


 <b>बैंक ऑफ महाराष्ट्र</b> <b>Bank of Maharashtra</b> भारत सरकार का उद्योग <b>एक परिवार एक बैंक</b>	<b>NANDED MAIN BRANCH</b> Chikhawadi Corner, Gurudwara Road, Nanded - 431601 Email – <a href="mailto:brmgr35@mahabank.co.in">brmgr35@mahabank.co.in</a> <a href="mailto:bom35@mahabank.co.in">bom35@mahabank.co.in</a>	 एक बंधन सचयता की ओर 'सचयता अभियान' की सफलता हेतु हम प्रतिबद्ध हैं
	<b>प्रधान कार्यालय:</b> लोकमंगल, १५०१, शिवाजीनगर, पुणे-५ <b>Head Office:</b> LOKMANGAL, 1501, SHIVAJINAGAR, PUNE-5	

**AM35/Adv/Agri/2022-23**

**Date: 20.03.2023**

To,  
The Director/s,  
Deshmukh Farmers Producer Co. Ltd.  
Shri Shriram Bhauroo Nnd Hos Society  
Nanded

Dear Sir,

**Reg: Sanction of Term loan of Rs. 79.80 lakhs towards Farmer Producer Organization (FPO) under SMART project**

We are pleased to convey our sanction of Rs. 79.80 lakhs under SMART project towards Deshmukh Farmers Producer Co. Ltd. under the following terms and conditions

<b>Facility</b>	<b>Term Loan</b>			
<b>Name Of account</b>	<b>M/s Deshmukh Farmers Producer Co. Ltd.</b>			
<b>Amount of Loan</b>	Rs. 79.80 lakhs (Rupees Seventy Nine Lakhs Eighty Thousands Only)			
<b>Purpose</b>	a. Construction of Warehouse b. Financing of Cleaning & Grading and Sortex Facility			
<b>Primary Security</b>	<b>1. Registered Mortgage of Agri land and Warehouse constructed from bank finance on leased land situated at Gat No: 91 at Pawdewadi (Bk), Tq. &amp; Dist. Nanded</b> <b>2. Hypothecation of</b> a. Cleaning & Grading and Sortex facility b. Plant & Machinery			
<b>Margin</b>	<b>A</b>	Agricultural Department of State Govt. Subsidy	159.80	60.00%
	<b>B</b>	<b>Deshmukh Farmers Producer Co Ltd Own Contributions</b>	<b>26.73</b>	<b>10.04%</b>
	<b>C</b>	Bank Loan	79.80	29.96%
	<b>D</b>	<b>Total Project Cost</b>	<b>266.33</b>	<b>100.00%</b>
<b>Moratorium Period</b>	12 months			
<b>Repayment</b>	<b>Total Tenure of the loan</b>		<b>84 months</b>	
	Moratorium Period		12 months (Interest during moratorium to be paid)	
	Repayment Period		72 months	
	Repayment Frequency of Principal		Quarterly (Total 24 quarters)	
	Repayment Frequency of Interest		Monthly	
	Principal Installment		Repayment shall be made by way of 24 Quarterly Installments of Rs. 3.33	

Deshmukh Farmers Producer Co. Ltd. – Nanded Main Branch, Nanded



	Lakhs/-. Interest during moratorium period will be repaid as and when applied.
Rate Of Interest	RLLR for one year@ 9.30%+ 1.05% presently @ <b>10.35 % p.a.</b> As per circular No. AX1/Agri/MKSY/Cir. No.89/2022-23 Date: 29/07/2022 RLLR is subject to change as per bank guidelines from time to time.
Processing fees.	AS PER HO GUIDELINES
Documentation charges	AS PER HO GUIDELINES
Inspection/supervision charges	AS PER HO GUIDELINES
CIBIL	AS PER HO GUIDELINES
CERSAI	AS PER HO GUIDELINES
Collateral Security	<b>Collateral – NA</b> <b>The advance will be covered under Credit Guarantee scheme of Nab Sanrakshan Credit Guarantee Cover.</b>  (As per NAB sanrakshan, annual credit Guarantee fees will be charged to FPO @ 0.75% for credit facility up to Rs. 1.00 Crore)

#### Disbursement Schedule

Tranche	Beneficiary Contribution share as per grant agreement (Borrower and Banker)	Amount to brought by Borrower (Rs. Lakhs)	Amount to brought by Banker (Rs. Lakhs)	Project Grant Share as per grant agreement	Amount to be brought up by SMART program (Rs. Lakhs)
1st	50% of Beneficiary Contribution	13.37	39.90	50% of Project Grants in the form of advance	79.90
2nd	30% of Beneficiary Contribution	8.02	23.94	30% of Project Grants in the form of advance	47.94
3rd	10% of Beneficiary Contribution	2.67	7.98	10% of Project Grants in the form of advance	15.98
4th	10% of Expend initially both the Beneficiary and bank.	2.67	7.98	Balance amount of Project Grants in the form of reimbursement.	15.98
		26.73	79.80		159.80

#### Specific Terms and conditions:

1. Borrower to bring upfront share of contribution as mentioned in the disbursement schedule which is in line with the SMART MOU Cir No: AX1/PSRC/Agri/SMART MoU/MH-02/2022-23 dated 29.07.2022.
2. Simple/ registered mortgage on warehouse to be done by the borrower before disbursement.
3. Before disbursement of the facility branch should ensure that contribution of Deshmukh Farmers Producer Company Limited of Rs.26.73 Lakh, should be credited in SB/CA of borrower.



4. Account covered under Nab Sanrakshan Credit Guarantee Cover fees will be borne by borrower.
5. Our Banks charge should be noted on Gat No: 91/F at Pawdewadi (Bk), Tq. & Dist. Nanded, charge noted 7/12 extract should be kept on record.
6. The Beneficiary Contribution and Project Grant Share amount should be credited to Deshmukh Farmers Producer Co. Ltd. - SMART Current Account No: 60353634915 from which further project specific transactions will be made.
7. Project Status report with the expenditure annexure certified by CA should be submitted before disbursement of the subsequent tranche.
8. All securities should be fully insured with Bank Clause and requisite documents to be submitted to branch before disbursement of credit facilities.
9. Borrower to provide undertaking with regard to the Unconditional Cancel Ability Clause.
10. Branch shall disburse the loan proceeds by way of RTGS/DD along with margin money to supplier/vendor. Receipt/Bill should be submitted.
11. Before disbursement of the facility, borrower to submit all the necessary license and permission for the running of the business from the customer.


**Other Terms and conditions: -**

1	Processing fees, Supervision and Inspection charges to be collected upfront as per H.O. guidelines.
2.	The credit facilities shall be disbursed after execution of the proper set of documents.
3.	The branch has to complete all the mortgage formalities regarding primary security charged to the bank. Our charge on all these properties shall be noted with the appropriate authority & charge noted property extract to be kept on record.
4.	Any overrun in the cost of project shall be solely met by the borrower by raising equity and / or additional funds in the manner acceptable to the Bank.
5.	The borrower shall be advised to achieve the financial figures/levels as projected. An undertaking to that effect is obtained from the company.
6.	The company shall continue to route entire business through the SB/CA account.
7.	The company shall not transfer/invest funds of the company in whatsoever manner in any other concern without obtaining the prior consent of the Bank.
8.	In case company commits default in the repayment of interest or installment, the bank shall and or the RBI/CIBIL will have an unqualified right to disclose or publish the name of the company and its members as defaulters in such manner and through medium as the Bank or RBI/CIBIL in their absolute discretion may deem fit.
9.	<b>Rate of interest/commission and other terms applicable are subject to review from time to time and are liable to be modified at the sole discretion of the Bank. Interest as indicated will be/will continue to be charged with monthly rests.</b>
10.	The company is prohibited from using the sanctioned amount or any part thereof for any purpose other than for which it has been sanctioned and in case of violation, the bank has a right to recall the sanctioned amount or any part thereof at once not withstanding anything contrary to the above or any other agreement.
11.	The bank may revoke in part or in full or withdraw/stop financial assistance at any stage without any notice or giving any reasons for any purpose whatsoever.
12.	The sanction accorded by the Bank does not vest in any one right to claim any damages against the Bank for any reasons whatsoever.
13.	The bank will have the right to examine the books of accounts of the firm and to have their assets/charged securities inspected from time to time by officers of the bank and/or outside consultants and the expenses incurred by the bank in this regard will be borne by the company.
14.	The bank may at its sole discretion, disclose such information to any institution(s) in connection with the credit facilities granted to the borrower.
15.	During the currency of the Bank's credit facilities, the borrower shall not, without prior approval of the Bank in writing: -
16.	Effect any change in their capital structure;



	<p>Formulate any scheme of amalgamation or reconstruction;          Undertake any new project or expansion scheme without obtaining the Bank's prior consent thereof, unless the expenditure on such expansion, etc. is covered by the company's net cash accruals after providing for debt servicing, etc or from long term funds received for financing such new projects or expansion;          Invest by way of share capital in or lend or advance funds to or place deposits with any other concern. Normal trade credit or security deposits in usual course of business or advances to employees are however, not covered by this covenant;          Enter into borrowing arrangements, either secured or unsecured, with any other bank, financial institution, firm or otherwise, except for those arranged as part of means of finance of the present project;          Undertake guarantee oblicompanyions on behalf of any other firm.</p>
17.	The borrower should not make any drastic change in their management set up without the Bank's permission.
18.	The branch shall obtain a declaration from the company that none of relatives is a relative of any Executive/Senior Officer of the Bank.
19.	Note: If the declaration made by the borrower with reference to the above is found to be false, then the bank will be entitled to revoke and or recall the credit limits sanctioned.
20.	The borrower shall submit an undertaking not to create any other charge over the building mortgaged to the Bank.
21.	After completion of the project, the borrower shall not shift or remove the security described in the schedule of agreement without the prior approval of the Bank in writing.
22.	If the default continues subsequently the asset class of the borrower may also be adversely affected and the bank will reserve its right to recall the entire advance.
23.	The borrower shall keep the bank informed of the legal action, if any, initiated against the proprietor and guarantors in any court of law during the currency of the credit facilities.
24.	End use certificate from the borrower shall be obtained as per H.O. guidelines.
25.	All the terms & conditions of the sanction will be communicated to the borrower company in writing and the same will be kept with the branch records duly accepted by the borrower of the firm.

Yours faithfully,

  
**RATAN MANDAL**  
 (Assistant General Manager)  
 Nanded Main Branch



**All above terms & conditions are unconditionally accepted by us & further we also accept any changes to terms and conditions from time to time as per bank policy.**