GOVERNMENT OF INDIA MINISTRY OF AGRICULTURE & FARMERS WELFARE DEPARTMENT OF ANIMAL HUSBANDRY, DAIRYING & FISHERIES LOK SABHA UNSTARRED QUESTION NO.5089 TO BE ANSWERED ON 27TH MARCH, 2018

DAIRY PROCESSING AND INFRASTRUCTURE DEVELOPMENT FUND

5089. SHRI ANTO ANTONY:

Will the Minister of AGRICULTURE AND FARMERS WELFARE कृषि और किसान कल्याण मंत्री be pleased to state:

- (a) whether the Government is implementing any scheme called Dairy Processing and Infrastructure Development Fund (DPIDF), if so, the details including its objectives and salient features thereof;
- (b) whether the Government has any record regarding the amount earmarked and spent under the DPIDF so far; and
- (c) if so, the details thereof, Statewise?

ANSWER

THE MINISTER OF AGRICULTURE AND FARMERS WELFARE (SHRIMATI KRISHNA RAJ)

(a) Yes Madam, The Department of Animals Husbandry, Dairying & Fisheries (DADF), Government of India has initiated a new Central Sector Scheme "Dairy processing & Infrastructure Development Fund (DIDF)" with approved outlay of Rs. 10881 crore for implementation during 2017-18 to 2019-20. Salient features of the scheme are annexed.

(b) &(c) DIDF is demand driven scheme and State-wise earmarking of fund has not been envisaged. However, component-wise earmarking of fund is as under:

| | | | | | (Rs in Crore) |
|-----|---|---------|---------|---------|---------------|
| No. | Component | 2017-18 | 2018-19 | 2019-20 | Total |
| а | Modernisation & creation of new processing infrastructure | 2096 | 2722 | 2153 | 6971 |
| b | Chilling Infrastructure | 348 | 880 | 1351 | 2579 |
| С | Electronic Adulteration testing kit | 61 | 156 | 238 | 455 |
| d | Project Management & Learning | 4 | 4 | 4 | 12 |
| | Total | 2509 | 3762 | 3746 | 10017 |
| | Interest subvention from DADF | | | | 864 |
| | Grand Total | | | | 10881 |

As on 25.03.2018, project proposals with estimated outlay of Rs.1226 Crores have been received by NDDB from different milk unions/federations, which is under consideration of State Project Screening and Review Committees of respective States.

Annexure in reference to Reply to part (a) of the un-starred Question No 5089 due for answer on 27.03.2018.

Salient features of Dairy processing & Infrastructure Development Fund (DIDF):

- DIDF aims for creation/ modernization/expansion of dairy processing infrastructure and manufacturing facilities for Value Added Products for the end borrowers i.e. Co-operative Milk Unions, State Co-operative Dairy Federations, Multi State Milk Co-operatives, Milk Producers Companies and NDDB Subsidiaries during three years i.e 2017-18 to 2019-20.
- 2) The outlay of Rs.10881 Crore consists of Rs. 8004 Crore as interest bearing loan from National Bank for Agriculture and Rural Development (NABARD), Rs. 2001 Crore as contribution from end borrowers, Rs. 864 Crore as interest subvention through budgetary support from DADF, and Rs. 12 Crore as Project Management & Learning Support from NDDB & NCDC to help end borrowers.
- 3) The major components are as under:
 - a) Modernization & creation of milk processing facilities and manufacturing facilities for Value added Products
 - b) Creation of village level chilling infrastructure
 - c) Setting up of electronic milk adulteration testing equipment at BMC location
 - d) Project Management and Learning
- 4) DIDF envisages that NABARD raises fund from market and passes to NDDB/NCDC. NDDB and NCDC, the Nodal Loaning Entities, provide loans @6.5 % to end borrowers. Repayment of loans shall continue upto 2028-29.
- 5) With this investment, 95,00,000 farmers in about 50,000 villages is envisaged to benefit. Additional Milk processing capacity of 126 lakh liter per day, milk drying capacity of 210 Metric ton per day, milk chilling capacity of 140 lakh liter per day, installation of 28000 Bulk Milk Coolers (BMCs) along with electronic milk adulteration testing equipment and value added products manufacturing capacity of 59.78 lakh liter per day of milk equivalent is targeted for creation.