Room No. 218 B, ‘D’ Wing,
Shastri Bhawan, New Delhi-110 001
Dated: 29.3.2015

To,

The Pay & Accounts Officer,
Ministry of Tribal Affairs,
Shastri Bhawan,
New Delhi – 110 001

Subject: Release of Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) as Grant-in-aid to the Girijan Cooperative Corporation, Visakhapatnam, Andhra Pradesh for the year 2015-16 under the Scheme “Mechanism for Marketing of Minor Forest Produce (MFP) through Minimum Support Price (MSP) and development of Value Chain for MFP”.

Sir,

I am directed to convey the sanction of the President of India to the Grant-in-Aid of Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) and to the release of Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) for the financial year 2015-16 to the Girijan Cooperative Corporation, Visakhapatnam, Andhra Pradesh under the Scheme “Mechanism for Marketing of Minor Forest Produce (MFP) through Minimum Support Price (MSP) and development of Value Chain for MFP”.

2. The present release of Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) is towards Government of India (GOI) share for revolving funds/working capital component of the scheme, estimated on the basis of procurement potential of Tamarind, Gum Karaya, Mohwa Seed and Pungam Seed (Karanjee Seed) in the State of Andhra Pradesh. Therefore, with this release, the total GOI share release amounts to Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) crore towards the revolving fund out of the total estimated potential of MFP of Rs. 7.05 crore. The State Government Share will be 25% of the total estimated value i.e. Rs.1.7625 crore (Rupees One Core Seventy Six Lakh Twenty Five Thousand only). No procurement to be made before 15.04.2016 i.e. six months period from the date of de-nationalization of the said items.

...

[Signature]
3. The calculation for the quantities for each of the MFPs which may be recommended for procurement under the said scheme is as under:-

<table>
<thead>
<tr>
<th>Commodity</th>
<th>Quantity recommended for procurement (Qty in MTs)</th>
<th>Value Rs. in crores</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gum Karaya</td>
<td>50.00</td>
<td>0.54</td>
</tr>
<tr>
<td>Tamarind Seeded</td>
<td>2500.00</td>
<td>5.50</td>
</tr>
<tr>
<td>Mahua Seed</td>
<td>86.00</td>
<td>0.19</td>
</tr>
<tr>
<td>Pungam Seed (Karanj Seed)</td>
<td>86.00</td>
<td>0.18</td>
</tr>
<tr>
<td><strong>Total Value</strong></td>
<td></td>
<td><strong>6.41</strong></td>
</tr>
<tr>
<td>Overheads and Service</td>
<td></td>
<td>0.64</td>
</tr>
<tr>
<td>Charges of SPA @ 10% on MSP value</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>7.05</strong></td>
</tr>
<tr>
<td>Central Govt. Share (75%)</td>
<td></td>
<td>5.2875</td>
</tr>
</tbody>
</table>
| State Govt. Share (25%)    |                                                   | 1.7625              

4. The Grants-in-aid will be regulated in accordance with the provisions contained in the Scheme “Mechanism for Marketing of Minor Forest Produce (MFP) through Minimum Support Price (MSP) and development of Value Chain for MFP” as circulated vide Ministry of Tribal Affairs letter No. 2/19/2013-CP&R dated 03.01.2014.

5. The Grants-in-aid is also subject to the Chapter 9 of the General Financial Rules, 2005 (GFRs), as amended from time to time, read with the Government of India’s decisions incorporated there-under, and any other guidelines which may be issued in this regard, and in particular to the following conditions:

i) All relevant information and documents/certificates as required under GFR-209 have been received.

ii) Certified that the pattern of assistance of rules governing such grants-in-aid have received the approval of the Ministry of Finance, as required under Govt. of India Decision No.(1) under DFPR-Rule 20.

iii) Assets acquired wholly or substantially out of Government Grants shall not be disposed off without obtaining the prior approval of the sanctioning authority of Grant-in-aid.

iv) The grantee organization agrees to arrange matching fund from the State Government of Andhra Pradesh for the operation of the scheme as envisaged in the guidelines.

(v) No procurement to be made before 15.04.2016 i.e. six months period from the date of de-nationalization of the said items.

vi) The accounts of the grantee organization shall be audited by the Comptroller & Auditor-General of India (C&AG) or by any person authorized by him on his behalf in accordance with the provisions laid down in Section 14 of the C&AG (Duties, Powers & Conditions of Service) Act, 1971 as amended from time to time.
vii) The accounts of the grantee organization shall be open for inspection by the sanctioning authority and audit, both by the Comptroller & Auditor General of India under the provisions of C&AG (DPC) Act, 1971 and Internal Audit by the Principal Accounts Office of the Ministry or Department whenever it is called upon to do so.

viii) The grantee organization will spend the Grants-in-aid exclusively in pursuance of the objectives envisaged in the scheme for the purpose it is being sanctioned.

ix) Grants-in-aid to the grantee organization is subject to the economy instructions issued from time to time by the Ministry of Finance or by the Competent Authority.

x) The grantee organization has no utilization certificates as due for rendition under the rules.

xi) In the event of the grantee organization failing to comply with the conditions, the State Government shall be liable to refund to the sanctioning authority the whole of the amount of the grant with interest at 14% per annum thereon.

xii) The grantee organization will maintain and will present their annual accounts in the standard format as required under GFR-209 (Xiii).

xiii) The grantee organization will maintain a separate account of the Government grant as per guidelines of the scheme.

xiv) The assets created, facilities developed and activities undertaken through the funds released by this Ministry shall be voluntarily disclosed before the Gram Sabha concerned.

xv) The grantee organization has to forward an inspection-cum-commencement report in respect of the activities within the period of six months.

6. The grantee organization has to forward quarterly progress report (both physical & financial) and Audited Statement of Accounts.

7. The Expenditure involved will be met from within the Sanctioned Budget Grant of Ministry of Tribal Affairs under the Demand No. 98, Ministry of Tribal Affairs, for the financial year 2015-16 (Plan):

<table>
<thead>
<tr>
<th>Major Head</th>
<th>Sub Major Head</th>
<th>Details</th>
</tr>
</thead>
<tbody>
<tr>
<td>3601</td>
<td>03</td>
<td>Grants for Central Plan Schemes</td>
</tr>
<tr>
<td>Minor Head</td>
<td>796</td>
<td>Tribal Area Sub Plan</td>
</tr>
<tr>
<td>08</td>
<td>06.06.31</td>
<td>Minimum Support Price for Minor Forest Produce (MSP for MFP)</td>
</tr>
</tbody>
</table>

8. The grant of Rs. 5,28,75000/- crore (Rupees Five Core Twenty Eight Lakh Seventy Five Thousand Only) will be drawn by the Drawing and Disbursing Officer, Ministry of Tribal Affairs on the prescribed performa of Grants-in-Aid Bill by presenting to the Pay & Accounts Officer and will be paid to the Girijan Cooperative Corporation, Visakhapatnam, Andhra Pradesh by electronic clearing system (ECS) as per the following details:

[Signature]

(Chettikurian, IAS) Under Secretary
Ministry of Tribal Affairs
Govt. of India, New Delhi
<table>
<thead>
<tr>
<th>Name of the Bank</th>
<th>Branch</th>
<th>SB A/C No.</th>
<th>Mode of Electronic Transfer</th>
<th>IFSC Code</th>
</tr>
</thead>
<tbody>
<tr>
<td>Andhra Bank</td>
<td>East Point Colony, Visakhapatnam</td>
<td>133210011000005</td>
<td>“RTGS”</td>
<td>ANDB0001332</td>
</tr>
</tbody>
</table>

9. This sanction issues with the concurrence of Integrated Finance Division of Ministry of Tribal Affairs vide their FTS/Dy. No. 6253/JS&FA/2016 dated 26.3.2016.

10. Certified that this sanction has been noted at **SL No.4** in the Register of Grants.

Yours faithfully,

(P.K. Sahoo)
Under Secretary to the Govt. of India
Telefax: 2307 3709

Copy to:

1) The Director of Audit, Central Revenue, AGCR Building, New Delhi.
2) The Department of Expenditure, Ministry of Finance, North Block, New Delhi.
3) The NITI Ayog, Niti Bhavan, New Delhi.
4) CCA, Ministry of Tribal Affairs, New Delhi.
5) The Drawing & Disbursing Officer, Ministry of Tribal Affairs, New Delhi.
6) The Secretary, SC & ST Development, Government of Andhra Pradesh, Hyderabad.
7) The Secretary, Finance, Deptt., Government of Andhra Pradesh, Hyderabad.
8) The Comptroller & Auditor General of India, New Delhi.
9) The Managing Director, Girijan Cooperative Corporation, Opp. New Vuda Park, East Point Colony, Visakhapatnam, Andhra Pradesh – 530 017
10) The Managing Director, TRIFED, 2nd Floor, NCUI Building, 3, Siri Institutional Area, August Kranti Marg, New Delhi-110 016
11) The Chairperson & MD, NSTFDC, NBCC Tower, Bhikaji Cama Place, New Delhi.
12) The Secretary, Planning Department, Government of Andhra Pradesh, Hyderabad.
14) Director (Fin)/NIC/Hindi Section/Sanction Folder.

(P.K. Sahoo)
Under Secretary to the Govt. of India