

GOVERNMENT OF INDIA
MINISTRY OF FISHERIES, ANIMAL HUSBANDRY AND DAIRYING
DEPARTMENT OF ANIMAL HUSBANDRY AND DAIRYING
LOK SABHA

UNSTARRED QUESTION NO. 495
TO BE ANSWERED ON 25th JUNE, 2019

SUBSIDY FOR DAIRY INDUSTRY

495. SHRI AJAY MISRA TENI:

Will the Minister of FISHERIES, ANIMAL HUSBANDRY AND DAIRYING

मत्स्यपालन, पशुपालन और डेयरी मंत्री

be pleased to state:

- a) whether the Government proposes to make available any subsidy for setting up of Dairy industries for the purpose of increasing the milk production, keeping in view the shortage of milk and milk products in the country, and specifically to increase the participation of women in this sector;
- b) if so, the details thereof;
- c) whether the level of participation of women is likely to increase through this scheme; and
- d) if so, the details thereof and if not, the reasons therefor?

ANSWER

THE MINISTER OF STATE FOR FISHERIES, ANIMAL HUSBANDRY AND DAIRYING

(Dr. SANJEEV KUMAR BALYAN)

(a) & (b) The Department of Animal Husbandry and Dairying is implementing dairy development schemes namely National Programme for Dairy Development (NPDD), Dairy Entrepreneurship Development Scheme (DEDS) and Dairy Processing and Infrastructure Development Fund (DIDF) aiming at providing financial assistance for setting up of dairy industry across the country with the purpose of promoting growth of dairy sector including increasing milk production. These schemes provide for supporting farmers' participation through enrolling them under Dairy Cooperative Societies (DCS) and increasing women farmers in cooperative dairy sector. The brief outline of above-mentioned schemes is **Annexed**.

(c) & (d) Above dairy development schemes envisage to increase participation of women in Indian dairy sector. With implementation of Central and State Plan Schemes, around 4.9 million women members of DCS have been benefitted till March, 2018. Further, under DEDS as on 31.03.2019, 96085 women entrepreneurs have been benefitted.

National Programme for Dairy Development (NPDD)

- **Objectives:** To create/ strengthen infrastructure for Production of quality milk, Procurement, Processing and Marketing of Milk & Milk Products by the State Implementing Agency (SIA) i.e. State Cooperative Dairy Federations/ District Cooperative Milk Producers' Union.
- **Major components:** Milk Chilling, Milk Processing & Marketing, Milk Procurement, Input services, Cattle induction, Training of farmers and dairy personnel, information and communication technology etc.
- **Funding Pattern:**
 - Central share of 50% for Bulk Milk Cooler, Dairy Plant, Milk Powder Plant & Rehabilitation Projects in NDP States
 - Central share of 75% for above components for profit making milk unions in non-NDP States
 - Central share of 90% for above components for loss making milk unions in non-NDP States, hilly States of J&K, Uttarakhand & HP and States of NER
- **Budget Allocation:** BE 2019-20 - Rs. 325 Crore
- **Progress:**
 - Since inception till 31.03.2019, 96 projects in 28 States and 1 Union Territory have been approved with the total cost of Rs. 1139.55 Crore (Central Share Rs. 865.37 Crore) against which a total sum of Rs. 596.57 Crore has been released till 31.03.2019 for implementation of new projects approved.
 - 13912 Dairy Cooperative Societies (DCS) formation target with 11.55 lakh farmer members' enrolment is envisaged. Till 31.03.2019, 2.59 lakh new farmers were given benefit of membership by establishing 5291 new co-operative societies.

Dairy Entrepreneurship Development Scheme (DEDS)

- Started in September, 2010.
- Implemented through NABARD that provides financial assistance to commercially bankable projects with loans from Commercial, Cooperative, Urban and Rural banks.
- **Objective:** To provide self-employment opportunities and promoting entrepreneurship in dairy sector, especially in rural areas.
- **Eligible Beneficiaries:** An individual entrepreneur, farmer, Group of farmers, Self Help Groups, Dairy Cooperative Societies, District Milk Unions and Panchayati Raj Institutions
- **Pattern of Assistance:**
 - 25% of the project cost to the general category beneficiaries as back ended capital subsidy.
 - 33.33% of the project cost to SC & ST beneficiaries as back ended capital subsidy.
- **Activities covered:** Small dairy unit from 2 to 10 milch animals, Rearing of heifers (upto 20 calves), Vermi-Compost, Purchase of Milking Machines, Milko testers & BMCs (upto 5000 litres capacity), Purchase of Milk Processing equipment for manufacture of indigenous milk products, Transportation & Cold Storage facilities, Establishment of private veterinary clinics, Setting up of Milk Parlour and Cold chain & transportation facilities.
- **Outlay for 2019-20:** Rs 325 Crore

- **Progress:** Since inception, NABARD as implementing agency has disbursed Rs. 1571.24 Crore as back ended capital subsidy (as on 31.03.2019) to 3,69,389 beneficiaries out of which 96,085 are women beneficiaries.

Dairy Processing & Infrastructure Development Fund (DIDF)

- Launched during 2017-18 with corpus of Rs. 8004 Crore with NABARD
- **Objective:** Creation/ modernization/ expansion of processing infrastructure and manufacturing facilities for Value Added Products for the Milk Cooperatives and setting up of chilling infrastructure & installation of electronic milk adulteration testing equipments at village level. The scheme envisages to make loan available to milk cooperatives @6.5% by giving interest subvention upto 2%.
- **Major components:** Modernization & creation of - milk processing facilities and manufacturing facilities for Value added Products, Creation of village level chilling infrastructure, setting up of electronic milk adulteration testing equipment at BMC location and Project Management and Learning.
- **Implementing Agency:** National Dairy Development Board (NDDB) and National Cooperative Development Corporation (NCDC)
- **End Borrowers:** Milk Unions, State Dairy Federations, Multi-state Milk Cooperatives, Milk Producer Companies and NDDB subsidiaries.
- **Budget Allocation:** BE 2019-20 - Rs. 58 Crore for interest subvention
- **Progress:**
 - As on 31 March, 2019, altogether 22 sub-projects have been approved/ sanctioned with total estimated project cost of Rs. 3147.22 Crore and with a loan component of Rs. 2157.56 Crore.
 - 95,00,000 farmers in about 50,000 villages are envisaged to be benefitted.