



यूको बैंक UCO BANK

प्रधान कार्यालय HEAD OFFICE

कृषि एवं ग्रामीण व्यापार विभाग Agriculture and Rural Business Department

HO/ARBD/F-363/795/2020-21

Date: 25.01.2021

Dy. General Manager
Zonal Office: New Delhi

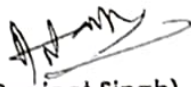
Sub: Signing of MoU as Lending Bank under "Prime Minister Formalization of Micro Food Processing Enterprises (PM FME) Scheme.

As part of Atmanirbhar Bharat Abhiyan, Ministry of Food Processing Industries (MoFPI) has implemented a new centrally sponsored scheme "Prime Minister Formalization of Micro Food Processing Enterprises - (PMFME)" to promote the unorganised food processing sector in the country.

Based on the broad guidelines of this scheme, a new scheme was framed in our Bank in the name of "UCO PM Formalization of Micro food processing Enterprises (UCO - PM FME)".

Now Ministry of Food Processing Industries like to sign a Memorandum of Understanding (MoU) with the Bank to act as lending bank for PMFME scheme.

As such competent authority has authorised you for signing of said MoU with MoFPI on Bank's behalf. Kindly execute the MoU on immediate basis & send the copy of it to us for record.


(Ranjeet Singh)
Dy. General Manager
ARBD



Encl:

1. MoFPI Letter No. PMFME/Misc/Bank/011 dated 14.01.2021.
2. Copy of Draft MoU provided by MoFPI
3. Copy of Note to ED & MD - Approving for signing of MoFPI MoU & for authorizing DGM & ZH, New Delhi for signing of said MoU



सत्यमेव जयते

INDIA NON JUDICIAL

Government of National Capital Territory of Delhi

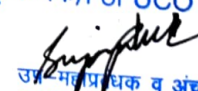
e-Stamp

Certificate No.	: IN-DL38393889019503T
Certificate Issued Date	: 30-Jan-2021 11:35 AM
Account Reference	: IMPACC (IV)/ dl942203/ DELHI/ DL-DLH
Unique Doc. Reference	: SUBIN-DL94220379243621206244T
Purchased by	: Ministry of Food Processing Ind Govt of India
Description of Document	: Article 5 General Agreement
Property Description	: Not Applicable
Consideration Price (Rs.)	: 0 (Zero)
First Party	: Ministry of Food Processing Ind Govt of India
Second Party	: UCO BANK Corporate Office Kolkata
Stamp Duty Paid By	: Ministry of Food Processing Ind Govt of India
Stamp Duty Amount(Rs.)	: 100 (One Hundred only)



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अतुल सक्सेना/ATUL SAXENA
 संयुक्त सचिव/Joint Secretary
 खाद्य प्रसंस्करण उद्योग मंत्रालय
 Ministry of Food Processing Industries
 भारत सरकार/Government of India
 पंचसheel भवन, अगस्त
 Panchsheel Bhawan, August
 नई दिल्ली / New Delhi

कृते यूको बैंक/For UCO BANK

 उप-मंडल प्रमुख व अंचल प्रमुख
 D.G.M. & Zonal Head

Statutory Alert:

1. The authenticity of this Stamp certificate should be verified at 'www.shcilestamp.com' or using e-Stamp Mobile App of Stock Holding. Any discrepancy in the details on this Certificate and as available on the website / Mobile App renders it invalid.
2. The onus of checking the legitimacy is on the users of the certificate.
3. In case of any discrepancy please inform the Competent Authority.

Memorandum of Understanding

Between

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

and

M/s UCO Bank, Corporate Office, Kolkata

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 10000/- Crore, 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. UCO Bank, Corporate Office, 10, B.T.M. Sarani Kolkata, 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.


अतुल सक्सेना/ATUL SAXENA
संयुक्त सचिव/Joint Secretary
खाद्य प्रसंस्करण उद्योग मंत्रालय,
Ministry of Food Processing Industries
भारत सरकार/Government of India
पंचशील भवन, अग्रस्त क्रान्ति मार्ग
Ansheel Bhawan, August Kranti Marg
दिल्ली / New Delhi - 110002


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उप-प्रशासक व अंचल प्रमुख
D.G.M. & Zonal Head

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.


अतुल सक्सेना/ATUL SAXENA
संयुक्त सचिव/Joint Secretary
खाद्य प्रसंस्करण राष्ट्रीय मंत्रालय
Ministry of Food Processing Industries
भारत सरकार/Government of India
पंचसरोज भवन, अण्डा, दिल्ली-110001
Foodshed@Ehawan.org


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उप-महानिरीक्षक व अंचल प्रमुख
D.G.M. & Zonal H

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



अतुल सक्सेना/ATUL SAXENA
संबंधित अधिकारी
कार्यालय प्रमुख
Ministry of
भारत

For and on behalf of Bank

कृते यूको बैंक/For UCO BANK



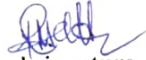
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D.G.M. & Zonal Head

WITNESS

1. Name and signature



Name and signature



2. Name and signature

Name and signature