



राष्ट्रीय कृषि और ग्रामीण विकास बैंक

NATIONAL BANK FOR AGRICULTURE
AND RURAL DEVELOPMENT

तकनीकी सेवा विभाग

TECHNICAL SERVICES DEPARTMENT

मुंबई Mumbai

तीसरी मंजिल, सी कक्ष
सी-24, जी ब्लॉक
बान्द्रा - कुर्ला संकुल
बान्द्रा (पूर्व)

मुंबई - 400051

टेलि: 26530039, 26539416

फैक्स : 26530091

'C' Wing, III Floor

C-24, 'G' Block

Bandra-Kurla Complex

Bandra (East)

Mumbai - 400051.

Tel : 26530039, 26539416

Fax : 26530091

E-Mail : tsd@nabard.org

Ref. No. NB.TSD. 558 / VCF-4 / 2009-10

Circular No. 93 / TSD - 03 / 2009

19 June 2009

The Chairman / Managing Director
All Scheduled Commercial Banks
All RRBs / SCARDBs/SCBs
All other institutions eligible for NABARD refinance

Dear Sir

Dairy and Poultry Venture Capital Funds

Please refer to our Circular Nos. 32/ICD-6/2004-05 dated 16 February 2005 and 04/TSD-01/2008 dated 14 January 2008 on Venture Capital Fund for Dairy and Poultry Scheme. In this connection, we advise that the scheme is continuing during 2009-10 also with separate allocation of Rs 38 crore (Rs 5 crore for NE States) and Rs 10 crore for dairy and poultry sectors respectively.

2. Eligible components under both the sectors are given in the annexure for information.
3. Other terms and conditions given in the above circulars remain unchanged.
4. Mid term evaluation of the scheme indicated that some banks are not passing on the repayments received under the scheme to NABARD which will lead to depletion of the fund's corpus. Hence all the implementing branches may be advised to pass on the repayments on a proportionate basis to NABARD.
5. A review of the interest subsidy claimed so far revealed that only 10% of the eligible claims were submitted by the banks. As interest subsidy was envisaged to encourage regular repayments, the branches may be advised to submit claims for interest subsidy in respect of all regular loans under the scheme.
6. You may please issue necessary instructions to your controlling offices for appropriate action.
7. Please acknowledge receipt.

Yours faithfully,

(Dr. K.R. Rao)
Chief General Manager

Encl: A/a

Annexure

Eligible Components under Dairy and Poultry sectors and maximum total project cost

S.No	Component	Maximum Total Project Cost
A	Dairy	
1	Establishment of small dairy units - 10 animal units (Buffalo and crossbred cows) for milk production	Rs 3.00 lakh - Any Non Operation Flood areas. - The total cost depends on the infrastructural facilities required
2	Purchase of milking machines /milkometers/bulk milk cooling units (upto 2000 lit capacity)	Rs 15.00 lakh
3	Purchase of dairy processing equipment for manufacture of indigenous milk products	Rs 10.00 lakh per unit - Unit cost depends upon the quantum of milk to be handled and the type of products to be manufactured. - The total cost depends upon the investment on civil structures, type and source of machinery.
4	Establishment of dairy product transportation facilities and cold chain	Rs 20.00 lakh per unit - Unit cost depends upon the quantum of milk / milk products to be transported / handled and the type of products to be transported. - The total cost depends upon the investment on type and source of transport vehicle and machinery.
5	Cold storage facilities for milk and milk products	Rs 25.00 lakh per unit - Unit cost depends upon the quantum of milk / milk products to be stored and the type of products to be stored. - The total cost depends upon the investment on type and source of machinery used
6	Establishment of private veterinary clinics	Rs 2.00 lakh per unit for mobile clinics and Rs 1.5 lakh for stationary clinic - Area of operation from 8 to 10 villages having 5000 to 6000 cattle units
B	Poultry	
1	Establishing poultry breeding farms with low input technology birds and also for ducks/turkey/guinea fowl/quail/emu/ostrich etc	Rs.30.00 lakh
2	Establishment of feed godown, feed mixing unit, feed analytical unit	Rs.16.00 lakh
3	Marketing of poultry products (specialized transport vehicle, cold room, retention shed for birds etc.)	Rs.25.00 lakh
4	Egg grading, packing and storage for export capacity	Rs.80.00 lakh
5	Retail poultry dressing unit (upto 300 birds per day)	Rs.5.00 lakh
6	Egg/broiler carts for sale of poultry products	Rs.0.10 lakh
7	Central grower unit (12,500 birds per batch and 4 batches per year)	Rs.20.00 lakh