

**GOVERNMENT OF INDIA
AGRICULTURE
LOK SABHA**

UNSTARRED QUESTION NO:3833
ANSWERED ON:19.12.2005
NATIONAL CO-OPERATIVE DEVELOPMENT CORPORATION
Patel Shri Kishanbhai Vestabhai;Singh Shri Sugrib

Will the Minister of AGRICULTURE be pleased to state:

- (a) whether the National Co-operative Development Corporation provide assistance to various co-operative schemes;
- (b) if so, the details of assistance provided during 2004-05 by NCDC, scheme-wise;
- (c) whether the NCDC proposes to provide assistance to various labour co-operatives;
- (d) if so, the details in this regard; and
- (e) the criteria fixed for allocation of assistance from NCDC?

Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE (SHRI KANTILAL BHURIA)

(a): Yes, Sir. NCDC provides financial assistance under Central Sector/Centrally Sponsored Schemes and Corporation Sponsored Schemes to Cooperatives for various developmental activities such as establishment of agro-processing units, creation of Storage and Cold Storage facilities, marketing of agriculture produce, distribution of consumer articles and agriculture inputs, integrated cooperative development projects, dairy, fisheries, sericulture, coir, jute and tobacco etc.

(b): During 2004-05, the NCDC provided financial assistance of Rs.1060.72 crore under various cooperative development programmes Scheme-wise details of assistance is placed at Annexure – I.

(c) & (d): Yes, Sir. Recently in June 2005, the Government of India has notified the assistance to Labour Cooperatives as one of the notified activities carried out by the NCDC. The pattern of assistance for such cooperatives is placed at Annexure-II.

(e): NCDC considers the proposal for assistance on the merit of each case, viability of the project, financial position of the society and its capacity to repay the loan.

Annexure-I

Details of assistance released by NCDC during 2004-05

Amount in Rs. lakh
Scheme Loan Subsidy Total

A. Central Sector/Centrally Sponsored Schemes

1. Assistance for Marketing, Processing, Storage Programmes in Cooperatively UD/LD States/Uts				
Marketing	1875.37	-	1875.37	
Processing	20.55	1.40	21.95	
Storage	9.82	0.00	9.82	
Cold Storage	547.89	7.50	555.39	
Tribal Cooperatives	18.75	6.12	24.87	
Fisheries Cooperatives	2234.78	410.94	2645.72	
Handloom	11.58	3.88	15.46	
Dairy	10.72	2.13	12.85	
Installation Of computers	9.61	1.70	11.31	
Sub Total	4739.07	433.67	5172.74	

2. Share Capital Participation in 1579.87 180.00 1759.87
Cooperative Spinning Mills (Growers)

3. Integrated Cooperative Development - 1031.68 1031.68
Projects in selected District

4. Assistance for Fisheries Development - 205.62 205.62

5. Cold Storage Scheme of NHB 11.88 34.04 45.92

6. Scheme of Capital Investment Subsidy - 364.79 364.79
for Storage

Sub Total 6330.82 2249.80 8580.62

B. Corporation Sponsored Schemes

1. Marketing 64166.29 - 64166.29

2. Sugar 1562.58 - 1562.58

3. Processing 2908.40 - 2908.40

4. Spinning/Powerloom 7521.02 - 7521.02

5. Storage 1060.18 - 1060.18

6. Cold Storage 183.63 - 183.63

7. Consumer 120.77 - 120.77

8. Agriculture Input 25.88 - 25.88

9. Weaker Section programme 5453.87 1.42 5455.29

10. Promotional & Development - 117.31 117.31

11. Assistance for Computerisation 24.00 - 24.00

12. Integrated Coop. Development Project in 8587.71 - 8587.71
selected Districts

13. Credits for Coop. Development 4096.50 - 4096.50

14. Industrial Cooperatives 2.44 - 2.44

Sub Total 95713.27 118.73 95832.00

C. Sugar Development Fund Scheme 1659.46 - 1659.46

Grand Total of all Schemes (A+B+C) 103703.55 2368.53 106072.08

Annexure -II

PATTERN OF ASSISTANCE (LABOUR COOPERATIVES)

A. BUSINESS DEVELOPMENT

The pattern of assistance for business development programme available to all kinds of National, State, District, Regional and Primary level labour cooperatives towards strengthening of share capital base/margin money assistance and working capital finance is given below:-

Activity	Developed States/UTs	Underdeveloped States/UTs	Least Developed States/UTs
NCDC to S/Govt	to Direct	NCDC to S/Govt	to Direct
State Society	Funding	State Society	Funding
Govt.	Govt.	Govt.	Govt.

Margin

Money Loan - margin SC	Loan or Sub#	Loan 20%	Loan 80% SC	Loan or Sub#20%	Loan 80% Sub#25%	Loan 75% SC	Loan or Sub#25%	Loan 75% SC
for availing Bank credit.								

Working

Capital Loan	Loan	Loan	Loan	Loan	Loan	Loan	Loan	Loan
as per requi- rement	as per requi- rement	as per requi- rement						

Share					
Capital Inves-	Share	Inves-	Share	Inves-	Share
tment Capital	tment Capital	tment Capital	tment Capital	tment Capital	
Loan	Loan	Loan			
as per	as per	as per			
requir-	requir-	requir-			
ement	ement	ement			

Subsidy subject to availability from Govt. of India otherwise equivalent loan from NCDC

Sub = Subsidy SC = Share Capital

B. INFRASTRUCTURE CREATION

(i) Purchase of construction related machines and equipment, tools & tackles, loading/unloading/packing equipment as relevant to labour cooperatives.

(ii) Creation of Infrastructure such as Service Complex /Godown by Labour cooperatives

and

(iii) Computerisation, furniture and infrastructure for establishment of DATA Bank by National, State level and District level Labour Cooperative Federations.

Developed States/UTs Underdeveloped States/UTs LeastDeveloped States/UTs

NCDC to S/Govtto	Direct	NCDC to S/Govt	to Direct	NCDC to S/Govtto	Direct
State Society\$	Funding	State Society	Funding	State Society	Funding
Govt.	Govt.	Govt.			

Loan90%	Loan 50%	Loan 65%	Loan70%	Loan 50%	Loan 50%	Loan70%	Loan 50%	Loan 50%
SC/40%	Sub#20%	SC20%	Sub#20%	Sub#25%	SC20%	Sub#25%		
Sub	Sub#25%		Sub#25%					

Members					
contri-	10%	35%	10%	30%	5%
bution					25%

\$ Subsidy subject to availability from Govt. of India otherwise equivalent loan from NCDC

Debt Equity Ratio may vary depending upon validity of the proposed project

\$ In respect of `Computerisation programme` 100% loan may be provided through the State Govt. or directly in the `Cooperatively Developed States`.