Ludhiana District in Punjab till 22.01.2019.

IMAC observed that

- The project was accorded final approval on 27.11.2015 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 26.05.2018.
- A total of Rs. 56.12 Cr. has been incurred against the total project cost of Rs. 117.6 Crore.
- IMAC noted that the IA is planning to replace Dehydration line (1MT/Hr) approved by the ministry vide final approval letter dated 27.11.2015 with preprocessing line and spiral freezer.
- It was noted that progress on PPCs is very slow.

Decision of IMAC

After detailed discussions, IMAC approved the replacement of Dehydration line with the pre- processing line and spiral freezers subject to approval of proposed changes by the term loan sanctioning bank and receipt of revised appraisal note from the lender bank in this regard.

- IMAC directed the IA to complete the pending work at CPC latest by 31.12.2018 and comply with the conditions of release of 3rd installment latest by 31.01.2019. The following conditions for release of 3rd instalment of grant in aid are to be complied: (i) Certificate from PMC confirming completion of at least 40 percent of construction of PPCs and proof of expenditure of at least 40 percent of the total proposed cost for PPCs as per approved DPR (ii). Certificate from PMC confirming completion of at least 50 per cent construction of Standard Design Factory sheds for SMEs (iii) Proof of allotment of at least 50% of total allotable plots as per approved DPR.
- IMAC fixed the inauguration date of the park on 12.11.2018.



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Agenda Item No. 6

To consider the request of M/s Telangana State Industrial Infrastructure Corporation Ltd. implementing the Mega Food Park Project at Buggapadu, Khammam District in Telangana for the extension of implementation timeline till October 2019 to complete the project.

IMAC observed that

- The project was accorded final approval on 05.02.2016 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 04.08.2018.
- A total of Rs. 26.76 Cr. has been incurred against the total project cost of Rs. 109.44 Crore which is only 24% of total project cost.
- The physical progress of the Mega Food Park is not satisfactory.
- IA is in the process of acquiring the land for 2 PPCs out of 4 PPCs proposed as per final approval letter dated 05.02.2016.

Decision of IMAC

After detailed discussion, IMAC directed to expedite the project implementation work and comply with the conditions of release of 2nd installment latest by 31.12.2018. IMAC directed to impose penalty as per norms on IA for delay.

IMAC also directed that matter be followed up with the state Govt. so as to expedite the implementation of the project.



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Agenda Item No. 7

Non compliance of the conditions of 1st installment of grant by M/s Basavashakti Mega Food Park Pvt. Ltd. implementing the Mega Food Park at Village Chapta (B), KangtiMandal, District- Medak, Telangana

IMAC observed that

- The project was accorded final approval on 18.08.2017 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 16.02.2020.
- SPV was required to comply with the condition for release of 1st instalment of grant on 15.02.2018 and till date most of the conditions of release of first instalment have not been compiled by the SPV.
- Most of the conditions of release of first installment have not been complied and financial closure is still awaited and progress of the project is not satisfactory. Also SPV has not adhered to the stipulated timeline even after a time lapse of 14 months from the issue of Final approval.

Decision of IMAC

After detailed discussion, IMAC decided to cancel the Final Approval dated 16.08.2017 due to the non-compliance of provisions of the scheme guidelines.



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Agenda Item No. 8

To consider the proposal regarding issue of Termination Notice ("Preliminary Notice") to Mega Food Park project being implemented by M/s Jharkhand Mega Food Park Pvt. Ltd., (SPV) in Getalsud, Ranchi, Jharkhand.

IMAC observed that

- The project was accorded final approval on 30.03.2009 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 29.09.2011
- Ministry has released a total grant of Rs.43.78 Crore and lending bank has disbursed term loan of Rs.33.95 Crore.
- There is no progress in the Park, the promoter of Park died long bank.
- The representative of lending bank has informed that total term loan amount including interest is Rs. 43 crore and the bank is ready to allow the takeover of the Mega Food Park project by any new investor as per provisions contained in sanction letter of term loan and other banking provisions in this regard.

Decision of IMAC

IMAC suggest Allahabad Bank to coordinate with M/s Patanjali Food & Herbal Park Pvt Ltd who have shown interest to take over the Mega Food Park Project being implemented by M/s Jharkhand Mega Food Park Pvt. Ltd. It was decided explore options in this regard



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Supplementary Agenda Item No: 1

To consider the request of M/s MITS Mega Food Park Ltd., the SPV implementing Mega Food Park project at Rayagada District, Odisha for extension of implementation timeline of the project till May, 2019.

IMAC observed that

- The project was accorded final approval on 16.04.2012 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 15.10.2014.
- A total of Rs. 63.26 Cr. has been incurred against the total project cost of Rs. 80.17 Crore which is only 79% of total project cost.
- IMAC noted that work w.r.t. most of the Core, Basic and Non-Core components at CPC like, Warehouse, Cold Storage, Rice Milling Plant, Pulping Line, Drainage, Overhead Water Tank, Weighbridge, Admin Building etc. has been completed.
- As directed in last IMAC meeting held on 05.03.2018, the SPV has complied with the condition of mobilization of equity of Rs.2.70 Crore. SPV Informed that revised DPR is under submission with lending Bank for appraisal.
- SPV also informed that one Food Processor Member viz. M/s Keventer Agro Ltd is not interested to invest in the SPV and due to this reason SPV requested IMAC to accept another company namely Expo Bio-tech as Food Processor in place of Keventer Agro Ltd in the SPV, who will infuse capital in place of M/s Keventer Agro Ltd in the SPV.
- The work on ETP is yet to be completed and consent to operate has not been obtained so far. SPV informed that the work on ETP as well as consent to operate will be done shortly after receiving balance grant from Ministry.
- SPV informed that the number of PPCs have been reduced from 6 PPCs to 3 PPCs and the work on all PPCs is going on.

Decision of IMAC

After detailed discussion, IMAC directed Ministry to release the balance grant-in-aid amount of 3rd instalment to the SPV immediately and also granted an extension till 31.01.2019 for completion the project along with PPCs and ETP. IMAC also approved reduction of PPCs from 6 to 3.

Further, IMAC directed to SPV to submit the revised DPR showing revision in capacity of Facility(s), with revised Share Subscription Agreement(SSA) along with detailed appraisal from their lending bank within thirty (30) days after receipt of grant.

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Supplementary Agenda Item No: 2

To consider the proposal for final approval which was accorded in-principle approval for setting up Mega Food Park at Dolikoto Village, Banderdewa Circle, Papum Pare District, Arunachal Pradesh by M/s Rongoge Mega Food Park Pvt. Ltd.

IMAC noted that:

- SPV has submitted documents for compliance of conditions of final approval.
- As per newspaper clipping of Arunachal Times, Shri Likha Maj, the lead promoter of MFP, is reported to have been arrested for alleged involvement in gross irregularities in the matter of payment of compensation against the Joram-Koloriang Trans-Arunachal Highway (TAH) project in Lower Subansiri district.
- Ministry sought report from the Chief Secretary, Arunachal Pradesh in this regard.
- Ministry vide D.O letter dated 20.07.2018 addressed to Chief Secretary, Arunachal Pradesh has sought factual report in this matter and the same was followed up by reminder letter dated 23.08.2018. In this matter Secretary, FPI has also sent a D.O letter dated 24.09.2018 to Chief Secretary, Arunachal Pradesh.
- Secretary (Industries), Department of Industries, Arunachal Pradesh has replied vide letter dated 27.09.2018 enclosing the report of SIC (Vigilance) dated 29.08.2018. As per the report, enquiry has been conducted by SIC (Vigilance) and a suo-motto case has been taken up vide SIC (Vigilance) PS Case No 13/2018 U/S 409/419/420/468/471/120 (B) IPC R/W Sec 13(1) (c) (d) and 13(2) PC Act 1988 and the case is under investigation.
- The position was reviewed in the IMAC meeting held on 03.10.2018. During the course of discussion, the promoter offered to submit a letter within 10 days from CM Arunachal Pradesh regarding involvement or otherwise of lead promoter, Shri Likha Maj, in the matter of payment of compensation against the Joram- Koloriang Trans-Arunachal Highway (TAH). IMAC accepted the request of the lead promoter and deferred the decision on final approval of the project.
- Chief Minister's office, Arunachal Pradesh vide email dated 23.10.2018 has sent Chief Minister, Arunachal Pradesh DOs dated 03.10.2018 and 20.10.2018 to Hon'ble Minister, FPI. In the DO dated 03.10.2018, C.M, Arunachal Pradesh has requested to sanction a mega food project to the state of Arunachal Pradesh. It is further stated that the State Government shall persistently monitor implementation of the project for its early completion and



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commencement. However, this DO does not specifically mention about involvement or otherwise of lead promoter, Shri Likha Maj, in the matter of payment of compensation against the Joram- Koloriang Trans-Arunachal Highway (TAH).

Decision of IMAC

After the detail discussion, IMAC deferred the decision on final approval.

A handwritten signature in blue ink, consisting of stylized initials, is written over a diagonal blue line.

Minutes of IMAC Meeting held on 30.10.2018

Supplementary Agenda Item No: 3

To consider the requests of M/s Paithan Mega Food Park Ltd for:

- i. **Extension of implementation timeline till 31st January, 2019 to complete the Mega Food Park project.**
- ii. **Revision in Means of Finance**
- iii. **Permission to operate PPCs on leasehold premises**
- iv. **Permission for selling of the industrial plots in place of leasing**
- v. **Permission for utilization of facilities for own use**

IMAC observed that

- The project was accorded final approval on 08.03.2013 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 07.09.2015.
- However, SPV could not complete it and the timeline for completion has been last extended upto 28.02.2018 vide IMAC dated 4.12.2017
- A total of Rs. 108.69 Cr. has been incurred against the total project cost of Rs. 124.52 Crore which is only 87.3% of total project cost.

Decision of IMAC

After detailed discussion, IMAC decided to grant extension of time till 31st December 2018 for completion of the project. IMAC also allowed to use leasehold plots for construction of PPCs at Alephata and Kannand.

IMAC allowed running of the Core Processing Facilities by SPV itself for one year i.e. up to 29.10.2019. However, IMAC did not allow the sale of plots to units and advised to comply with provisions of the Scheme Guidelines for allotment of plots.

IMAC fixed the inauguration date of the park on 15.11.2018.



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Supplementary Agenda Item No: 4

To consider the request of M/s Pristine Mega Food Park Pvt Ltd, the SPV implementing the Mega Food Park Project at Mansi village, District Khagaria, Bihar for extension of implementation timeline of the Project till March 2019.

IMAC observed that

- The project was accorded final approval on 06.08.2014 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 05.02.2017.
- A total of Rs. 55.72 Cr. has been incurred against the total project cost of Rs. 127.90 Crore which is only 43.56% of total project cost.
- 50% of warehouse has only been completed. Work on grain silos and deep freeze storage is yet to be started. SPV informed IMAC that Deep freezer of 1500 MT will be completed by December end 2018. After receiving grant SPV will submit revised SSA.
- SPV has allotted to plots to two units. The work on PPCs is on progress.

Decision of IMAC

After detailed discussions, IMAC granted extension of timeline till 31st December 2018 for completion of the project. IMAC also directed Ministry to release remaining amount of 2nd installment of grant immediately.

IMAC fixed the inauguration of the park tentatively for 26th or 27th November 2018.



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Supplementary Agenda Item No: 5

To consider the request for closure of the project of M/s International Mega Food Park Ltd., the SPV of Mega Food Park being implemented at Village DabwalaKalan, District Fazilka, Punjab as per extant instructions of Mega Food Park scheme.

IMAC observed that

- The project was accorded final approval on 25.05.2011 and the stipulated timeline for completion of project is 30 months from the date of issue of final approval letter i.e. upto 24.11.2013.
- A total of Rs. 130.38 Cr. has been incurred against the total project cost of Rs. 134.20 Crore which is 103% of total project cost.
- It was observed that SPV could not complete the PPCs work after release of 3rd instalment of grant in aid and has requested for closure of the project as per provision of Para 4(d) of the Ministry's O.M dated 66.-MFP/10-mega FP dated 02.7.2015

Decision of IMAC

After detailed discussions, IMAC decided to defer the decision on foreclosure and directed SPV to complete PPCs and allocate at least 10 plots to the units in the park.



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Supplementary Agenda Item No: 6

Status note on the progress of implementation of Mega Food Park at N.H.44, Puttandoddi village, Itikyalmandal, Jogulamba Gadwall district, Telangana being implemented by M/s Raaga Mayuri Agrovet Pvt. Ltd.

IMAC observed that:

The project was accorded final approval on 31.12.2015. As per the scheme guidelines the stipulated timeline for completion of project is 30 months from the date of release of 1st installment of grant. Subsequently, in the IMAC meeting held on 19.08.2016, the phasing out of time schedule of 30 months from date of final approval was approved. Accordingly, the timeline for completion of the project is 30.06.2018.

SPV complied the conditions for release of 1st installment of grant in September, 2016. Accordingly, Ministry released this grant in 2 phases viz Rs. 10 crore on 13.10.2016 and Rs. 5 crore on 22.12.2016.

The progress of implementation of the project was reviewed by Hon'ble Minister, FPI on 27.04.2017 & 05.12.2018 and it was observed that no significant physical progress vis-a-vis expenditure has been made by SPV at site.

In the review meeting held by Ministry on 12.04.2018, it was noted that there is no significant physical progress in the park and SPV has not been able to adhere to the assurance made by them during the review meeting held on 05.12.2017.

Also, as per the relevant provisions in Clause 9 of Scheme guidelines dated 10.02.2014 and IMAC decision dated 19.08.2016, SPV is required to comply with the conditions of release of 2nd installment of grant within 8 months from the date of release of 1st installment of grant i.e. 12.06.2017 but no documents in this regard have been submitted so far to the Ministry. Thus, SPV has not been able to meet the conditions prescribed for release of 2nd installment of grants-in-aid.

As there has been no progress in implementation of the project and SPV has defaulted in complying the conditions prescribed in the Article 7.1 of the MoA, a preliminary notice (**show cause notice dated 05.06.2018**) for termination as per Para-7.2(1) of the MoA has been served on the SPV directing it to rectify or cure the defaults mentioned above within 60 days of issue of this notice and in case SPV does not show reasonable progress in implementation of the project and comply to the above said default / breach within a period of 60 days from the date of the notice, Ministry will invoke the provisions of MoA to terminate the final approval dated 31.12.2015 and recall the grant in aid given to the SPV along with the accrued interest thereon.

Also, NABARD, the lending bank vide letter dated 31.05.2018, 05.06.2018 and 24.07.2018 has intimated that in their visits to the project site dated 12.03.2018 and 25.06.2018 it was observed that there is no progress in project execution. The works at the project site of MFP has practically not taken off.



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NABARD has issued(29.08.2018) a notice for recalling the entire outstanding amount together with interest i.e.Food Processing Fund (FPF)-Term Loan extended to Raaga Mayuri Agrovvet Mega Food Park, Telangana - Notice Abandonment of an amount of Rs.7,50,00,000/- (Rupees Seven Crore and Fifty Lakh only) released to SPV on 02 August 2016 and Rs.2,50,00,000/- (Rupees Two Crore and Fifty Lakh only) released on 20th September 2016 .

The term Loan extended to Raaga Mayuri Agro Vet Pvt Ltd is also reported as stressed asset under sub category SMA-O to the Central Repository of Information on Large Credits (CRILC) of Reserve Bank of India (RBI), as well as under Overdue buckets in reports to CIBIL and other Credit information agencies, as may be applicable.

As the SPV has failed to show reasonable progress in implementation of the project and comply to the defaults / breach within a period of 60 days from the date of the preliminary notice (**show cause notice dated 05.06.2018**) and NABARD has also intimated that SPV has not submitted any concrete action plan for implementing the project which shows lack of intent of the SPV in completing the project activities in time and issued notice for recalling the term loan sanctioned to SPV.

Decision of IMAC

After detailed discussion, IMAC decided to terminate the final approval dated 31.12.2015 accorded to SPV and recall the grant in aid given to the SPV along with the accrued interest thereon as per the provisions of scheme guidelines and conditions of the MoA.



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Annexure

Meeting of Inter-Ministerial Approval Committee (IMAC) constituted under Mega Food Park scheme held on 30.10.2018 at 12:00 Noon.

List of IMAC members, who attended IMAC meeting, held on 30.10.2018:

1. Smt. Harsimrat Kaur Badal, Hon'ble Minister of Food Processing Industries- Chairperson
2. Smt. Pushpa Subrahmanyam, Secretary, MoFPI- Member
3. Smt. Gargi Kaul, Additional Secretary & Financial Advisor, MoFPI- Member
4. Shri Rakesh Sarwal, Additional Secretary, In-charge, Mega Food Park Scheme, MoFPI Convener & Member
5. Shri Tuli Basar, DD, Government of Arunachal Pradesh
6. Shri Akhil Kumar Gawar, Director, Telangana State Food Processing Society
7. Shri K. Ravi Kumar, Director (Industries), Government of Jharkhand
8. Shri S. N. Srivastava, MIDH, Department of Agriculture, Cooperation & Family Welfare, Ministry of Agriculture & Family Welfare- Member
9. Dr. Sulekha S L, Assistant Commissioner, Department of Animal Husbandry, Dairying and Fisheries- Member
10. Dr. G.H.V. Ratna Babu, DGM, NABARD, Mumbai, Representative of NABARD as Financial Expert- Member
11. Shri Som Nath Sinha, Chief Manager, Allahabad Bank, Ranchi



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List of promoters/representatives of SPV of MFP and PMA members who attended IMAC meeting held on 30.10.2018:

S. No.	Name of MFP	SPV Promoters/Representatives	PMA	PMC
1.	Fanidhar Mega Food Park Pvt. Ltd.	Shri Krunal Patel	Shri Sameer kumar Sahai, SREI	-
2.	Kerala Industrial Infrastructure Development Corporation (KINFRA)	Shri Satish Kumar, Shri Manu George	Shri Sameer kumar Sahai, SREI	Shri Abhishek Naga, IL&FS
3.	Kerala State Industrial Development Corporation Ltd.	Shri B. Jyothi kumar, Shri M.T. Binil Kumar	Shri Sameer kumar Sahai, SREI	Shri Abhishek Naga, IL&FS
4.	Odisha Industrial Infrastructure Development Corporation (IDCO)	Shri Golak Bihari Kar	Shri Neeraj Kumar, PwC	Shri Abhishek Naga, IL&FS
5.	Punjab Agro Industries Corporation Ltd (PAIC)	Shri Rajnish Tuli	Shri Neeraj Kumar, PwC	Shri Chirag Jain, GT
6.	Telangana State Industrial Infrastructure Corporation Ltd.	Shri K. Shyam Sunder	Shri Neeraj Kumar, PwC	Shri Abhishek Naga, IL&FS
7.	Basavashakti Mega Food Park Pvt. Ltd.	Shri Kundan Deoghare	Shri Neeraj Kumar, PwC	Technopak
8.	Jharkhand Mega Food Park Pvt. Ltd.	-	IL&FS	-
9.	MITS Mega Food Park Ltd.	Shri Sriram Panda	Shri Karan Sharma, GT	Global Agri
10.	Rongoge Mega Food Park Pvt. Ltd.	Shri Likha Maj	Shri Sameer kumar Sahai, SREI	Shri Chirag Jain, GT
11.	Paithan Mega Food Park Ltd	Shri Vijay Saboo	Shri Siddhartha Chaudhary, IL&FS	-
12.	Pristine Mega Food Park Pvt Ltd.	Shri Amit Pandey	Shri Siddhartha Chaudhary, IL&FS	Shri Chirag Jain, GT
13.	International Mega Food Park Ltd.	Shri Sukhinder Singh	Shri Siddhartha Chaudhary, IL&FS	Shri Chirag Jain, GT
14.	Raaga Mayuri Agrovvet Pvt. Ltd.	-	Shri Neeraj Kumar, PwC	Shri Chirag Jain, GT



