

Assistance of Back Ended Interest Subsidy on the Term Loan for Agro and Food Processing Units

Schemes Details

Department	Agriculture, Farmers Welfare
Objective	In order to develop and enhance the food processing industries in the state, Comprehensive Agro Business Policy has been launched
Purpose	1) Setting up cold chains, food irradiation plants, silos, food parks, reefer vans etc related to food processing, 2) Setting up modernization of food processing units
Benefits	1) Up to 7.5% subsidy on term loan for max. amount of INR 4 Crore for setting up infrastructure projects such as atmosphere cold storages, food irradiation plants, silos, food parks, reefer vans, 2) Interest subsidy of 7.5% on term loan of max INR 1.5 Crore for modernization of any form of food processing units
Eligibility	Any legal entity such as Govt/PSU/Joint ventures/NGOs/Cooperatives/SHGs/Pvt. Sector corporation/individuals engaged in agro and food processing would be eligible. However, he/she should have: 1) Sound financial background. The networth of the application = Total Assets - Total liability of the application should be more than 1.5 times the grant applied for, 2) The project proposals should be prepared and be appraised by bank/financial institution for availing loan. The term loan will not be less than 25% of project cost. There are more details for which you can refer the following link: https://gaic.gujarat.gov.in/writereaddata/images/pdf/cabp-guidline.pdf .
Documents Required	Application Form, Loan Documents, Business Registration Documents, Project Report / Business Plan, Financial Statements, Tax and Income Proof, Bank Statements, Loan Repayment Proof, Certificate from Chartered Accountant (CA), Other Documents (if applicable)