

APPENDIX-I

Guidelines of Export Development Fund for NER & Sikkim.

Following the announcements made by the Prime Minister in respect of measures for the development of exports from the North-Eastern region in Shillong on January 21-22 2000 an Export Development fund NER has been set up with objective of using the resources for the development of export from the region. The features of the scheme and the Guidelines for consideration of proposal in respect of the scheme are given below.

- 1.1 The fund shall be set up with an initial corpus of Rs 5 crores.
- 1.2 Further contribution of EDF may be provided by the Ministry of Commerce & Industry from any other budgetary and non budgetary sources as identified by the Government.
- 1.3 It will be managed by the Agricultural & Processed Food Products Export Development Authority (APEDA) under the instructions of the Department of Commerce.
- 2.1 The objective of the Fund is to assist specific activities for promotion of exports from the North Eastern Region of the country including Sikkim. All activities, which have a linkage with the exports from the region and are designed to help exports, shall be eligible for assistance from the fund.
- 3.1 Following activities will be eligible for assistance from the fund:-
 - i. Setting up of pioneering /pilot projects aimed at exports.
 - ii. Provision of equipment and machinery for the pioneering pilot projects aimed at exports.
 - iii. Creation of Common facilities for facilitating exports.
 - iv. Facility for testing and standardisation as well as quality improvement of export products.

- v. Funding related to the exchange of trade delegations.
 - vi. Any other activity as notified by the Department of Commerce having a bearing on export promotion in the North-East.
- 4.1 Under the scheme, funds may be given to:-
- I. Central/ State Governments.
 - II. Public Sector undertakings of Central/State Governments.
 - III. Other agencies of Central/State governments.
 - IV. Export Promotion Councils/Commodity Boards
 - V. Apex Trade bodies recognised under the EXIM policy of Govt. of India and other apex bodies recognised for this purpose by the Empowered Committee set up under Para 6.
 - VI. Individual Production/ Service Units dedicated to exports.

5.1 The proposal must show a direct linkage with the exports from the region and should be desired to help exports from the North-Eastern Region.

5.2 The proposed investment should not be such as can be funded from the annual Plan of the Central Government/State Government or all the Central government/State Government agencies in case such agencies are the applicants. The proposed investments should also not duplicate the efforts of any existing Organisation in the same field.

5.3 The funding for the project will be on cost-sharing basis. However the Empowered Committee may consider full funding of the project on merits.

6.1 There shall be an Empowered Committee which consider and approve the proposals. The Committee will also monitor the implementation of the sanctioned proposals.

6.2 The Empowered Committee will be chaired by the Additional Secretary (State Cell) in the department of commerce and shall consist of the following members.

- i. Additional Secretary and Financials Advisor, Department of Commerce or his representative.
- ii. Advisor (PA&MD), Planning Commission or his representative.

- iii. Joint Secretary (NE), Ministry of Home Affair, Government of India
- iv. Joint Secretary, State Cell, Department of Commerce
- v. Representative of North East Council (NEC)
- vi. Director/Deputy Secretary, State cell, Department of Commerce, Member Secretary of the Committee.

The meeting of the Empowered Committee shall be held quarterly in New Delhi or, as far as practicable in a State capital in the NE region.

6.3 The representative of the organisation proposing/sponsoring the proposals may be invited to the meeting of the Empowered Committee.

6.4 The approval for sanction of the funds for approved project/works will be obtained from the Standing Finance Committee chaired by the Commerce Secretary as per the standard procedure.

6.5 States Cell, Department of Commerce will coordinate the work related to the Committee and liaise with APEDA for release of the sanctioned funds.

6.6 Payments made under the scheme will be subject to audit by the Comptroller & Auditor General of India as also by other means as deemed fit by Government of India.

6.7 Government of India will cause physical verification and other such enquiries as deemed fit, of the projects sanctioned under the scheme.

7.1 Twelve copies of the project proposal may be submitted to the Director, States cell,

Department of Commerce, Udyog Bhawan Maulana Azad Road, New Delhi 110011.

7.2 The proposal should be exhaustive. All aspects related to projects should be supported by data, surveys, etc.

7.3 The proposal should invariably be accompanied by an executive summary which should contain the following facts.-

- i. Name and complete address of the proposing organization.
- ii. Name and complete address of the implementing organization.
- iii. Status of the implementing organization (whether government agency or Trade Body or individual Exporters etc.)
- iv. Total cost of the project
- v. Financing pattern
- vi. Whether finance from source(s) other than EDF-NER has been tied up
- vii. Whether land, if required, is available for the project
- viii. Project phasing and date of completion
- ix. Scope of work (Type of facilities required)
- x. Main benefits accruing from the project

7.4 Details on each of the parameters indicated above should be included in the detailed project report. The report should also contain, inter alia, detailed cost benefit analysis, details of cost of each components of the project benefit accruing from the projects in both qualitative and quantitative terms, the present activities of the proposer.

7.5 Only such proposals as are complete in all respect will be considered under the scheme.

Further details/enquires, please contact:

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