

ANNEXURE – 7.57

Coffee Debt Relief Package - 2010

The package has following parameters

1. Small Growers

(i) Pre 2002 loans – Special Coffee Term Loans (SCTL)

Waiver of 50% of the total liability subject to a maximum benefit of Rs. 5 lakhs per farmer to be borne by Government of India. An additional 25% shall be waived by the banks and balance shall be rescheduled.

(ii) Crop Loans

20% waiver of liability with 10% each being borne by Government of India and banks respectively, subject to a maximum benefit of Rs. 1 lakhs per farmer.

(iii) Post 2002 Term Loans

Waiver of 10% of the total liability subject to a maximum benefit of Rs. 1 lakh to be borne by the Government of India.

2. The medium and large farmers shall also be eligible under the scheme for rescheduling of the loans.

3. The package shall be subject to the following conditions :

(i) The package shall apply to all outstanding amounts as on 30th June 2009.

(ii) Pre 2002 loans include all Special Coffee Term Loans (SCTL) created in 2002 after restructuring and consolidating all the earlier loans of the coffee growers, accounts of that period categorised as NPAs, or Accounts under Collection (AUCL) or referred to DRT.

(iii) In case of all NPAs, AUCL and DRT accounts, the waiver shall be applied only on the amounts outstanding at the time of change of status, while any penalties and interest loaded by the banks after the change of status to be absorbed by the banks.

(iv) In case of crop loans, for purpose of determining the amount of waiver, the liability of the grower shall be subjected to the limit of Rs. 62500 per hectare

4. The package shall also exclude the following loans :
 - (i) All loans taken for purchase of estates or any other land loans taken for retiring the interest of the partners in the estate, car loans and housing loans of more than Rs. 10 lakhs.
 - (ii) Loans taken by the coffee planters for unrelated purposes like Rubber plantations, Coconut plantations, Paddy cultivation, Ginger cultivation, and Business loans etc. but classified by the banks as coffee loans.
5. The mode of implementation of the package shall be as follows :
 - (i) Government would release the Government share of the liability to the Coffee Board.
 - (ii) The banks will first give benefit of the waiver to the accounts of the growers and claim the same from the Coffee Board.
 - (iii) Coffee Board would scrutinise the claims of the banks and reimburse the amounts.
6. There shall be constituted a Monitoring Committee, under the Chairmanship of Additional Secretary (Plantations), Department of Commerce, consisting of following members :
 - (i) Joint Secretary, Department of Financial Services
 - (ii) Chairman, Coffee Board
 - (iii) Convenor, State Lever Bankers Committee (Karnataka)
- 6.1. The Committee shall monitor the implementation of the scheme and also resolve the doubts or remove the difficulties arising out of the implementation of the scheme.
7. The issues with the concurrence of Internal Finance Division, Department of Commerce vide Dy.No.2383/FD/10 dated 14.06.2010.

Coffee Board,
Bangalore

Ref. No. C.Cell/CDRP/2010-11/51

Date: 26th July, 2010

To

The Convener,
SLBC, General Manager,
Circle Office,
Canara Bank,
TRIVANDRUM 695 001.

Dear Sir,

- Sub: Implementation of Coffee Debt Relief Package – 2010 – Claim of Government share of Coffee Debt Relief liability – forwardal of prescribed formats - regarding.
- Ref: 1. Order. No. 4 / 3 / 2008-Plant (B) dated 14th June 2010 of Ministry of Commerce and Industry, Department of Commerce, Govt. of India, New Delhi.
2. This Office Letter No. CCell/CDRP-2010/2010-11/40 dated 12th July 2010.

Kind attention is invited to the references cited above.

Government of India has communicated sanction for implementation of Coffee Debt Relief Package - 2010 for the debt ridden small coffee growers with a total implication of Rs. 241.33 crores vide order cited in ref.1 above.

The copy of the package has already been sent to you vide this office letter cited in ref.2 above with a request to initiate all necessary actions that facilitate an expeditious implementation of the package including taking the package before State Level Bankers Committee (SLBC).

In continuation of the above and in order to claim the reimbursement of Government share of Coffee Debt Relief Liability under various categories of loans from the Board, the prescribed formats as detailed under are forwarding herewith for further needful at your end.

1. Undertaking / Declaration (To be submitted by the beneficiary)
2. Proforma – I To claim Govt. share of coffee debt relief liability for Pre-2002 loans (SCTL)
3. Proforma – II To claim Govt. share of coffee debt relief liability for Crop Loans.
4. Proforma – III To claim Govt. share of coffee debt relief liability for Post 2002 Term Loan

Further to the above, the Utilization Certificate for the amounts released must be furnished by the Banks at the earliest.

Once again we request your co-operation and all-out efforts for speedy implementation of the Coffee Debt relief package – 2010.

Yours faithfully,

Encl: As above.

DIRECTOR OF FINANCE

UNDERTAKING / DECLARATION
(To be submitted by the Beneficiary)

I, ----- - son / daughter / wife of ----- - residing at -----
village ----- post ----- taluk ----- district in the state of ----- solemnly
declare that;

- a) I am a small coffee grower owning an area of --- Ha under coffee,
b) I have availed the Term loans / Crop loans from the Banks / financial institutions as
detailed below:

Sl. No.	Name & address of the Bank	Type of loan	A/C No.	Benefited area in Ha	Outstanding liability as on 30.06.2009 in Rs.
Pre-2002 Term Loans (SCTL)					
1.					
2					
Post 2002 Term Loans					
1					
2					
Crop Loans					
1					
2					

- c) I have not availed any loans from any other banks / financial institutions for the said
area other than the loans as indicated above nor I have claimed for similar benefits in
this regard.
d) I prefer the benefits under the Coffee Debt Relief Package from - - - - Bank in
accordance with the stipulated norms and conditions.
e) Further undertake that any benefit obtained under the CDRP is liable to be reversed if
any of the claims / details are found incorrect at a later date.
f) My Permanent Account Number (PAN) is ----- / Voter's ID No. is -----
--- / Driving Licence No. is -----

Place:

Date :

Signature of the Grower
(with name and address in capital letters)

Note: Size of holding of small coffee grower is up to 10 Ha only

PROFORMA - I

**PROFORMA TO CLAIM GOVERNMENT SHARE OF COFFEE DEBT RELIEF LIABILITY
FOR PRE-2002 TERM LOANS (SCTL)**

Name of the Bank:
State:

Branch:
IFSC Code:

District:

SL. No.	Name of the Grower	PAN or other unique ID*	Loan A/c No.	Size of holding in Ha (< 10 Ha)	Outstanding liability as on 30.06.2009 in Rs.			Govt. share of Coffee Debt Relief Liability @ 50% of loan in Rs. (Not exceeding Rs. 5 lakhs)
					Principal	Interest	Total	

* Like Driving License No. / Voter's ID No.

Note: The size of holding of small coffee grower is up to 10 Ha only

C E R T I F I C A T E

Certified that the claims made in respect of - - - - - growers and as detailed above for reimbursement of 50% of Government share of debt relief liability for Pre-2002 Term Loans (SCTL) is as per the eligibility norms and conditions, exclusions as defined under the Coffee Debt Relief Package – 2010. The due benefit has been extended to respective account.

It is also certified that the extent of holding of each grower is based on the documents submitted by the grower to the Bank while availing the loans.

Place:

Date :

Signature of Bank Manager

with seal.

PROFORMA - II

PROFORMA TO CLAIM GOVERNMENT SHARE OF COFFEE DEBT RELIEF LIABILITY FOR CROP LOANS

Name of the Bank:
State:

Branch:
IFSC Code:

District:

Sl. No	Name of the Grower	PAN or other unique ID*	Loan A/c No	Size of holding in Ha	Outstanding dues as on 30.06.2009 in Rs.			Govt. share of Coffee Debt Relief Liability @10% of loan in Rs. (Not exceeding Rs. 50,000/-)
					Principal	Interest	Total	

* Like Driving License No. / Voter's ID No.

Note: The size of holding of small coffee grower is up to 10 Ha only

C E R T I F I C A T E

Certified that the claims made in respect of - - - - - growers and as detailed above for reimbursement of 10% of Government share of debt relief liability for Crop Loans is as per the eligibility norms and conditions, exclusions under the Coffee Debt Relief Package – 2010. Calculated at Rs.62, 500/- per Ha (as per clause 3(IV) of CDRP 2010). The due benefit has been extended to respective account.

It is also certified that the extent of holding of each grower is based on the documents submitted by the grower to the Bank while availing the loans.

Place:
Date :

Signature of Bank Manager
with seal

PROFORMA - III

PROFORMA TO CLAIM GOVERNMENT SHARE OF COFFEE DEBT RELIEF LIABILITY FOR POST-2002 TERM LOANS

Name of the Bank:
State:

Branch:
IFSC Code:

District:

Sl. No	Name of the Grower	PAN or other unique ID*	Loan A/c No	Size of holding in Ha	Outstanding liability as on 30.06.2009 in Rs.			Govt. share of Coffee Debt Relief Liability @ 10% of loan in Rs. (Not exceeding Rs. 1 lakh)
					Principal	Interest	Total	

* Like Driving License No. / Voter's ID No.

CERTIFICATE

Certified that the claims made in respect of - - - - - growers and as detailed above for reimbursement of 10% of Government share of debt relief liability for Post-2002 Term Loans is as per the eligibility norms and conditions, exclusions under the Coffee Debt Relief Package – 2010.

It is also certified that the extent of holding of each grower is based on the documents submitted by the grower to the Bank while availing the loans.

Place:
Date :

Signature of Bank Manager

with seal