

CO-OPERATION

There are 518 number of Co-operative Societies under the control of Cooperative Department. Out of which Cooperation sector covers 248 societies including Pondicherry State Cooperative Bank, Pondicherry Central Coop. Land Development Bank, 54 primary agricultural cooperative credit societies, 2 Marketing and Processing societies, Pondicherry Cooperative Sugar Mill, Pondicherry Cooperative Handloom and Handicraft Federation, Pondicherry State Cooperative Consumer Federation, Pondicherry Cooperative Whole sales Stores, 17 Consumer Cooperative Stores, 2 Fair Price Shop employees co-operative societies, 66 Miscellaneous and Industrial Cooperative Societies, Pondicherry State Cooperative Union and Strengthening of the Cooperative Department. Financial assistance are extended to the above said cooperatives to assist their members, to provide better services and to impart training to members and employees of cooperative institutions so as to improve their efficiency and to achieve effectiveness in their functioning.

It is proposed to assist two marketing societies to expand the business activities by erection of par boiling unit and for modernisation of existing rice mill. It is also proposed to assist the Pondicherry State Co-operative Bank by providing financial assistance for construction remodelling its branches and to provide subsidy for the Insurance Premium paid by the farmers under PAIS.

Further, it is proposed to provide interest subvention to PSCB/PACB/VCACS/FSCS to compensate their losses on issue of Agriculture Jewel Loan at the rate of 7% p.a. and it is also proposed to pay full interest subsidy to the farmers who have availed crop loans @ 7% p.a from PSCB/PACB/PACCS/VCACS/FSCS and repaid their entire crop loan on or before due date.

It is proposed to pay interest rebate @ 3% p.a to the Self Help Groups for prompt repayment of their loan dues to the PSCB/PACB/PACCS/VCACS/FSCS on or before the due date. As a measure of providing safety net for farmers in the event of failure of crops due to natural disasters as well as pest attacks, assistance in the form of outright grant will be provided for building up of National Agricultural Insurance Scheme Fund account, which will in turn be utilised for crop insurance compensation to farmers under the NAIS Scheme maintained by the PSCB.

ACHIEVEMENTS DURING 2007-11

- Land Development Bank, 2 Marketing Societies and 50 Primary Agricultural Co-operative Credits Societies were assisted in the form of Grant-in-aid, Share Capital assistance.
- Pondicherry State Co-operative Handloom and Handicrafts federation, the Pondicherry State Co-operative federation, Pondicherry Co-operative Wholesale Stores, 11 consumer stores, 2 Fair Price Staff Employees Cooperative Societies, 338 Fair Price Shops and 16 Miscellaneous and Industrial Cooperative Societies were assisted.
- The Pondicherry Cooperative Sugar Mill was assisted in the form of Share Capital towards working capital assistance and for repayment of NCDC Loan instalments.
- Share capital assistance to the Pondicherry State Cooperative Union was released to meet the staff cost and other contingencies for running B.Ed. and D.T.Ed courses, conduct of training course, presentation of tableau and for setting up of ITI at Embalam.

LIKELY ACHIEVEMENTS DURING 2011-12

- It is proposed to assist in the form of grant-in-aid and share capital to the Land Development Bank, 2 Marketing Societies and 50 Primary Agricultural Co-operative Credits Societies.
- It is proposed to assist in the form of grant-in-aid and share capital to Pondicherry State Co-operative Handloom and Handicrafts federation, the Pondicherry State Co-operative federation, Pondicherry Co-operative Wholesale Stores, 17 consumer stores, 2 Fair Price Staff Employees Cooperative Societies, 338 Fair Price Shops and 66 Miscellaneous and Industrial Cooperative Societies..
- It is proposed to assist in the form of share capital to the Pondicherry Cooperative Sugar Mill towards working capital assistance and for repayment of NCDC Loan instalments.
- It is proposed to give Share capital assistance to the Pondicherry State Cooperative Union to meet the staff cost and other contingencies for running B.Ed. and D.Ted

courses, conduct of training course, presentation of tableau and for setting up of ITI at Embalam.

- Purchase of land and ready built building / construction of new building for establishment of I.T.I / Arts and Science Colleges.

PROPOSED TARGETS FOR 2012-13

- It has been proposed to assist in the form of grant-in-aid and share capital to the Pondicherry State Co-operative Bank, Land Development Bank, 2 Marketing Societies and 50 Primary Agricultural Co-operative Credits Societies.
- It has been proposed to give assistance in the form of grant-in-aid and share capital to Pondicherry State Co-operative Handloom and Handicrafts federation, the Pondicherry State Co-operative federation, Pondicherry Co-operative Wholesale Stores, 17 consumer stores, 2 Fair Price Staff Employees Cooperative Societies, 338 Fair Price Shops and 66 Miscellaneous and Industrial Cooperative Societies..
- It has been proposed to give assistance in the form share capital to the Pondicherry Cooperative Sugar Mill towards working capital assistance and for repayment of NCDC Loan instalments.
- It has been proposed to give Share assistance to the Pondicherry State Cooperative Union to meet the staff cost and other contingencies for running B.Ed. and D.TED courses, conduct of training course, presentation of tableau and for setting up of ITI at Embalam.
- It has been proposed to assist to Marketing Societies to expand the Business activities by erection of par boiling unit and for modernization of existing rice mill.
- It is also proposed to assist the Pondicherry State Co-operative Bank by providing financial assistance for construction / remodeling its branches and to provide subsidy for the Insurance Premium paid by the farmers under PAIS.
- It is proposed to provide interest subvention to PSCB/PACB/VCACS/FSCS to compensate their losses on issue of Agriculture Jewel Loan at the rate of 7% p.a.

- It is proposed to pay full interest subsidy to the farmers who have availed crop loans @ 7% p.a from PSCB/PACB/VCACS/FSCS and repaid their entire crop loan on or before due date.
- It is also proposed to pay interest rebate @ 3% p.a to the Self Help Group for prompt repayment of their loan dues to the PSCB/PACB/VCACS/FSCS on or before the due date.
- Purchase of land and ready built building / construction of new building for establishment of I.T.I / Arts and Science Colleges.

PATTERN OF ASSISTANCE

PONDICHERRY COOP. CENTRAL LAND DEVELOPMENT BANK LTD.,

1. Share Capital Assistance to Pondicherry Coop. Central Land Development Bank Ltd.
2. To build up the Failed Well Relief Fund to meet the contingencies that may arise on account of failed bore well. The assistance will be given in the form of 100% grant to build up the Fund subject to a maximum of ₹ 2.00 lakhs per annum during XII five year plan.
3. To provide assistance for Addition, Alteration and Remodeling of buildings and Construction of new Building for Head Office and Branches of the Pondicherry Coop. Central Land Development Bank Ltd., in the form of 25% loan and 75% grant subject to the following ceilings during XII five year plan.

(₹ in lakhs)

| Head Office | Branches |
|--------------------|-----------------|
| 20.00 | 10.00 |

The loan portion will be repayable over a period of 10 years with a moratorium for the first 2 years.

4. Managerial subsidy subject to a maximum of ₹ 5.00 lakhs per branch towards the cost of 1 Manager, 1 Supervisor and one Peon for a period of 5 years on tapering basis i.e., 100%, 80%, 60%, 40% and 20% and furniture subsidy to the extent of ₹ 2.00 lakhs for a new branch.

5. Assistance in the form of grant to the Pondicherry Coop. Central Land Development Bank Ltd., for constituting a Risk Fund to meet losses caused by the write-off of the irrecoverable loans (both principal and interest) under Government Sponsored Schemes, I.R.D.P, Scheduled Caste welfare schemes, PADCO etc and also small loans upto ₹ 3,000/- each provided by the bank to weaker section categories and for self-employment purposes. The contribution shall not exceed ₹ 10.00 lakhs per annum.
6. Assistance in the form of outright grant or payment of guarantee fees levied by Government of India as per the rate prescribed by them for the guarantees given by the Government of India to the NABARD for refinance availed by the Pondicherry Coop. Central Land Development Bank Ltd., subject to a maximum of ₹ 2.00 lakhs per year.
7. To provide Share Capital Assistance to women and additional share capital to existing women members upto ₹ 500/- each.
8. To provide Share Capital Assistance to Scheduled Caste persons and additional Share Capital to existing Scheduled Caste members upto ₹ 500/- each.
9. Subsidy towards infrastructural facilities like strong room, iron safe, Banking counter & purchase of generator etc., upto a maximum of ₹ 5.00 lakhs per annum. The said subsidy is not only for the expenditure to be incurred but also for the reimbursement of expenditure already incurred by the bank.
10. To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Coop. Bank Ltd., PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the Small and Marginal farmers and 7 % to Scheduled Caste farmers for prompt repayment of loan issued to them with effect from 1.4.2009 onwards. The amount shall be reimbursed in the subsequent years.
11. Assistance towards purchase of vehicles in form of loan at 25% loan and subsidy at 75%. The loan portion shall be repayable over a period of 5 years subject to a maximum of ₹ 5.00 lakhs.
12. 100% subsidy for purchase of Computer and Accessories subject to a maximum of ₹ 3.00 lakhs per annum.

TO MARKETING SOCIETIES

1. Additional share capital to existing Marketing Societies to provide Share Capital Assistance to each Marketing Society upto ₹ 375.00 lakhs during XII Five Year Plan subject to a maximum of ₹ 75.00 lakhs per annum in order to provide margin money and to increase their borrowing power and to strengthen their share capital base and to undertake better functions of input distribution like pesticides, seeds and fertilizers and to run the processing units on viable basis.
2. Special Price Fluctuation Fund: Financial Assistance will be provided to the two Marketing Societies in the form of grant to the special price fluctuation fund at the rate of 5% of the value of outright purchases of agricultural produce made by these societies from the producers. The fund shall be utilized in order to meet out the following loss as sustained expenses incurred in connection with the purchase of agricultural commodities:-
 - a) loss due to reduction in quantity and quality not exceeding 3% of the outright purchase value of Agricultural produce/ commodities ; and
 - b) expense incurred for storage, conversion of raw materials into finished goods and any other expenses other than the expenditure on establishment.
3. Input Incentive to members of VCACS/FSCS/PACB to undertake the scheme of Linking of Credit with Marketing, to provide financial assistance to the two marketing societies to enable them to procure agricultural produce marketed by the loanees of the VCACS/FSCS/PACB by providing incentive to them at the rate of Rs. 50/- per quintal, subject to the condition that their loans are recovered out of the proceeds and passed on to VCACS/FSCS/PACB.
4. Agricultural Marketing Complex: Assistance will be provided to the marketing society by way of 25% loan and 75% grant to construct the agricultural marketing complex to house the selling units of fertilizers, pesticides, other inputs and processed food grains all under one roof.
5. With a view to modernize the existing rice mill of Pondicherry Central Coop. Processing Supply and Marketing Society Ltd., it is proposed to provide assistance in the form of loan-cum-subsidy for construction of godown/sheds to the existing boiler, mechanical dryer, Umiyard in the modern rice mill and for laying tar road around the godown in the premises of modern rice mills connecting the godown and the mills and to provide assistance to Karaikal Central Co-operative Processing Supply and

Marketing Societies to modernize the existing rice mill and for construction of rice godown, road facilities, flooring drainage, shed construction of Administrative block in the modern rice mill, etc., The Assistance will be in the form of 25% loan and 75% subsidy. The loan portion will be repayable in 10 years with a moratorium for the first 2 years.

6. 100% subsidy for reimbursement of market fee paid to the Marketing Committees by Pondicherry Central Coop. Processing Supply and Marketing Society Ltd., and Karaikal Central Coop. Processing Supply and Marketing Society Ltd., for the paddy procurement made from the members of the Village Coop. Agricultural Credit Societies/Primary Agricultural Coop. Farmers Service Coop. Societies and also for the paddy procured from the non-members. The market fee so paid in a year shall be reimbursed to the Marketing Societies in the succeeding years.
7. Assistance for creating infrastructure facilities like purchase of weighing machines, furniture items, generators etc. upto maximum of ₹ 5.00 per annum in the form of outright grant for newly started retail sales outlets and to enter into new venture.
8. 100% subsidy for purchase of Computer and Accessories subject to a maximum of ₹ 3.00 lakhs per annum.
9. Assistance towards of setting up of Weigh Bridge in the form of 75% subsidy and 25% loan. Which shall be repayable in 10 annual instalments with moratorium period of 2 years.
10. Assistance towards erection of paddy drier and blower, Par Boiling Unit, modernization of Hulling unit and infrastructural facilities like purchase of colour sorter, erection of heat exchanger, Cone polisher in the form of 75% subsidy and 25% loan. The loan shall be repayable in 10 Annual Instalments with moratorium period of 2 years.
11. 5% interest subsidy on the interest paid on the Cash Credit Loan availed from PSCB.
12. Loan for Purchase of Vehicle repayable in 5 years.

PACS/FSCS/VCACS/PACB/SCB

1. Share Capital Assistance:

- i) For VCACS/Primary Agricultural Coop. Credit Societies/Service Coop. Banks/ Primary Agricultural Coop. Banks upto a maximum of ₹ 20.00 lakhs per society during XII Plan Period.
- ii) For FSCS ₹ 30.00 lakhs per society during XII Plan Period

2. Purchase of Tractors/Trailer/Power Tiller/Paddy Threshing Machine, etc., subject to a maximum of ₹ 6.00 lakhs per society for both tractor (s) and trailer (s) with accessories like cauge wheel, disc plough, cultivators, paddy threshing machine, etc in the form of 25% loan and 75% subsidy Loan portion will be repayable over a period of 10 years with moratorium of first two years.
 3. Grant of subsidy to the extent of 2/3 of hire charges in respect of Scheduled Caste members and ½ of hire charges in respect of small farmer members payable/paid by them to the societies for hiring of tractor/trailers/power tillers, etc.
 4. To provide Share Capital Assistance to women person and additional share capital to existing women members upto a maximum of ₹ 500/- each.
 5. To provide Share Capital Assistance to Scheduled Caste persons and additional share capital to existing Scheduled Caste members upto ₹ 500/- each.
 6. a) Assistance for creating infrastructural facilities like strong room, iron safe, banking counter, generator, furniture items etc upto a maximum of ₹ 2.50 lakhs in the form of outright grant per PACB/PACS/FSCS for conversion and also for newly started Coop. Bank and their branches.
b) Assistance in the form of outright grant to Primary Agricultural Banks, PACCS and Service Coop. Banks towards managerial subsidy to meet the cost of staff like one Manager and one Clerk/Cashier for a period of 5 years on a tapering basis, i.e. 100%, 80%, 60%, 40% and 20% and rental subsidy upto two years subject to a maximum of ₹ 1.00 lakh per year to facilitate them to undertake banking activities under B.D.P Scheme.
- The above infrastructural and managerial subsidy assistance under this scheme, may be provided not only for the proposed expenditure but also for reimbursement of expenses already incurred by the society/bank concerned.
7. To provide assistance in the form of loan cum subsidy for construction of new office cum godown/extension/repair/alteration of existing building/construction of additional godown and banking hall etc. during entire XII Plan Period by the societies/banks.
 - a) Upto ₹ 2.00 lakhs for improvement and extension/addition/remodeling/repairing
 - b) Upto Rs. 10.00 lakhs for construction of building godown/Banking Hall. The above assistance is in the form of 25% loan and 75% subsidy and the loan portion will be repayable over a period of 10 years with moratorium for first two years.

8. To provide assistance for purchase of computers in the form of 100% grant and assistance upto a maximum of Rs. 3.00 lakhs per society.
9. To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Coop. Bank Ltd., PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the Small and Marginal farmers and 7 % to Scheduled Caste farmers for prompt repayment of loan issued to them with effect from 1.4.2009 onwards. The amount shall be reimbursed in the subsequent years.
10. It is proposed to pay full interest subsidy to the farmers who have availed Crop loans @ 7% p.a from the PSCB/PACB/PACCS/VCACS/FSCS from 1.4.2011 onwards and repay the entire Crop loan promptly on or before due date. The amount shall be reimbursed to the concerned Society/ Banks in the subsequent year.
11. It is proposed to pay the interest rebate @ 3% to the Self Help Group Service on prompt repayment of their loan dues to the PSCB/ PACB/PACCS/VCACS/FSCS on or before due date. The amount shall be reimbursed to the concern Societies/ Bank in the subsequent.

PONDICHERRY STATE COOPERATIVE BANK

1. Share Capital Assistance upto Rs. 300 lakhs during XII Five year plan.
2. Assistance for alteration and remodeling of Pondicherry State Cooperative Bank Branches building/construction of Conference Hall in the form of 25% loan and 75% subsidy subject to a maximum of Rs. 40.00 lakhs during XII five year plan. The loan portion shall be repayable over the period of 10 years with moratorium of first 2 years.
3. Subsidy towards 50% of the insurance premium on agricultural loans paid by the agriculturist/farmers under National Agricultural Insurance Scheme. The above said subsidy will be reimbursed in the subsequent years.
4. To provide 3% interest rebate to the small and marginal farmers for prompt repayment of loan issued by the Pondicherry State Coop. Bank Ltd., PACCS/PACB/VCACS/FSCS/SCB and it is proposed to enhance the same from 3% to 5% to the Small and Marginal farmers and 7 % to Scheduled Caste farmers for prompt repayment of loan issued to them with effect from 1.4.2009 onwards. The amount shall be reimbursed in the subsequent years.

5. Subsidy towards interest subvention on agricultural loans issued by the PSCB/PACB/VCACS/FSCS/PACCS to their members. The amount shall be reimbursed in the subsequent years.
6. Assistance towards purchase of vehicles in the form of 25% loan and 75% subsidy subject to a maximum of 10.00 lakhs during XII five year plan. The loan portion shall be repayable within 5 years.
7. Subsidy towards insurance premium paid by the farmers under the Personal Accident Insurance Scheme. The amount shall be reimbursed in the subsequent years.
8. It is proposed to pay full interest subsidy to the farmers who have availed Crop loans @ 7% p.a from the PSCB/PACB/PACCS/VCACS/FSCS from 1.4.2011 onwards and repay the entire Crop loan promptly on or before due date. The amount shall be reimbursed to the concerned Society/ Bank in the subsequent year.
9. It is proposed to pay the interest rebate @ 3% to the Self Help Group Service on prompt repayment of their loan dues to the PSCB/ PACB/PACCS/VCACS/FSCS on or before due date. The amount shall be reimbursed to the concern Societies/ Bank in the subsequent.

NATIONAL AGRICULTURAL INSURANCE SCHEME

Pattern of Assistance

The Assistance will be in the form of 100% grant. The funds will be provided to the National Agricultural Insurance Scheme account maintained by the Pondicherry State Coop. Bank Ltd., The Expenditure related to the scheme will be incurred from out of the above said account as per the recommendation of the State Level Coordination Committee on Crop Insurance constituted under National Agricultural Insurance Scheme.

PATTERN OF ASSISTANCE FOR INVESTMENT ASSISTANCE TO BUSINESS ACTIVITIES

A) CONSUMER STORES/ SOCIETIES:

Pattern of Assistance may be as follows:

1. SHARE CAPITAL CONTRIBUTION:
 - (a) Additional Share Capital to the Pondicherry State Cooperative Consumers Federation.
 - (b) Additional Share Capital to the Pondicherry Cooperative Wholesale Stores

- (c) Additional Share Capital to the Primary Consumer Cooperative Stores.
 - (d) Share Capital Contribution to each one of the Consumer Cooperative Stores including women cooperative stores and societies formed by the employees Cooperative Fair Price Shops organized during and subsequent to the year 1996-97.
 - (e) Additional Share Capital Contribution for Mini Super Market started by Consumer / Employees Co-operative Stores during the XI th Plan Period.
 - (f) Additional Share Capital to the FPS Employees Cooperative Societies .
2. ASSISTANCE TO CANTEEN SOCIETIES:
- (a) Share Capital assistance to canteen societies to meet the working capital requirements.
 - (b) Subsidy for modernization and purchase of furniture, utensils, modernization of kitchen etc., each Restaurant of Canteen Societies.
3. LOAN CUM SUBSIDY FOR PURCHASE OF FURNITURE & FIXTURES:
- 25% loan and 75% grant of the estimated /actual cost of the furniture and fixtures required by the Consumer Cooperative Institutions may be provided. The loan may be repayable with interest as per the Rules and Regulation of the Government of Puducherry as existing at the time of drawal of Loan portion Moratorium period also applicable as per the norms of Government of Puducherry.
4. LOAN CUM SUBSIDY FOR PURCHASE OF LAND /BUILDING:
- 25% loan and 75% grant of the estimated / actual cost may be provided for purchase of site/building construction, extension, improvement and modernizat, repairing and alteration of buildings and premises owned/required for office, retail outlets, godowns and processing units of Consumer Cooperative Institutions. The loan may be repayable with interest as per the Rules and Regulation of the Government of Puducherry as existing at the time of drawal of Loan portion Moratorium period also applicable as per the norms of Government of Puducherry.
5. SUBSIDY FOR MODERNISATION OF SHOW ROOMS / RETAIL OUTLETS /MINI SUPER MARKETS:
- The actual cost of modernization of show rooms/retail outlets/mini super markets may be granted in full as 100% subsidy.

6. SUBSIDY FOR COMPUTERISATION AND FOR PURCHASE OF BILLING MACHINE:

Entire cost of the computer including the accessories, furniture and A/C unit may be given as subsidy to all types of Consumer Cooperatives and the other societies undertaking consumer business. Entire cost of the billing machine for billing purpose. Assistance may be provided by way of reimbursement with all required software components and development of essential software and related process.

7. SHARE CAPITAL AND SUBSIDY FOR (a) NEW WOMEN COOPERATIVES (b) NEW PRIMARY CONSUMER COOPERATIVE STORES, FAIR PRICE SHOP EMPLOYEES COOPERATIVE SOCIETIES AND MINI SUPER MARKET:

- i) Share Capital Contribution not exceeding Rs.15.00 lakhs each.
- ii) Subsidy for computer, furniture and fixtures – 100% of the cost each.
- iii) Rent and managerial subsidy to meet the entire cost of the salary for Manager, Clerk, and Salesman, rent and other incidental charges may be provided as subsidy for a period of 5 years in the following manner to each society/mini super market.

| | | | |
|----|----------|------|--------------------------|
| a) | I Year | 100% | not exceeding 1.50 lakhs |
| b) | II Year | 80% | not exceeding 1.20 lakhs |
| c) | III Year | 60% | not exceeding 0.90 lakhs |
| d) | IV Year | 40% | not exceeding 0.60lakhs |
| e) | V Year | 20% | not exceeding 0.30 lakhs |

8. SUBSIDY FOR FAIR PRICE SHOPS RUN BY COOPERATIVE INSTITUTIONS:

To meet the cost of salary of Salesman, rent, electricity charges and stationery an amount of Rs.50,000/- from General Fund and not exceeding Rs.40,000/- from SCSP component per annum per shop will be given to the Fair Price Shop Society concerned as Subsidy **(change in pattern 2012-13)**

9. LOAN CUM SUBSIDY FOR PURCHASE OF VEHICLES:

50% loan and 50% grant of the actual cost of lorry, van, three wheelers and tri-cycle may be provided. The Loan shall be repaid with Interest as per the Rules and Regulation of the Government of Puducherry existing at the time of drawal of the loan portion.

10. **SUBSIDY FOR PURCHASE OF WAREHOUSING EQUIPMENTS:**
 In order to have proper storage of all commodities, cosmetics and other goods, scientific, warehousing with requisite racks, crates, weighing machine, fork lifts, storage tanks and pre-packing machines, financial assistance in the form of 100 % subsidy may be provided.
11. **CONTRIBUTION (SUBSIDY) TOWARDS INVENTORY LOSSES FUND OF CONFED:-**
 In order to safeguard the interest of the Federation from losses, caused by bulk purchases, it is necessary for the Federation to constitute an Inventory Losses Fund, which may be funded partly by allocating 10% profit and partly by Government Contribution. The Government contribution may be granted and restricted to 2% of the value of agriculturally based commodities purchased during the preceding year.
12. **SHARE CAPITAL AND SUBSIDY FOR SETTING UP OF CONSUMER INDUSTRIES:**
- i) Share Capital Contribution not exceeding Rs.10.00 lakhs
 - ii) Subsidy for machineries, tools, equipments, furniture and fixtures – 100% of the cost.
 - iii) Rent and managerial subsidy to meet the entire cost of salary of Manager, Clerk and Salesman rent and other incidental charges may be provided as subsidy for a period of 5 years in the following manner.

| | | | |
|----|----------|------|--------------------------|
| a) | I Year | 100% | not exceeding 1.50 lakhs |
| b) | II Year | 80% | not exceeding 1.20 lakhs |
| c) | III Year | 60% | not exceeding 0.90 lakhs |
| d) | IV Year | 40% | not exceeding 0.60lakhs |
| e) | V Year | 20% | not exceeding 0.30 lakhs |
13. **SUBSIDY FOR CONSUMER EDUCATION, TRAINING AND PUBLICITY:**
 Financial assistance in the form of grant subject to a maximum of Rs.5.00 lakhs per annum may be provided every year.
14. To provide financial assistance to safeguard to the interest of the society from losses, caused by bulk purchases. It is necessary for the society to constitute a Price Fluctuation Fund, which may be funded partly by allocating 10% profit and partly by Government Contribution. The Government contribution may be granted and restricted to 2% of the value of agriculturally based commodities purchased during the

preceding year. The fund shall be utilized in order to meet the losses caused by fluctuation in prices of agricultural commodities purchased by the society in the open market.

15. Reimbursement of interest charged on the working capital loan availed by Consumer Co-operative Stores/ Societies as CCL Account or MT/ST loan by the State Co-operative Bank, subject to a maximum of Rs.5.00 lakhs per year or 75% of the total interest amount charged per year whichever is less.

16. **Patronage Rebate:**

The Scheme is to provide 10% patronage rebate on the total sales made by the CONFED to the Pondicherry Cooperative Wholesale Stores Limited / Primary Consumer Co-operative Stores / Co-operative Societies for the groceries and cosmetics. 10% rebate should be reimbursed to the CONFED, directly on the total sales of the previous year.

17. **Subsidy for transport charges incurred by Fair Price Shop Societies:**

Reimbursement of 100 % subsidy for the transport charges paid by the Fair Price Shop Societies for shifting of Ration items and Public Distribution System items from the godown to Fair Price Shops through vehicles 100% transport charges should be reimbursed to the Fair Price Shop Societies directly.

18. **Subsidy for transport charges incurred by CONFED**

Reimbursement of 100 % subsidy for the transport charges paid by the CONFED for transporting the goods (Groceries & Cosmetics) purchased from other states. 100% transport charges should be reimbursed to the CONFED as subsidy for the transport charges paid in the previous year directly to CONFED .

19. Setting up of Carbon Testing Unit, number plate manufacturing unit and cold storage by the Pondicherry State Co-operative Consumers Federation Ltd./ Consumers Stores
20. Setting up of a gas unit by the Pondicherry Co-operative Wholesale Stores Ltd.,

B) MISCELLANEOUS /INDUSTRIAL SOCIETIES:

- a) Managerial subsidy may be provided upto a maximum Rs.1,00,000/- spread over for 4 years as follows:-

1st Year Rs.40,000/-, 2nd Year Rs.30,000/-, 3rd Year Rs.20,000/- 4th Year Rs.10,000/-.

- b) Rent subsidy upto a maximum of Rs.90,000/- spread over for 4 years as follows:-
1st Year Rs.36,000/-, 2nd Year Rs.27,000/-, 3rd Year Rs.18,000/- 4th Year Rs.9,000/-.
- c) Furniture subsidy at a maximum of Rs.1.00 lakh for Miscellaneous section societies and Rs.2.00lakhs per industrial type of society may be provided. Subsidy may be provided to enable giving rebate on sale of products @ 25% by Industrial/Miscellaneous Section Co-operatives throughout the year **subject to a maximum of Rs.5.00 lakhs (Change in pattern 2012-13)**
- d) Assistance may be provided for purchase of machinery tools and equipments at Rs.5.00 lakhs per society on the basis of 50% subsidy and 50% loan repayable over a period of 15 years with a moratorium of 5 years.
- e) To provide Additional Share Capital assistance to Miscellaneous section societies and industrial type of societies.
- f) Reimbursement of Interest charged on the working capital loan availed by industrial / Miscellaneous section cooperatives as CCL Account or MT/ST loan by the State Co-operative Bank, subject to a maximum of Rs.5.00 lakhs per year or 75% of the total interest amount charged per year whichever is less. **(Change in pattern 2012-13)**
- g) For construction of work shed/ office building/ work-shed-cum-office building and for purchase of land or building/purchase of ready built building remodelling / repairing / Extension / Expansion of the existing work shed / office building, the financial assistance of 100% subsidy to be provided. (Subject to a maximum of Rs.50.00 lakhs per society)
- h) 100% subsidy may be provided to meet the expenditure incurred by industrial cooperative societies for conducting/participating in exhibitions for popularising /sale of their products, subject to the following ceilings.
- | | | |
|----|---|--|
| a) | Local exhibition within the Union Territory of Pondicherry | } 50,000/- per society, per exhibition |
| b) | Exhibition in other States/ Regional /National Level Exhibition | } 1,00,000 per society per exhibition |
- i) Financial assistance may be provided to the members of the Industrial Cooperative Societies, in the form of 100% grant for the purchase of tools and equipment's subject to a maximum of Rs.7,000/- per member.

- j) Financial assistance may be provided to the members of Autorickshaw Drivers Industrial Cooperative Societies in the form of subsidy to the extent of Rs.15,000/- per member for purchase of autorickshaw.
- k) Financial assistance may be provided to the Industrial Cooperative Societies for opening and running show rooms for the sale of their products for the following purposes:-
- a) Furniture and fixtures (Non-recurring) - 100% grant to meet the entire cost subject to a maximum of Rs.3.00 per show room.
 - b) Managerial subsidy to meet the cost of salesman and other staff and also rent spread over a period of 3 years.

| | | |
|----------------------|---|------|
| 1 st year | - | 100% |
| 2 nd year | - | 75% |
| 3 rd year | - | 50% |
- l) Assistance towards publicity and propaganda may be provided to the Industrial Cooperative Societies to meet the expenditure incurred by them towards publicity of the handicrafts/articles produced by them in the form of 100% subsidy. The assistance should not exceed Rs.3.00 lakhs per society per year.
- m) Assistance may be provided to industrial and Miscellaneous section societies, to meet the entire cost of providing training to their members and staff for upgradation of their skills and knowledge.
- I. Financial assistance in the form of 50% loans and 50% subsidy may be provided to transport societies for the purchase of transport vehicles. The loans repayable in 10 years, with a moratorium of 2 years.
 - II. Financial assistance in the form of subsidy may be provided to Rickshaw Pullers Society for the purchase of cycle rickshaws subject to a maximum of Rs.7,500/-.
 - III. Entire cost of the computer including the accessories, furniture and A/C unit may be given as subsidy to all types of Consumer Cooperatives and the other societies undertaking consumer business. Entire cost of the billing machine for billing purpose. Assistance may be provided by way of reimbursement also with all required software components and development of essential software.

- o) Setting up of perfumery unit by the Industrial /Miscellaneous co-operatives.
- p) The Contributory Thrift Fund Scheme is intended for providing financial assistance at the old age of the artisan members of the weaker sector co-operative societies. The fund is constituted by means of artisans contribution at 12 paise per rupee of their wages and equivalent Government contribution at 12 paise per rupee. It will be ensured that the assistance is not given more than 12% for each artisans. The total accumulation is credited in the Pondicherry State Co-operative Bank in a separate account.

C) PONDICHERRY COOPERATIVE SUGAR MILLS LIMITED:

1. Additional Share Capital of not exceeding **Rs.20.00** crores per year
2. Loan to meet the working capital requirements not exceeding Rs.30.00 crores per year, with a moratorium period of 3 years and repayable with interest as per the Rules and Regulation of Government of Puducherry existing at the time of drawal of Loan portion.
3. Reimbursement of 100% interest subsidy on loan availed by the Pondicherry State Cooperative Bank Ltd., and other Financial Institutions . 100% interest subsidy should be reimbursed to the Pondicherry Cooperative Sugar Mills Limited directly
4. Loan / Subsidy / Loan cum Subsidy for erection and Construction Distillery unit and expansion / Modernization of the existing mill. The moratorium period for the loan shall be 3 years and repayable with interest as per the Rules and Regulations of Government of Puducherry existing at the time of drawal of loan portion.
5. Assistance in the form of 100% grant to purchase O.H.P. L.C.D Projector and Library books etc., for the School / College / Polytechnic.
6. Assistance in the form of grant for construction of building/ Expansion of building/ Extension/ Renovation of School/ College/ Polytechnic Building / Staff Quarters .
7. Assistance in the form of grant for Setting up of Laboratory / Purchase of Furniture for School/ College/ Polytechnic Organised & Managed by the Pondicherry Cooperative Sugar Mills Limited.

8. Setting up of cooperative paper mill by the Pondicherry Cooperative Sugar Mills Limited by modernization the waste products/ Mollases
9. Assistance in the form of 100% grant for the additional cane price difference between state advised price and above state minimum price to the cane growers.
10. Assistance in the form of 100% grant for the Enterprise resources Planning to the mills, setting of computer and software.
11. Assistance in the form of 100% grant to the mills for the transport subsidy.

OUTLAY AT A GLANCE

Sector : CO-OPERATION

No. of Schemes : 2

Department : CO-OPERATIVE

(₹ in lakh)

| | | |
|---|---|----------|
| Eleventh Five Year Plan 2007-12 Approved Outlay | : | 30286.66 |
| Annual Plan 2007-10 Actual Expenditure | : | 3837.05 |
| Annual Plan 2010-11 Actual Expenditure | : | 1808.19 |
| Annual Plan 2011-12 Approved Outlay | : | 3100.00 |
| Annual Plan 2011-12 Revised Outlay | : | 2063.00 |
| Twelfth Five Year Plan 2012-17 Tentative Outlay | : | 20944.75 |
| Annual Plan 2012-13 Proposed Outlay | : | 4165.50 |

(₹ in lakh)

| Sl. No. | Name of the Scheme | Annual Plan 2010-11 | Annual Plan 2011-12 | Twelfth Plan 2012-17 (Tentative Outlay) | Annual Plan 2012-13 |
|---------|---|---------------------|---------------------|---|---------------------|
| | | Actual Expdr. | Approved Outlay | Proposed Outlay | Proposed Outlay |
| (1) | (2) | (3) | (4) | (5) | (6) |
| 1. | Investment assistance for the development of infrastructure facilities and business expansion | 859.97 | 1060.00 | -- | -- |
| 2. | Investment assistance to the PC Sugar mills for modernization / Business expansion New business activities and better performance | 714.00 | 850.00 | -- | -- |
| 3. | Scheme for Training & Capacity building developing human resources, Publicity & Propaganda and Monitoring and Evaluation. | 234.22 | 190.00 | -- | -- |
| | Negotiated Loan | 0.00 | 1000.00 | -- | -- |

(₹ in lakh)

| Sl. No. | Name of the Scheme | Annual Plan 2010-11 | Annual Plan 2011-12 | Twelfth Plan 2012-17 (Tentative Outlay) | Annual Plan 2012-13 |
|---------|--------------------|---------------------|---------------------|---|---------------------|
| | | Actual Expdr. | Approved Outlay | Proposed Outlay | Proposed Outlay |
| (1) | (2) | (3) | (4) | (5) | (6) |

Schemes for 2012-13 and 2012-17 after Zero Based Budgeting Exercise

| | | | | | |
|--------------|--|----------------|----------------|-----------------|----------------|
| 1. | Investment assistance to Business activities | -- | -- | 19638.00 | 3992.00 |
| 2. | Scheme for development of Human Resources, Training & Capacity building, publicity and propaganda, monitoring and evaluation | -- | -- | 1306.75 | 173.50 |
| TOTAL | | 1808.19 | 3100.00 | 20944.75 | 4165.50 |

Note : The number of schemes indicates with reference to Draft Annual Plan 2012-13.