

DETAILS OF SCHEME OF GOVT. OF U.P. IN RESPECT OF INTEREST FREE LOAN TO INDUSTRIAL UNITS UNDER INDUSTRIAL INVESTMENT PROMOTION SCHEME-2003

Sl. No.	Particulars	Details												
1	G.O. No(s) and date	<ul style="list-style-type: none"> ➤ The Govt. of U.P., vide its G.O. no. 3090 dated 06.11.2003 as amended vide G.O. no. 2959 dated 14.12.06, has formulated a scheme for providing Interest Free Loan to the industrial units. 												
2.	Eligibility Criteria and Eligibility period	<ul style="list-style-type: none"> ➤ The new mega industrial units involved in food processing and live stocks projects, who have made fixed capital investment of more than Rs. 10.00 Crores in Purvanchal and Bundelkhand Districts and Rs. 25.00 Crores in other Districts of U.P. and the date of first sale of its product falls on or after 11.03.2003, shall be eligible for interest free loan for a period of 10 years from the date of first sale of product. ➤ Subsequently, it was decided that those industrial units whose first date of sale of product falls on or after 29.12.2004 and who have made investment of Rs. 5.00 Crores shall also be considered as mega unit. ➤ Subsequently, it was also decided by the Govt. that in case of “Pioneer unit“ the eligibility period shall be 15 years. ➤ It has also been decided by the Govt. that the scheme shall be operated by UPFC and PICUP as its agent and the bifurcation of work between them shall be as under :- <table border="0" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th></th> <th align="center"><u>UPFC</u></th> <th align="center"><u>PICUP</u></th> </tr> <tr> <th></th> <th align="center" colspan="2">(Rupees in Crores)</th> </tr> </thead> <tbody> <tr> <td align="center">Purvanchal & Bundelkhand Along with other District (for Food Processing, Electronics unit)</td> <td align="center">5-15</td> <td align="center">More than 15</td> </tr> <tr> <td align="center">Any District (for all kind of product Manufacturing unit)</td> <td align="center">25-30</td> <td align="center">30</td> </tr> </tbody> </table>		<u>UPFC</u>	<u>PICUP</u>		(Rupees in Crores)		Purvanchal & Bundelkhand Along with other District (for Food Processing, Electronics unit)	5-15	More than 15	Any District (for all kind of product Manufacturing unit)	25-30	30
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3.	Tenure of loan	<ul style="list-style-type: none"> ➤ In case of Pioneer Unit, the loan facility would be for a period of 15 years where the loan of individual year would be repayable after 10 years (15/10) ➤ In case of other than Pioneer Unit, the loan facility would be for a period of 10 years where the loan of individual year would be repayable after 7 years (10/7). 												
4.	Who decides the Criteria of eligibility	<ul style="list-style-type: none"> ➤ The Govt. of U.P. decided that PICUP will act as their agent for implementation of the scheme. The Eligibility is considered by PICUP as per the provisions of G.O.. 												

5.	Security towards loan	<ul style="list-style-type: none"> ➤ As a measure of security, the units shall have to create Ist Charge over its Fixed assets in favour of PICUP. In case 2nd charge is created then the personal bond of guarantee of all the promoters is to be taken and in case of insufficient security, the unit shall have to provide additional security in the form of Collateral security or Bank Guarantee of sufficient amount to safeguard the sanctioned loan.
6.	Date of closure of Scheme	<ul style="list-style-type: none"> ➤ The scheme is still continuing.
7.	Loan processing fee admissible to PICUP	<ul style="list-style-type: none"> ➤ 2% of sanctioned loan amount shall be admissible to PICUP, which is payable by the company before disbursement. .
8.	Total amount of Loan sanctioned and Disbursed to units as on 31-03-2011.	<ul style="list-style-type: none"> ➤ Rs. 28.37 Crores to 4 units ➤ The name of these units are as under : <ul style="list-style-type: none"> <li style="text-align: right;">(Rs. in Crores) 1. M/s. Bhole Baba Dairy Inds. Ltd., Aligarh 1.97 2. M/s. UAL Inds. Ltd., Jaunpur 9.70 3. M/s. Hyderabad Inds. Ltd., Jaunpur 15.20 4. M/s. Mantora Oil Products Kanpur <u>1.50</u> <li style="text-align: right;">Total <u>28.37</u>