

No.1-42/2005-PC- Vol.7
Government of India
Ministry of Food Processing Industries
Panchsheel Bhavan, August Kranti Marg
New Delhi-110049

Dated: 17th April 2008

To

All participating Banks/FIs

Subject: Decentralisation of Scheme on Technology Upgradation/
Establishment/ Modernisation of Food Processing Industries – Transfer of grant
in respect of applications received upto 31st March 2007 in the Ministry and sent
to Banks for disbursal of grant –clarification on FD system- reg.

Sir,

I am directed to say that Ministry has been transferring 1st installment of grant amount under the above scheme against claims received through e-portal from various Banks in respect of both (i) applications received upto 31st March 2007 in the Ministry and sent to Banks for processing and disbursal of grant and (ii) fresh applications received direct by the Banks with effect from 1st April 2007 onwards under the decentralized procedure. It is clarified that the FD system mentioned in Ministry's guidelines is applicable only in the latter case ie. in respect of fresh applications received direct by the Banks with effect from 1st April 2007 onwards. In respect of the former case ie. applications received upto 31st March 2007 in the Ministry and sent to Banks for processing and disbursal of grant, the grant amount may be credited immediately to the applicant unit's account without resorting to the FD system.

Yours faithfully,
Sd....

(M. Jayaraman)
Under Secretary to the Govt.of India
Tel.No.011-26497637