Procedure to be adopted for establishment of CHBs

FPOs to prepare project Report for the CHBs in the Standard Template, which has the
- details of FPO,
- area under cultivation in the villages,
- crops grown, areas covered by the FPOs,
- about the labour shortage issues,
- need for farm mechanisation,
- type of tools required,
- Beneficiary contribution that can be paid by the FPO and
- the proposed bank loan,
- rents they would charge, shelter for the implements and repayment plan.
- Cost benefit ratio
- the DPR along with bank confirmed sanctioned loan consent letter will be submitted to
  HoD for sanction.
- HoD will scrutinise the DPR with specific reference to the tools sought by the FPO and
  accord sanction
- then the FPO will visit the DBT portal and place the order for the tools of their choice
  after due verification with rates prevailing in the market.
- The tools will be delivered to the FPO and
- the bank will transfer the payment to the companies supplied the tools after physical
  verification.
- The Dept will pay the subsidy portion to the bank, which shall be kept in subsidy reserve
  fund and will be adjusted to the bank loan account of the Group.

[Signature]
For Special Commissioner of Agriculture