Financial Institutions Eligible for Re-Finance Under the Scheme

a) Commercial Banks
b) Regional Rural and Urban Banks
c) State Cooperative Banks
d) State Cooperative Agriculture and Rural Development Banks: and
e) Such other institutions, which are eligible for refinance from NABARD

Linkage with Credit

Assistance under the scheme shall be purely credit linked and subject to sanction of the Project by eligible financial institutions.

Eligible Beneficiaries:

- Farmers, individual entrepreneurs, NGOs, companies, groups of organized and unorganized sectors, etc. Groups of organized sector include Self-help Groups (SHGs), dairy cooperative societies, milk unions, milk federations, etc.
- An individual will be eligible to avail assistance for all the components under the scheme but only once for each component
- More than one member of a family can be assisted under the scheme provided they set up separate units with separate infrastructure at different locations. The distance between the boundaries of two such farms should be at least 500m.

Details of the Schemes are available on our website: www.dahd.nic.in
Dairy Entrepreneurship Development Scheme For Implementation During 2018-19

The Department of Animal Husbandry, Dairying and Fisheries is implementing Dairy Entrepreneurship Development Scheme (DEDS) for generating self-employment opportunities in the dairy sector, covering activities such as enhancement of milk production, procurement, preservation, transportation, processing and marketing of milk, by providing back ended capital subsidy for bankable projects. The scheme is being implemented by National Bank for Agriculture and Rural Development (NABARD).

**Objectives of the Scheme**

- Generate self-employment and provide infrastructure for dairy sector;
- Set up modern dairy farms and infrastructure for production of clean milk;
- Encourage heifer calf rearing for conservation and development of good breeding stock;
- Bring structural changes in the unorganized sector, so that initial processing of milk can be taken up at the village level;
- Upgrade traditional technology to handle milk on a commercial scale and
- Provide value addition to milk through processing and production of milk products.

**Components those can be financed, indicative unit cost and pattern of assistance are given below**

<table>
<thead>
<tr>
<th>S. No</th>
<th>Component</th>
<th>Indicative Unit Cost</th>
<th>Pattern of Assistance</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Establishment of small dairy units with crossbred cows/indigenous describe milch cows like Sahiwal, Red Sindi, Gir, Rath etc/graded buffaloes upto 10 animals (for SHGs, Cooperatives societies, Producer Companies unit size will be 2-10 animals per member)</td>
<td>₹ 7.00 lakh for 10 animal unit, minimum unit size is 2 animals with an upper limit of 10 animals.</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy. Subsidy shall be restricted on prorata basis to a maximum of 10 animals subject to a ceiling of ₹1,75,500 per animal, (₹23,300 for SC/ST farmers) or actual whichever is lower. Beneficiaries may purchase animals of higher costs, however, the subsidy will be restricted to the above ceilings.</td>
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<tr>
<td>2</td>
<td>Rearing of heifer calves – cross bred, indigenous cattle and graded buffaloes – upto 20 calves</td>
<td>₹ 9.70 lakh for 20 calf unit - with an upper limit of 20 calves</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy. Subsidy shall be restricted on prorata basis to a maximum of 20 calf unit subject to a ceiling of ₹12,100/- per calf (₹16,200/- for SC/ST farmers) or actual whichever is lower.</td>
</tr>
<tr>
<td>3</td>
<td>Vermicompost with milch animal unit</td>
<td>₹ 25200/-</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹6,300/- (₹8400/- for SC/ST farmers) or actual whichever is lower.</td>
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<tr>
<td>4</td>
<td>Purchase of milking machines (milk-o-tasters/bulk milk cooling units (upto 5000 ltr capacity) (Biomass/cow dung based power run milk chilling unit is also admissible)</td>
<td>₹ 20 lakh</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹6.67 lakh (₹10,000/- for SC/ST farmers) or actual whichever is lower.</td>
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<td>5</td>
<td>Purchase of dairy processing equipment for manufacture of indigenous milk products</td>
<td>₹ 13.20 lakh</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹3.30 lakh (₹4.40 lakh for SC/ST farmers) or actual whichever is lower.</td>
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<tr>
<td>6</td>
<td>Establishment of dairy product transportation facilities</td>
<td>₹ 26.50 lakh</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹6.625 lakh (₹8.35 lakh for SC/ST farmers) or actual whichever is lower.</td>
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<tr>
<td>7</td>
<td>Cold storage facilities for milk and milk products</td>
<td>₹ 33 lakh</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹8.25 lakh (₹11.0 lakh for SC/ST farmers) or actual whichever is lower.</td>
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<tr>
<td>8</td>
<td>Establishment of private veterinary clinics</td>
<td>₹ 2.60 lakh (mobile) &amp; ₹ 2.0 lakh (stationary)</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹50,000/- (₹80,000/- for SC/ST farmers) respectively for mobile and stationary clinics or actual whichever is lower.</td>
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<tr>
<td>9</td>
<td>Dairy marketing outlet / Dairy parlour</td>
<td>₹ 3 lakh</td>
<td>25% of the project cost (33.33 % for SC/ST farmers) as back ended capital subsidy subject to a ceiling of ₹75,000/- (₹10,000/- for SC/ST farmers) or actual whichever is lower.</td>
</tr>
</tbody>
</table>

*25% of the project cost (33.33 % for SC / ST farmers) as back ended capital subsidy.

**Pattern of Assistance**

a) Back ended capital subsidy @ 25% of the project cost for general category and @ 33.33 % for SC/ST farmers. The component-wise subsidy ceiling will be subject to indicative cost arrived at by NABARD from time to time.

b) Entrepreneur contribution (Margin) for loans beyond Rs.1 lakh* -10% of the project cost (Minimum)

c) Bank Loan - Balance portion

(* Subject to any revision in RBI guidelines)