

Fw: PMFME- MOU Signing/execution

Sachin Devli <Sachin.Devli@axisbank.com>

Mon 2/22/2021 1:14 PM

To: Abco Lucknow <Abco.Lucknow@axisbank.com>; Anirudha Roy <Anirudha.Roy@axisbank.com>

4 attachments (3 MB)

MOU Lending Bank - PMFME_02022021.docx; Axis Bank.pdf; PM FME_Govt_SchemeGuidelines.pdf; Approved OAS_PMFME.pdf; Legal_MOU vetting mail.pdf.

Dear Sir/Madam

Regards

Sachin Devli

Manager | Rural Lending

Axis Bank Limited | Room No.20 | 4th Floor | Tower -2 | Axis House | Noida-201304.

Mob: 9568014054

Axis Asset Management | Axis Bank UK | Axis Capital | Axis Finance | Axis Securities | Axis Trustee | A. Treds | Freecharge

From: Dhananjay Kumar Kumar <Dhananjay.Kumar@axisbank.com>

Sent: 22 February 2021 01:11 PM

To: Sachin Devli <Sachin.Devli@axisbank.com>

Subject: Fw: PMFME- MOU Signing/execution

Regards

Dhananjay Kumar

Sr. Manager | Rural Lending

Axis Bank Limited | Room No.21 | 4th Floor | Tower -2 | Axis House | Noida-201304.

Mob: 9855071414 | Tel: 0120-6210932

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From: Vidisha Vaish <Vidisha.Vaish@axisbank.com>

Sent: 10 February 2021 11:24

To: Dalip Singh <Dalip.Singh@axisbank.com>; Dhananjay Kumar Kumar <Dhananjay.Kumar@axisbank.com>; Gaurav Keshver <Gaurav.Keshver@axisbank.com>

Cc: Prakash Shroff <Prakash.Shroff@axisbank.com>; Mayuresh Arvind Pol <Mayuresh.Pol@axisbank.com>; C. Dayanand <C.Dayanand@axisbank.com>; Khushboo Lahoty <Khushboo.Lahoty@axisbank.com>; Dhiren1 Panchal <Dhiren1.Panchal@axisbank.com>; Akshay Goyal <Akshay.Goyal@axisbank.com>; Tushar2 Agarwal <Tushar2.Agarwal@axisbank.com>

Subject: Fw: PMFME- MOU Signing/execution

Dear Team,

Pl confirm if MOU has been executed.

Thanks & Regards

Vidisha
Product Manager - Rural Enterprises - B2B-R / MSME
Axis Bank Limited | Gigaplex | Airoli, Navi Mumbai – 400 708
Tel: (Direct) +91 (022) 7131 2964 | (Mobile) +91 7506943313

Axis Asset Management | Axis Securities | Axis Capital | Axis Finance | Axis Trustee | Axis Bank UK

From: Vidisha Vaish <Vidisha.Vaish@axisbank.com>
Sent: Friday, February 5, 2021 8:06 PM
To: Dalip Singh <Dalip.Singh@axisbank.com>; Dhananjay Kumar <Dhananjay.Kumar@axisbank.com>
Cc: C. Dayanand <C.Dayanand@axisbank.com>; Gaurav Keshver <Gaurav.Keshver@axisbank.com>; Prakash Shroff <Prakash.Shroff@axisbank.com>; Mayuresh Arvind Pol <Mayuresh.Pol@axisbank.com>; Khushboo Lahoty <Khushboo.Lahoty@axisbank.com>; Dhiren1 Panchal <Dhiren1.Panchal@axisbank.com>; Tushar2 Agarwal <Tushar2.Agarwal@axisbank.com>; Akshay Goyal <Akshay.Goyal@axisbank.com>
Subject: PMFME- MOU Signing/execution

Dear Team,

Pl find attached MOU for Scheme PM Formalisation of Micro Food Processing Enterprises Scheme under Aatmanirbhar Bharat which will be delivered to customers by our team. For the same we need to execute the MoU with Department of **Ministry of Food Processing Industries (MoFPI), Government of India, New Delhi, India.**

ROM - Uttarakhand Region (Mr. Dhananjaya Kumar) has the Power of Attorney for the same, request your help in getting the same signed on behalf of Bank.
The attached MoU has been vetted by Legal, approved OAS also attached herewith for your reference.

Details of the concerned Authority:

(Sunny John)

Senior PPS

O/o. Additional Secretary

(Manoj Joshi), IAS

Additional Secretary to the Govt. of India,

Ministry of Food Processing Industries,

Panchsheel Bhawan, August Kranti Marg

New Delhi-110 049

Ph: 011-26492476; Fax: 011-26492863

9999311285 (Mobile)

Details of Scheme is as follows, detailed note from Government is attached :

Ministry of Food Processing Industries (MoFPI), in partnership with the State/ UT Governments, has launched an all India Centrally Sponsored PM Formalisation of Micro food processing Enterprises Scheme (PM FME Scheme) for providing financial, technical and business support for upgradation of existing micro food processing enterprises.

The objectives of scheme are to build capability of microenterprises to enable:

- Increased access to credit by existing micro food processing entrepreneurs, FPOs, Self Help Groups and Co-operatives;
- Integration with organized supply chain by strengthening branding & marketing;
- Support for transition of existing 2,00,000 enterprises into formal framework;

- Increased access to common services like common processing facility, laboratories, storage, packaging, marketing and incubation services;
- Strengthening of institutions, research and training in the food processing sector; and
- Increased access for the enterprises, to professional and technical support

The Scheme will adopt a One District One Product (ODOP) approach to reap benefit of scale in terms of procurement of inputs, availing common services and marketing of products. One District One Product approach would provide framework for value chain development and alignment of support infrastructure. There may be more than one cluster for one product in one district. A cluster may also extend beyond one district. The States would identify food product for a district, keeping in perspective the focus of the scheme on perishables. In case of new units whether for individuals or groups would only be supported for ODOP products.

Thanks & Regards

Vidisha

Product Manager - Rural Enterprises - B2B-R / MSME

Axis Bank Limited | Gigaplex I Airoli, Navi Mumbai – 400 708

Tel: (Direct) +91 (022) 7131 2964 | (Mobile) +91 7506943313

Axis Asset Management | Axis Securities | Axis Capital | Axis Finance | Axis Trustee | Axis Bank UK

Memorandum of Understanding

Between

Ministry of Food Processing Industries (MoFPI), Government of India, New Delhi,
India

and

M/s. Axis Bank Ltd, Corporate address as Axis Bank Limited, 'Axis House', C-2, Wadia
International Centre, Pandurang Budhkar Marg, Worli, Mumbai - 400 025

Ministry of Food Processing Industries (MoFPI), Government of India, is involved in the development of infrastructure for storage, transportation, processing of agro-food produce, the introduction of modern technology into the food processing industries, encouraging R&D, capacity expansion/upgradation and other supportive measures for the growth of these sectors.

MoFPI has launched a centrally sponsored scheme titled as 'Pradhan Mantri Formalisation of Micro Food Processing Enterprises' (PM FME) Scheme. It is a landmark initiative under Aatmanirbhar Bharat Abhiyan to support Micro Level Food Entrepreneurs, FPOs/SHGs/Co-Operatives. The Scheme would formalize two lakh Micro Food Processing Enterprises with an outlay of Rs. 10,000/- Crores, over five years from 2020-21 to 2024-25. The scheme provides credit linked capital subsidy @35% of the eligible cost with a maximum ceiling of Rs. 10.0 lakh per unit.

The beneficiary contribution should be a minimum of 10% of the project cost with the balance being a loan from the Bank. The credit linked grant for groups is provided @35% for capital investment and common infrastructure. Support for branding and marketing would be limited to 50% of the total expenditure. These grants would be transferred to the lending bank after sanction of the loan by the bank. At the national level, a Nodal bank would be appointed for disbursement of subsidy to the lending banks and liaison with the banks.

The M/s. Axis Bank Ltd, with Corporate address as Axis Bank Limited, 'Axis House', C-2, Wadia International Centre, Pandurang Budhkar Marg, Worli, Mumbai - 400 025 has agreed to lend under the Central Sector Scheme of financing facility under 'PM formalisation of Micro Food Processing Enterprises' Scheme.

1.Scope

The lending bank will provide credit support to the beneficiaries, and the credit linked grant would be released to the lending bank under PMFME Scheme through the Nodal Bank. Existing micro food processing enterprises as well as groups would be eligible as beneficiaries. Group category includes Self Help Groups (SHGs) / Farmer Producer Organisations (FPOs) and Producer Cooperatives. New enterprises under ODOP (One District One Product) approach will also be eligible. Common infrastructure would be funded for ODOP products through credit linked grant in the same manner.


ATUL SAXENA
Joint Secretary
Ministry of Food Processing Industries
Government of India
Panchsheel Bhawan, August Kranti Marg,
New Delhi-110002


FOR AXIS BANK LTD.
Authorised Signatory

2. Areas of Association

2.1. The preliminary assessment of the proposals would be done by MoFPI. The proposals would be in accordance with scheme guidelines. MoFPI will share the proposals received from the beneficiaries with the lending bank. The bank would appraise the proposals for the sanction of the loan. The complete system of inviting applications, preliminary appraisal by the State Governments and transfer of applications to the lending banks would be done through the online PM FME portal.

2.2. MoFPI will allocate unique application IDs to all the beneficiaries applying through PM FME Portal. The applicant details along with supporting documents submitted by the beneficiaries would be shared with the lending banks for the appraisal of the proposal and to take decision on loan sanction. The information regarding the loan sanction will be conveyed by the lending bank through PM FME Portal.

2.3. The lending bank would report the fact of sanction of loan to MoFPI. The Central and State Governments would respectively transfer 60% and 40% of its share of the grant to the Nodal Bank. The Nodal Bank would transfer 60% of the Central share of the grant and 40% of the State share of the grant together to the concerned lending Bank branch. The Bank branch should place this amount in the mirror-bank account of the beneficiary. The lending bank should disburse the sanction loan amount in accordance with normal banking practice to the beneficiary.

2.4. If after a period of three years from the disbursement of the last tranche of the loan, the beneficiary account is still standard and the unit is operational, this grant amount would be adjusted in the bank account of the beneficiary. If the account becomes NPA prior to three years from the date of disbursement of the loan, the grant amount would be adjusted by the Bank towards repayment by the beneficiary. If the grant amount is adjusted after three years against the loan amount in case of standard account, no interest would be payable by the borrower on the portion of the loan disbursed by the Bank equal to the grant amount from the date of receipt of the grant amount by the lending bank. The status in this regard would be updated on the PMFME portal by the lending bank.

2.5. Applications will carry complete project details and the DPR should be commensurate with the economic viability of the locality after preliminary appraisal by the District Level Committee/ State Level Committee of the State Government in the first stage.

2.6. Bank may provide suggestions and take necessary measures to popularize the scheme to the beneficiaries.

3. Review:

The signatories to the parties will review at their level, at least once in 3 months the activities undertaken under this MOU. A joint review by the heads of both the organizations shall be held once in six months.


ATUL SAXENA
Joint Secretary
Ministry of Food Processing Industries
Government of India
Panchsheel Bhawan, August Kranti
Delhi-110002


FOR AXIS BANK LTD
Authorised Signatory

4. Procedure for amendment, cancellation, dispute resolution, and exclusivity:

No amendment, modification or addition to this MOU shall be effective or binding on any of the Parties unless the same has been set forth in writing and executed by them through their duly authorized representatives.

Either of the two parties can, at any time during the period of the MOU, rescind the same after giving a notice in writing recording cogent reasons for doing so. The notice will not be less than three months. This MoU shall be governed by the laws of India and all disputes shall be settle through mutual consent between First Party (MoFPI) and Second Party/Lender (Lending Bank).

For and on behalf of MoFPI



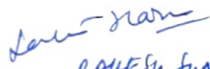
ATUL SAXENA
Joint Secretary
Ministry of Food Processing
Government of India
Panchsheel Bhawan
New Delhi

For and on behalf of Bank



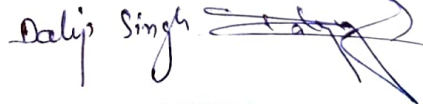
WITNESS

1. Name and signature


RAKESH SHARMA

2. Name and signature

Name and signature


Dalip Singh

Name and signature