



# **IMPLEMENTATION GUIDELINES FOR ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND (AHIDF)**

**Government of India  
Ministry of Fisheries, Animal Husbandry and Dairying  
Department of Animal Husbandry & Dairying**



# **IMPLEMENTATION GUIDELINES**

**FOR**

## **ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND (AHIDF)**



**Government of India**

**Ministry of Fisheries, Animal Husbandry and Dairying**

**Department of Animal husbandry and Dairying**



# INDEX

Sl. No.	Subject	Page No.
<b>01</b>	Background	<b>1</b>
<b>02</b>	Area of Operation	<b>1</b>
<b>03</b>	Objectives	<b>1</b>
<b>04</b>	Eligible Entities	<b>2</b>
<b>05</b>	Implementing Agency	<b>2</b>
<b>06</b>	Activities Eligible for Availing Benefits Under AHIDF	<b>2-3</b>
<b>07</b>	Quantum of Loan and Margin Money	<b>3</b>
<b>08</b>	Interest Subvention	<b>4</b>
<b>09</b>	Credit Guarantee Fund	<b>4</b>
<b>10</b>	Funding Mechanism	<b>5</b>
<b>11</b>	Loan Disbursement	<b>5</b>
<b>12</b>	Repayment	<b>5-6</b>
<b>13</b>	Availability of Land and Statutory Clearances	<b>6-7</b>
<b>14</b>	Obtaining Statutory Clearances Required for the project	<b>7</b>
<b>15</b>	Formation of the Detailed Project Report	<b>7-8</b>
<b>16</b>	Submission of the Project Proposal	<b>8</b>
<b>17</b>	Project Evaluation and Sanction	<b>9</b>
<b>18</b>	Implementation Mechanism	<b>9-11</b>
<b>19</b>	Project Monitoring	<b>11-12</b>
<b>20</b>	Awareness Creation	<b>12-13</b>
<b>21</b>	Annexure I List of Statutory Clearance	<b>14</b>
<b>22</b>	Annexure II Application Form	<b>15-16</b>

# BIBLIOGRAPHY

Short form	Full form
AHIDF	Animal Husbandry Infrastructure Development Fund
NABARD	National Bank for Agriculture and Rural Development
EE	Eligible Entities
MSME	Micro Small Medium Enterprises
DPR	Detailed Project Report
PSC	Project Sanctioning Committee
PAC	Project Approval Committee
NLM	National Livestock Mission
CGM	Chief General Manager
PMA	Project Management Agency
CLFMA	Compound Livestock Feed Manufacturers' Association
IDF	Indian Dairy Federation
AILMEA	All India Livestock and Meat Exporters Association
CII	Confederation of Indian Industries
FICCI	Federation of Indian Chambers of Commerce and Industries
ASSOCHAM	Associated Chambers of Commerce and Industry of India
ETP	Effluent Treatment Plant
COE	Consent to Establish
CO	Consent to Operate
EPF	Employees' Provident Fund

# **GUIDELINES FOR ANIMAL HUSBANDRY INFRASTRUCTURE DEVELOPMENT FUND**

## **BACKGROUND:**

The recently announced Prime Minister's AtmaNirbhar Bharat Abhiyan stimulus package mentioned about setting up of Rs. 15000 crore Animal Husbandry Infrastructure Development Fund (AHIDF). The Animal Husbandry Infrastructure Development (AHIDF) has been approved for incentivizing investments by individual entrepreneurs, private companies, MSME, Farmers Producers Organizations (FPOs) and Section 8 companies to establish (i) the dairy processing and value addition infrastructure, (ii) meat processing and value addition infrastructure and (iii) Animal Feed Plant.

## **2. AREA OF OPERATION**

The Animal Husbandry Infrastructure Development Fund (AHIDF) as detailed in the forthcoming paragraphs will be implemented in all States and Union Territories.

## **3. OBJECTIVES**

- a) To help increasing of milk and meat processing capacity and product diversification thereby providing greater access for unorganized rural milk and meat producers to organized milk and meat market
- b) To make available increased price realization for the producer
- c) To make available quality milk and meat products for the domestic consumer
- d) To fulfill the objective of protein enriched quality food requirement of the growing population of the country and prevent malnutrition in one of the highest malnourished children population in the world
- e) Develop entrepreneurship and generate employment
- f) To promote exports and increase the export contribution in the milk and meat sector.
- g) To make available quality concentrated animals feed to the cattle, buffalo, sheep, goat, pig and poultry to provide balanced ration at affordable prices.

#### 4. ELIGIBLE ENTITIES (EEs) FOR SUPPORT UNDER AHIDF

- a) Farmer Producer Organization(FPO)
- b) Private companies
- c) Individual entrepreneurs
- d) Section 8 companies
- e) Micro Small and Medium Enterprises

#### 5. IMPLEMENTING AGENCY

Animal Husbandry Infrastructure Fund will be implemented by the Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying.

#### 6. ACTIVITIES ELIGIBLE FOR AVAILING BENEFITS UNDER AHIDF:

**6.1. Dairy Processing:** under the Dairy Processing infrastructure the EE can avail benefit for establishment of the following:

6.1.1. Establishment of new units and Strengthening of existing dairy Processing Units with quality and hygienic milk processing facilities, packaging facilities or any other activities related to dairy processing.

**6.2. Value added dairy product manufacturing:**

The EE can also avail loan for establishment of new units and strengthening of existing manufacturing units for value addition of the following milk products:

6.2.1 Ice Cream unit

6.2.2. Cheese manufacturing unit

6.2.3. Ultra High Temperature (UHT) Milk processing unit with tetra packaging facilities

6.2.4. Flavoured Milk manufacturing unit

6.2.5. Milk Powder manufacturing unit

6.2.6. Whey powder manufacturing unit

6.2.7. Any other milk products and value addition manufacturing unit.

**6.3 Meat processing and Value addition of facilities:**

6.3.1. Establishment of new meat processing unit and strengthening of existing meat processing facilities for sheep/goat/ poultry/pig/buffalo in rural, semi-urban and urban areas.



6.3.2. Large scale integrated meat processing facilities/ plant/ unit.

6.3.3. **Value Added Products:** Establishment of new or strengthening of existing value addition facilities for meat products like Sausage, nuggets, ham, salami, bacon or any other meat products. These facilities could either be integral part of meat processing units or Standalone meat value addition unit.

6.3.4. The project cost of each meat processing plant should compulsorily include Effluent Treatment Plant (ETP), Meat Microbiological Testing Laboratory, Residue Testing laboratory, Cold storage for holding the offals, skin/ hide processing areas and their preservation and refrigeration facilities for holding the chilled products and value added products for minimum of 24 hours.

**6.4. EE can also avail benefit for establishment of Animal Feed manufacturing and strengthening of existing units/ plant of the following categories:**

6.4.1. Establishment of Mini, Medium and Large Animal Feed Plant

6.4.2. Total Mixed Ration Block Making Unit

6.4.3. By pass protein unit

6.4.4. Mineral Mixture Plant

6.4.5. Enrich Silage making unit

6.4.6. Animal Feed Testing Laboratory to be attached with the Medium to Large feed plant or the EE can avail benefit for establishment of Animal Feed Testing Laboratory in the existing Feed Plant to ensure quality feed.

## **7. QUANTUM OF LOAN AND MARGIN MONEY /BENEFICIARY CONTRIBUTION:**

7.1. The project under the AHIDF shall be eligible for loan up to 90% of the estimated/ actual project cost from the Scheduled Bank based on submission of viable projects by eligible beneficiaries. The beneficiary contribution in case of Micro and Small units as per MSME defined ceiling could be 10% while in case of Medium Enterprises as per defined MSME ceiling, beneficiary contribution could go up to 15%. The beneficiary contribution in other categories of enterprises could go up to 25%.

7.2. Cost escalation of the approved project, if any occurred during the course of project implementation on account of genuine reasons like natural calamity, technical compulsions, change in the SoRs and any other unavoidable circumstances shall be

considered for enhancement of loan amount, within the reasonable time and note more than two years from the date of approval of the particular project.

7.3. Interest subvention will not be allowed for the loan sanctioned for procurement of land, working capital, old machineries and vehicle for personal use.

## **8. INTEREST SUBVENTION AND LENDING RATE OF INTEREST**

**8.1. Interest subvention: 3% for all Eligible Entities.**

**8.2. Lending Rate of Interest:** The rate of interest to be fixed by scheduled banks should not exceed at 200 basis points plus External Bench Mark Based Lending Rate (EBLR) for the Eligible Entities whose project cost are falling within MSME defined ceilings. However, rate of interest to be fixed by scheduled banks for other project could be based on commercial interest rate of Banks.

**8.3.** The Department of Animal Husbandry and Dairying will directly pay the interest subvention to the Scheduled Bank. Initially the Department will pay interest subvention amount in advance upfront to the lending bank for the first year based on the request of Scheduled Bank. Interest subvention from the 2<sup>nd</sup> year onwards would be released based on the non- NPA borrowers entitlement claimed by the Scheduled Banks every year in advance.

**8.4.** The Eligible Entities will not be able to get the interest subvention, if the EE is defaulter of re-payment of loan amount in any given year.

## **9. CREDIT GURANTEEE FUND**

**9.1** A Credit Guarantee fund of Rs. 750 cr. (Rupees Seven Hundred and Fifty Crore) will be established. The Fund will be managed by NABARD.

**9.1.1.** Department of Animal Husbandry and Dairying will pay Rs. 75 crore per year over 10 years towards Credit Guarantee at the beginning of each Financial Year.

**9.1.2.** The credit guarantee will be provided only for those projects which are viable and are covered under MSME defined ceilings and the guarantee coverage would be up to 25% of the credit facility available to the borrower.

**9.1.3.** The Credit Guarantee will not be provided to other beneficiaries who are not covered under MSME norms, however, those EEs will be eligible to get interest subvention.

**9.1.4.** The detailed guidelines along with the features of the Credit Guarantee Fund managed by NABARD will be issued separately.

## **10. FUNDING MECHANISM**

**10.1** The entire amount of AHIDF of Rs. 15000 cr. will be disbursed by the Scheduled Bank starting from 2020-21

**10.2** The Scheduled bank may utilize their available financial resources to lend the Eligible Entities.

## **11. LOAN DISBURSEMENT**

**11.1.** The entire amount of AHIDF of Rs. 15000 crore will be disbursed by the scheduled banks within a period of 3 years starting from 2020-21

## **12. REPAYMENT:**

**12.1** Maximum repayment Period: 8 years inclusive of moratorium of 2 years on principal amount.

**12.2.** The Scheduled Bank shall ensure that maximum re-payment period should not exceed 10 years from the date of first disbursement inclusive of moratorium of 2 years on repayment of principal.

**12.3** However, the Financing Bank, at their discretion, may curtail the repayment period depending on the project magnitude, size of the financial investment, repayment capacity of the project proponents (EEs) etc.

**12.4** Further, subject to the provisions of AHIDF, the operational and credit related decisions like process of repayment, penal interest, security and extent of finance will be decided by the Scheduled Bank.

**12.5** Subject to provisions of AHIDF, Scheduled Bank will fix the lending rates in consonance with broad regulatory guidelines of RBI taking into account their cost of funds and the risk perception of the loan.

12.6 Subject to provisions of AHIDF, the Scheduled Bank may consider providing additional loan against justified escalations of the approved projects.

12.7. A project will be non-starter, if no drawls are made within six months from the date of sanction by the Scheduled Bank. Further, the Sanction would lapse if the EE, fails to ground the project within a period of 12 months, from the date of sanction by the Scheduled Bank. This is a broad guidelines, however, the lending bank may take final decision on case to case basis.

12.8. The lending bank may consider withdrawal of projects by EEs on account of genuine constraints and difficulties as per the Bank's terms of reference in this regard.

12.9. The Scheduled Bank may consider stopping further disbursements of loans and advances sanctioned for the project, until such amount in default are paid in full by EEs. In such cases, neither the lending agency nor Department of Animal Husbandry and Dairying, Gol, shall be liable for any loss, damage or expenses that may be caused in the completion of aforementioned projects.

### **13. AVAILABILITY OF LAND AND STATUTORY CLEARENCES**

13.1 Loan under AHIDF shall not be provided for acquisition of land in any manner such as purchase, transfer, lease, accession/addition etc. required for implementation of the identified project activities.

13.2. The Eligible Entity are required to acquire necessary land (in case of non-availability of land with them) at their own cost and complete all processes associated with land acquisition, before submission of the proposal for finance under AHIDF.

13.3. The projects having land on long term lease (minimum 30 years) may also be considered for financing under AHIDF. However, the lease period/ agreement should be of sufficient duration to secure the loan. In case of lease requisite No Objection Certificate from the competent authority for mortgage to Bank may be obtained.

13.4. The EE may not be allowed to terminate the lease agreement intermediately (earlier than the agreed lease period) and sell out the land as well as facilities created with the loan availed under the AHIDF. However, in case of compulsion

to do so in unavoidable circumstances whatsoever then EE shall obtain permission from the concerned Bank after return of the entire loan availed till that time, with applicable interest and prepayment penalty, if any, to the Scheduled Bank, in a single instalment.

13.5. Confirmation with necessary documentary evidence on availability of land and statutory clearances (wherever necessary) shall be clearly indicated in the Detailed Project Report/Self Contained Proposal. A list of clearances which could be required mandatorily is attached at **Annexure I**.

13.6 The EEs shall provide documentary evidence/certificate of availability of requisite land free from all encroachment and encumbrances.

#### **14. OBTAINING STATUTORY CLEARANCES REQUIRED FOR THE PROJECT**

14.1. The EEs are required to obtain necessary clearances, permits and licenses whatsoever and wherever required for implementation of the intended project under the AHIDF. The requisite expenditure, if any involved for obtaining statutory clearances shall be met by the applicants/ beneficiaries.

14.2. For obtaining Statutory clearances, the beneficiary may have to approach various Department/ Organizations in the State Government. This may create unnecessary hurdle to the beneficiary. Therefore, the State Animal Husbandry Department shall establish the single window for facilitating the necessary statutory clearances for the project and handhold the EEs to submit the project to the Bank and the Department of Animal Husbandry & Dairying, Ministry of Fisheries, Animal Husbandry and Dairying. An indicative list of statutory clearances required is at **Annexure I**.

#### **15. FORMULATION OF DETAILED PROJECT REPORT (DPR)**

15.1. The EEs shall prepare the detailed Viable Project Report seeking loan under the AHIDF along with self-contained proposal.

15.2. Every project report must include the proposal for establishment of quality management unit for milk, meat and animal feed, packaging unit and also the product promotion.

15.3. The project report should also include the future market generation, employment opportunity, procurement of raw materials and any other information related to project.

15.4. The Detailed projects especially for infrastructure related to dairy processing, meat processing and value addition and establishment of Animal Feed Plant should be prepared based on:

- (i). Identification of suitable site
- (ii). Necessary engineering and socio-economic investigations and surveys,
- (iii). Planning and designing of the facilities and
- (iv). Model studies wherever required.

15.5. The EEs may also approach concerned State Animal Husbandry Department, State Government or Central Government Corporations, Consultancy Services seeking technical assistance for preparation of project documents. The EE, if required, also consult the list of Handholding agencies available in the Udyami Mitra Portal of Sidbi.

15.6. The State Animal Husbandry Department to handhold such EEs to prepare the projects when requested by them including facilitating the necessary clearances through Single Window System.

## **16. SUBMISSION OF THE PROJECT PROPOSAL**

16.1. The EE will submit the proposal with complete DPR through “Udyami Mitra” Portal developed by Small Industries Development Bank of India (Sidbi).

16.2. The Schedule Bank after due appraisal and sanction of the project subject to approval of interest subvention under AHIDF by Department of Animal Husbandry and Dairying will forward the application/ project to the Department of Animal Husbandry and Dairying for approval of interest subvention through online mechanism.

16.3. Application for seeking interest subvention to be submitted as per the Form attached at **Annexure II**.

## 17. PROJECT EVALUATION AND SANCTION

17.1. The Project Management Agency set up in the Department of Animal Husbandry and Dairying shall scrutinize the application, evaluate, and appraise the proposal sanctioned by the Scheduled Banks for approval of interest subvention under AHIDF by Project Approval Committee.

17.2. The Project Approval Committee will meet regularly and consider the proposals placed before it and accord approval to projects costing up to Rs. 50 cr. for grant of interest subvention.

17.3. The Project Approval Committee shall recommend the project above Rs. 50 cr. to the Project Sanctioning Committee(PSC) after screening and evaluation of the projects.

17.4. The Bank shall send a copy of loan sanction to Project Sanctioning Committee/ Project Approval Committee prior to such projects being considered for interest subvention under AHIDF.

17.5. The Project Approval Committee/ Project Sanctioning Committee will also recommend for Credit Guarantee on each project falling within the definition of MSME once the loan is sanctioned by the Bank.

17.6. All the projects will be assessed by the Committee based on the Eligibility criteria of the EEs, Eligible Activities proposed, Bank's approval, geographical preferences, MSME certification, sectorial preferences, demand and economic viability.

## 18. IMPLEMENTATION MECHANISM

18.1. Following Committees have been constituted by the Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying for implementation of AHIDF.

### 18.2. Project Sanctioning Committee (PSC)

#### 18.2.1. Composition:

- (i) Secretary, Department of Animal Husbandry & Dairying, GOI- Chairperson
- (ii) Representative of NABARD, not less than the rank of CGM
- (iii) Financial Advisor of Department of Animal Husbandry & Dairying, GOI



- (iv) Representative of Department of Financial Services, not less than Joint Secretary level
- (v) Representative of Ministry of Food Processing, not less than Joint Secretary level
- (vi) Joint Secretary (Cattle & Dairy Development), Department of Animal Husbandry & Dairying
- (vii) Secretary of the concerned State
- (viii) Representative of participating Banks not less than Deputy Managing Director/ CGM
- (ix) Joint Secretary (NLM)- Member Convener

**18.1.2. Terms of References (ToRs) of PSC would be as follows:**

- (a) To take decision on approval/amendment of AHIDF guidelines,
- (b) To take decision on addition and deletion of activities, approve annual action plans and fund drawl plans etc.
- (c) To approve projects for interest subvention based on recommendation of Project Approval Committee
- (d) To delegate powers that may be necessary for smooth implementation of the project.
- (e) To modify physical and financial targets of individual activities and also unit cost correction.
- (f) To co-opt external experts from the field of Animal Husbandry as members of the PSC.
- (g) To hold its meeting as and when needed

**18.3. Project Approval Committee (PAC):**

**18.3.1. Composition**

- (i). Joint Secretary (National livestock Mission)- Chairman
- (ii). Representative from NABARD
- (iii). Representative from Financial Advisor, DAHD
- (iv). Representative of Department of Financial Services
- (v). Representative from Ministry of Food Processing Industries
- (vi). Representative from the Concerned Bank



- (vii). Representative from the Dairy Division
- (viii).. Representative from the Concerned State (not below the rank of Director)
- (ix). Joint Commissioner/ Deputy Commissioner/ Director of NLM Division-convener.

### **18.3.2. Terms and References (ToRs)**

- (i) The Project Approval Committee will prepare the Scheme guidelines and submit the same to the Project Sanctioning Committee for approval
- (ii) The project approval Committee will approve project up to Rs. 50.00 cr. for interest subvention.
- (iii) The project above Rs. 50 cr. for interest subvention will be approved by the Project Sanctioning Committee after recommendation of the project approval committee.
- (iv).The meeting of the Committee will be held in every month or even before one month depending on the proposal.

## **19. PROJECT MONITORING UNIT**

19.1 The Department of Animal Husbandry and Dairying will outsource Project Management Agency (PMA).

19.2. The terms of Reference of the PMA will be as under:

- (i) The PMA will arrange all logistic support including manpower at the Head Quarter to undertake all Desk and Field monitoring, and identifying critical issues and bottlenecks such as non-starter projects, slow progressing projects, geographical and sectorial preferences, compilation of project-wise progress report, outcomes etc. The design for monitoring mechanism will be approved by the PSC.
- (ii). PMA will also undertake work for monitoring the Udyami Mitra Portal regarding application received, processed and pending with the banks and in DAHD, Development of Dash Board for MIS system, follow up with the States for getting project proposal, hand holding the beneficiaries on the queries on the

AHIDF, scouting the proposals, interaction with the banks. PMA will also evaluate the projects and place before the PAC/PSC for approval.

(iii). PMA will also assist in all the matters relating to monitoring and evaluation of the projects and preparation of report, before PAC& PSC.

**19.3.** PSC, PAC and PMA together will carry out the work of Project Monitoring in the following manner:

(i) The Project Sanctioning Committee in the Department of Animal Husbandry and Dairying will review and monitor the projects approved under AHIDF. The monitoring meetings of PSC shall be held on quarterly basis to review the progress of the project taken up under the AHIDF.

(ii) The PMA will collect information on the progress of the project(s) from EEs, Banks on a quarterly basis including physical and financial achievements and place before the PSC.

(iii) PSC will carry out project-wise midterm corrections, if any required due to technical and administrative compulsions faced by any project at the time of implementation. The Mid-term corrections shall include increase/decrease of the project scope, re-arrangement of the project components, re-appropriation of funds from one item to other item within the overall approved project cost.

(vi).The project will be considered non-starter when the EE fail to get their loan disbursed from the Bank.

## **20. AWARENESS GENERATION**

20.1. There are various stake holders who can avail benefit of the scheme. These stake holders need to be aware of the scheme adequately so that they can access the fund. Therefore, the Central Government will use Electronic, Print and Social Media to create public awareness.

20.2. The Stake Holders' like Indian Dairy Federation (IDF), Compound Livestock Feed Manufacturers' Associations (CLFMA), All India Livestock and Meat Exporters' Association, State Government's Livestock Corporation, CII, FICCI, ASSOCHAM and others will be involved in awareness creation.

20.3. The State Government will also create ground level awareness through conferences, seminar, and workshops, business meet, through electronic, print and social media. The funding support will be provided to States and other agencies to create such awareness.

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## Indicative List of Statutory Clearances

Sl. No.	Name of Statute
01	Local Authority Clearances as per the State Requirements
02	No objection from the Land Authority on the lease hold or ownership of the land.
03	Consent to Establish (COE) and Consent to Operate (CO) from the State Pollution Control Board
04	Trade Licenses
05	Food Safety and Standard Authority of India
07	Water and Air Acts
07	State Electricity Board
08	MSME Registration (only for MSME companies)
09	Registration under Companies Act (only for companies)
10	Registration under Labour Act/ EPF Act.
11	Any other Statutory clearances required from the respective state to establish dairy, meat processing and animal feed plant.



**Government of India**  
**Ministry of Fisheries, Animal Husbandry & Dairying**  
**Department of Animal Husbandry & Dairying**

**ONLINE APPLICATION FORM**  
**SEEKING INTEREST SUBVENTION UNDER ANIMAL HUSBANDRY**  
**INFRASTRUCTURE DEVELOPMENT FUND**

		<b>PHOTO</b>
		<b>Signature</b>
S. No.	Particulars	
1.	Category of Infrastructure a. Dairy Processing b. Meat Processing c. Animal Feed Plant d. Value Addition	
2.	<b>Name of Eligible Entity</b> a. Farmers producer Organization(FPO) b. Section 8 Company c. Individuals Entrepreneur d. Private company e. MSME	
3.	<b>Address</b> a. Location of the Proposed Project ( With Geo-Tagging and location Map and Photo of the site) b. Location of the Corporate Office c. Address of the individuals.	
4.	Total Turnover of the Company (Provide last three years balance sheet)	
5	If falling under MSME definition, please provide Certificate	
6.	PAN/TIN/Aadhar Number	
7.	Telephone No. /Mobile No.	
8.	Email address	
9.	<b>Bank details where loan application has been sanction</b> a. Name of the Bank	

	b. Bank Branch c. Address d. Email Address of Branch Manager e. Telephone Number f. IFSC Code	
10.	<b>Details of the Bank Accounts</b> a. Name of the Bank b. Bank Branch c. Address d. Loan Account Number e. Telephone Number f. IFSC Code	
11.	Project Details( Brief description of the project)	

**(Signature of Applicant)**

**Please attach following documents**

- x Detailed Project including component wise cost break up, total cost, recurring cost, net income etc. and viability of project
- x Supporting documents [Proof of Address, Copy of PAN/TIN /Aadhar card, MSME certificate (if applicable), proof of land holding (ownership or lease, conversion), education certificate, photocopies of training certificate, income proof, bank statement for last six months relevant for the project.
- x Cite Plan of the project.
- x List of Machinery and Equipment.
- x Lay out plan (both Civil and Machinery) of the processing facility certified by the registered architect.
- x All Statutory clearances like Clearances from the Local administration, Trade Licenses, Consent of Establishment, Consent to Operate from State Pollution Control Board, FSSAI License required for the project
- x Roadmap to ensure the Quality management of the product, product promotion and market development.





**Government of India**  
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**Department of Animal Husbandry & Dairying**



R-99014/38/2020-NLM-DADF  
Government of India  
Ministry of Fisheries, Animal Husbandry & Dairying  
Department of Animal Husbandry and Dairying

Krishi Bhawan, New Delhi  
Dated, 21<sup>st</sup> May, 2021

**ORDER**

**Subject: Amendment in the Implementation Guidelines of Animal Husbandry Infrastructure Development Fund.**

This is regarding the implementation guidelines which was published on 15.07.2021. In the Project Sanctioning Committee under the Chairmanship of Secretary Animal Husbandry and Dairying was held on 24.03.2021. The Project Sanctioning Committee has reviewed the implementation guidelines and approved the following additional activities to be eligible under Animal Husbandry Infrastructure Development Fund (AHIDF).

2. Therefore, the following activities shall be included in the Para 6 after sub-paragraph 6.4 as new sub-paragraph 6.5

**6.5. Breed improvement Technology and Breed Multiplication farm: Under this category, the following activities will be covered for taking benefit under AHIDF**

**(i) Establishment of IVF Centre** - For rapid genetic upgradation: (i) getting assured pregnancy in the low producing recipients maintained by farmers; (ii) supply of high yielding heifers/ cow (iii) bulls for semen production. The funding may be made available under AHIDF for:

- Civil works Laboratory / recipients shed/Donor Shed and other civil works including cattle chute, biogas plant
- laboratory equipments / farms equipment/ other items and furnishing of IVF lab
- Cost for purchase of donor animals/ recipients / transportation and insurance
- Training of professionals in IVF technology
- Establishment of infrastructure for transfer of bovine embryos at farmers doorstep
- Fully equipped Mobile IVF lab/ other mean of mobility of IVF technicians
- Storage facility for gas and liquid nitrogen
- Research and development activities- embryo sexing, embryo splitting, cloning etc

Continued at page 2

**2. Sex Sorted Semen: Funding may be made available under AHIDF for:**

- Civil works for laboratory/Bull Shed/boundary wall/biosecurity fencing/ other civil works including biogas plant
- laboratory equipments/ farms equipments including cryo containers/ LN storage infrastructure/ agricultural implements/ other required equipments
- Purchase of Bulls/ and other requirement.
- Research and development activities- development of sex sorting machines
- manufacturing of sex sorted machines and various consumable
- Training of manpower

Creating infrastructure for artificial insemination with sex sorted semen.  
Minimum Criteria must be production of 5 lakh sex sorted semen doses in a year.

**3. Breed Multiplication farm – Funding under AHIDF will be provided for the**

- Civil Works - cattle shed/ feed and fodder go-downs/ internal roads/ boundary wall/ biosecurity fencing/ training centre/ other civil works including biogas plant
- Farms equipments- tractors/ bailers/ silage making machine/ chaff cutter/ other agricultural equipments
- Purchase of breeding animals along with transportation & insurance cost.
- sex sorted semen/ embryos/setting up of IVF lab
- Milk storage/ testing/processing equipments
- Training of manpower
- Feeding cost of the animals for 1st year of the project
- Research and development for breeding activities- bovine monitoring system, AI guns, ET guns, software development etc.



(Dr. O.P. Chaudhary)

Joint Secretary to the Government of India

**Distribution:**

1. To all the Scheduled Banks
2. National Dairy Development Board
3. All the Cooperative Societies/ Milk Federations
5. All the State Animal Husbandry Departments/ UTs
6. Department of Financial Services, Ministry of Finance
7. Department of Expenditure, Ministry of Finance
8. NIC of DADF for uploading in the Department's website
9. SIDBI for uploading in the AHIDF website.

**CC to**

1. PS to Hon'ble Minister FAHD
2. PS to Hon'ble MOS, FAH3



R-99014/38/2020-NLM-DADF  
Government of India  
Ministry of Fisheries, Animal Husbandry & Dairying  
**Department of Animal Husbandry and Dairying**

Krishi Bhawan, New Delhi  
Dated, 15<sup>th</sup> November, 2021

**OFFICE ORDER**

**Subject: Second amendment in the Implementation Guidelines of Animal Husbandry Infrastructure Development Fund.**

In pursuance of the decisions taken in the third meeting of Project Sanctioning Committee constituted under Animal Husbandry Infrastructure Development Fund (AHIDF) held on 30.09.2021, under the Chairmanship of Secretary, AHD, the following amendment have been carried out in the existing implementation guidelines issued on 16.07.2020 for implementation of AHIDF:

2. The following new activities shall be included in the Para 4 after sub-paragraph 4.1.1 as new sub-paragraph 4.1.2 and sub para 4.2

4.1.2 Eligible proposals, which have been sanctioned by the banks, however, the entities could not submit the proposal on the portal shall be allowed to avail benefits under AHIDF, which have received sanction for term loan by the banks/ lending institutions before or after the date of notification of scheme guidelines, provided project has not commercially operationalized prior to the date of notification of scheme. However, the calculation of interest subvention shall be on interest amount accrued post the date of notification of scheme i.e. 24.06.2020 or loan sanction date whichever is later.

**4.2 Anchor Model of financing**

Anchor model will assist individual entrepreneur, FPO, Section 8 company or MSME in setting up of units as ancillary unit for its primary unit. The anchor unit will also help eligible entities in DPR preparation and submission of application on the portal. Further, private sector participation through an anchor will reduce turn- around time (TAT) of loan sanctioning, improve the loan sanction rate and reduce collateral requirement as established private sector would ensure procurement of raw material or finished products from the eligible entity and would act as guarantor for bank loans.

3. Also, the following activities shall be included in the Para 6 after sub-paragraph 6.2.7, 6.4.6 and 6.5 as new sub-paragraph 6.4.7, 6.5.2, 6.5.3 and 6.5.4.

6.4.7 Manufacturing of feed supplements, feed premixes, and mineral mixtures plants in the category of Animal feed.

6.5.1 Breed improvement Technology and Breed Multiplication farm for cattle and buffalo

6.5.2 Breed improvement Technology and Breed Multiplication farm for sheep & goat

6.5.3 Breed improvement Technology and Breed Multiplication farm for pig

6.5.4. Technologically assisted (modern technology based integrated/ advanced poultry farms) poultry farm including purchase of Parent and Grand Parent stock

6.2.8 Manufacturing of any equipment and machinery required for dairy processing & value addition including the manufacturers for quality testing, adulterants and contaminants.

4. National Cooperative Development Corporation (NCDC) has also been included a lending institution under AHIDF in addition to scheduled bank. The inclusion of NCDC may be read in the Para 7 under sub para 7.1.

5. The following changes have also been included in the Para 12 after sub-para 12.9 as new sub-paragraph 12.10 and 12.11.

12.10. DAHD will have authority for recall of interest subvention along with interest (10% per annum) within 30 days after a notice is issued under any of the following circumstances:

- a) If project is not completed within approved project period including extension if any.
- b) If the assisted project stops its commercial operations within seven (7) years from the date of commencement of commercial production of the project.
- c) If, during such period, it comes to the notice of the Department that interest subvention has been availed by manipulating / concealment of information / facts or that the interest subvention has been utilized for purposes other than those for which it was sanctioned.
- d) In case beneficiary rescind/ expire/ abandon the project.

12.11 For recalling the interest subvention with regard to any project sanctioned under AHIDF, the following process need to be adopted:

- a) Banks/lending institutions shall regularly provide physical and financial periodical progress reports of projects for which interest subvention has been released.
- b) In case, there is concern with regard to progress of the project, the Department shall not disburse any further subvention and may instruct bank to reverse interest subventions made till date



c) The banks/lending institutions can charge back to the beneficiary or recover as per its internal policies in case of Non-Performing Asset.

6. In addition to above modifications, the following inclusion after the Para 12 as new Paragraph 13 may be made:

#### **Dovetailing of Assistance**

Considering the complexities and challenges associated with agricultural infrastructure projects of this nature, the EEs may dovetail assistance available under various other schemes of Central and State Governments. While dovetailing such assistance, it will be ensured that there is no duplication of assistance for the same component/activity of the project i.e. eligible entity can not avail benefit of interest subvention under any scheme of Central/ State Government.

7. The PSC approved the proposal for induction of following members in Project Approval Committee (PAC):

- I. Representative from the Credit Guarantee Fund Trust for Animal Husbandry & Dairying.
- II. Representative from the SIDBI

8. Also, the following changes have been included in the Para 21 after sub para 21.3 as new sub-paragraph 21.4

21.4 In addition to existing provisions, News-paper, magazine, radio, TV advertisements, multimedia campaigning, social media advertisement (pamphlets/ leaflets/ flyers/ brochures/ standees/ banners) may be followed as a part of outreach activity and to conduct such activities, DAHD will bear the expenditure.

9. Further, the following para may be included after para 21 as a new para 22.


22. NDDB, Industry Associations and lending institution can be entrusted with responsibility of identifying professional agencies to provide handholding support for DPR preparation and AHIDF application process. The NDDB, industry associations and banks will adopt transparent mechanism to empanel the handholding agencies and determine professional fee for DPR preparation and application process for beneficiaries. The Department shall transfer the professional fee to the NDDB, industry associations and lending institutions which, in turn, shall make payment to the empaneled professional agencies.

10. Further, the following inclusion may also be made after para 22 as a new para 23.

#### **23. Dispute resolution and Jurisdiction of Court**

In case of dispute arising out of selection of proposals and implementation of approved project under this AHIDF scheme guidelines except in case of "Force Majeure" and decided to incorporate in the guidelines as under.

- I. The decision of the Department in all matters relating to eligibility, acceptance or rejection of the applications, mode of selection, interest subvention approved and imposition of penalty shall be final and binding on the applicant.
- II. Any dispute arising out of any conditions stipulated in the guidelines, selection of proposals and implementation of approved project under this scheme will be subject to Courts/ Tribunals having jurisdiction over Delhi.

  
(Dr. O.P. Chaudhary) 15.11.21  
Joint Secretary (NLM)

To,

1. To all the Scheduled Banks
2. National Dairy Development Board/ all Financial Institutes
3. All the Cooperative Societies/ Milk Federations
4. All the State Animal Husbandry Departments/ UTs
5. Department of Financial Services, Ministry of Finance
6. Department of Expenditure, Ministry of Finance
7. NIC of DADF for uploading in the Department's website
8. SIDBI for uploading in the AHIDF website.
9. National Cooperative Development Corporation.

CC to

1. PS to Hon'ble Minister FAHD
2. PS to Hon'ble MOS, FAH
3. Senior PPS to Secretary, DAHD, Krishi Bhawan, New Delhi
4. PPS to Animal Husbandry Commissioner, DAHD, Krishi Bhawan, New Delhi
5. PPS to JS (C&DD), DAHD, Krishi Bhawan, New Delhi