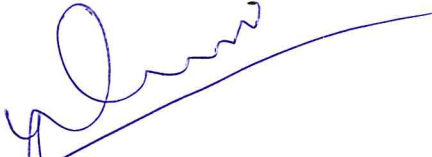


Ref: HO/LD/RO/GEN/521/2020-21

Date:10.08.2020

Letter of Authority

With reference to the mail dated 06.08.2020 from the Indian Banks' Association (IBA) for deputing the Bank's representatives to DAC & FW for signing the MOU AIF scheme with authorization letter, you are authorized to represent the South Indian Bank Ltd. and sign the said MOU on behalf of the Bank.



(G. Sivakumar)
EVP (Credit)

To

Mr. Sivaraman K.
Joint General Manager and Regional Head,
Delhi Regional Office



INDIA NON JUDICIAL

Government of National Capital Territory of Delhi

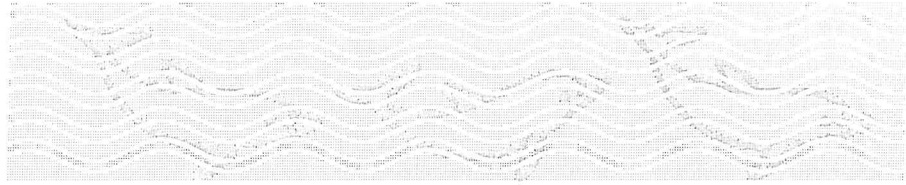


सत्यमेव जयते

e-Stamp

Certificate No. : IN-DL79768744820401S
Certificate Issued Date : 14-Sep-2020 03:05 PM
Account Reference : IMPACC (IV)/dl800103/ DELHI/ DL-DLH
Unique Doc. Reference : SUBIN-DL80010366775743639061S
Purchased by : DAC AND FW GOI
Description of Document : Article 5 General Agreement
Property Description : Not Applicable
Consideration Price (Rs.) : 0
(Zero)
First Party : DAC AND FW GOI
Second Party : THE SOUTH INDIAN BANK LIMITED
Stamp Duty Paid By : DAC AND FW GOI
Stamp Duty Amount(Rs.) : 100
(One Hundred only)

सत्यमेव जयते




.....Please write or type below this line.....

MEMORANDUM OF UNDERSTANDING (MOU)

This Memorandum of Understanding (MoU) has been executed on 15-09-2020 at New Delhi

BETWEEN


विवेक अग्रवाल / VIVEK AGGARWAL
संयुक्त सचिव / Joint Secretary
भारत सरकार / Govt. of India

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Statutory Alert:

- विवेक अग्रवाल / VIVEK AGGARWAL
संयुक्त सचिव / Joint Secretary
भारत सरकार / Govt. of India
1. The authenticity of this Stamp Certificate should be verified at "www.shcilestamp.com". Any discrepancy in the details on this Certificate and as available on the website renders it invalid.
 2. The onus of checking the legitimacy is on the users of the certificate.
 3. In case of any discrepancy please inform the Competent Authority.

Department of Agriculture, Cooperation & Farmers' Welfare Ministry of Agriculture DAC&FW (GOI) Government of India New Delhi – 110001, through Shri Vivek Aggarwal, Joint Secretary, Department of Agriculture, Cooperation and Farmers Welfare (hereinafter called the "First Party", which shall unless repugnant to the context shall mean and include their successors, assignees and administrators) ON THE FIRST PART

AND

The South Indian Bank Limited, a body corporate constituted under Indian Companies Act, 1913, as amended from time to time, having its registered office at SIB House Mission Quarters, T. B Road Thrissur-680 001, through Shri Sivaraman K, Joint General Manager, South Indian Bank Ltd, Delhi Regional Office, White House, 2nd Floor, Door No.1/18-20, Rani Jhansi Road, New Delhi 110 055 (hereinafter called the "Second Party/Lender/Institution", which shall unless repugnant to the context shall mean and include their successors, assignees and administrators) ON THE SECOND PART

WHEREAS, The South Indian Bank Limited, SIB House Mission Quarters, T. B Road Thrissur-680 001 has already agreed to lend under the Central Sector Scheme" of financing facility under 'Agriculture Infrastructure Fund'.

The DAC&FW, Government of India has issued the operational guidelines for the Scheme (hereinafter called the "Scheme Guidelines") by setting out broad features of the Scheme, terms for loan and subsidy reimbursement, selection of beneficiaries, roles and responsibilities of various agencies under the Scheme and its monitoring, etc. The Scheme Guidelines as amended from time to time shall be treated as part and parcel of this MoU and shall be read together for all purpose.

WHEREAS, MoU with DAC&FW (GOI) is being executed for the implementation of Financing Facility Under Agriculture Infrastructure fund Scheme to provide funding to Primary Agricultural Cooperative Societies, Farmers Producer Organizations, Agriculture entrepreneurs, Start-ups, etc.

WHEREAS, the Department of Agriculture, Cooperation & Farmers' Welfare, Ministry of Agriculture, Government of India is implementing an interest subvention and financial support scheme to cater to the medium /long term debt financing facility for investment in viable projects relating to post-harvest management Infrastructure and community farming assets through incentives and financial support in order to improve agriculture infrastructure in the country. This financing facility will have numerous objectives for all the stakeholders in the agriculture eco-system.

WHEREAS, with a dedicated source of funding, PACS/FPOs/Farmers collectives/ entrepreneurs will push for innovation in agriculture sector by leveraging new age technologies including IoT, AI, etc.

Marketing Cooperative Societies, Farmer Producers Organizations (FPOs), Self Help Group (SHG), Farmers, Joint Liability Groups (JLG), Multipurpose Cooperative Societies, Agri-entrepreneurs, Startups, Aggregation Infrastructure Providers and Central/State agency or Local Body sponsored Public Private Partnership Projects.

WHEREAS, need based refinance support will be made available by NABARD to all eligible lending entities including cooperative banks and RRBs as per its policy.

WHEREAS, interest subvention and credit guarantee support will be released to Banks and lending institutions through PFMS.

WHEREAS, any grant or subsidy available under any present or future scheme of Central/State government can be availed for projects under this financing facility. In cases of capital subsidy such amount shall be considered as promoter's contribution. However, a minimum of 10% of the project cost shall be mandatory as promoter's contribution.

WHEREAS, cap on lending rate of participating lending entities will be 01 Year MCLR plus 100 basis point (floating) subject to maximum 9.00 percent (Nine percent per annum) for funding under this scheme. This cap will be applicable on the amount of loan covered under interest subvention component.

WHEREAS, the decision on sanctioning of loan by lending institute will be communicated to the applicant within the time period of 60 days from the date of loan application.

WHEREAS, the subvention will be allowed only till the account is under standard category. Further, if the account slips into NPA, no subvention will be allowed for the period account remains under NPA category. The subvention will further be allowed from the date of upgradation of the account to standard category.

The scheme will cover the accounts disbursed under the projects mentioned and specified above from the date of first disbursement.

The DAC&FW Government of India shall be at full liberty to amend/modify/withdraw/terminate the Scheme and/or amend/modify the Scheme Guidelines

Responsibilities and Obligations of Second Party/Lender

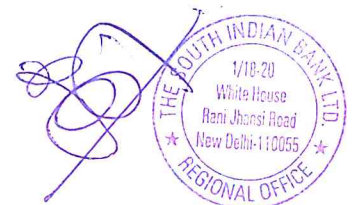
The Second Party/Lender hereby undertakes to pass-on the entire benefit of this Scheme to its borrowers/ beneficiaries.

The Second Party/Lender hereby undertakes to implement the Scheme as per the terms & conditions under the Scheme Guidelines.

The Second Party/Lender hereby undertakes that it will follow the best industry practices of lending to implement the Scheme.

The Second Party/Lender will exercise necessary due diligence in risk assessment and will adopt diligent appraisal and sanction procedures, including assessment of the loan eligibility and the repayment capacity of the borrower/beneficiary.


विवेक अग्रवाल / VIVEK AGGARWAL
संयुक्त सचिव / Joint Secretary
भारत सरकार / Govt. of India
कृषि एवं किसान कल्याण मंत्रालय / Mo Agriculture & Farmers Welfare
कृषि, सहकारिता एवं किसान कल्याण विभाग / Div Agri. Coopn. & Farmers Welfare



The Second Party/Lender will adhere to all extant guidelines issued by the, DAC&FW (GOI) RBI/ NABARD under the Scheme Guidelines including the amendments/ modifications issued from time to time.

The Second Party/Lender will provide utilization/end use certificate to the First Party on a quarterly basis and also the certificate in relation to the physical progress of the construction leading up to the completion of the infrastructure unit financed under the Scheme. The Second Party/Lender shall submit a consolidated utilization certificate on completion of the proposed unit within one year period from the completion of construction or a maximum of 12 months from the date of the disbursement of the 1st installment/tranche of the loan amount.

The Second Party/Lender will provide each borrower/beneficiary a statement, which will make him/her understand the amount given as subvention, how the subvention has been adjusted and the impact of the subsidy on his/her equated monthly installments (EMI).

The Second Party/Lender shall provide all other information, statements and particulars as may be required from time to time by the First Party or by the DAC&FW Government of India under the Scheme.

The Second Party/Lender shall furnish the credit information periodically to credit information companies, as per the prescribed format.

The Second Party/Lender will clearly explain to the loanees/ borrowers/ beneficiaries the consequences of availing loan on fixed/floating rates of interest.

The Second Party/Lender shall cooperate and contribute in creating a unified e-portal for implementation of the scheme.

Governing Laws, Disputes and Jurisdiction

This MoU shall be governed by the laws of India and all disputes and differences between First Party and Second Party/Lender arising part of these presents shall as far as possible be resolved through negotiations. However, if any differences/ disputes still persist the same shall be referred to the Department of Financial Services(DFS) , GOI. The decision of the DFS shall be final and binding on the parties.

The conditions as laid down above and incorporated in the schemes shall form part and parcel of this MoU and shall be binding on second party.

Signed at Delhi on this date as mentioned above.

For DAC&FW, Government of India


विवेक अग्रवाल / VIVEK AGGARWAL
संयुक्त सचिव / Joint Secretary
भारत सरकार / Govt. of India
कृषि एवं किसान कल्याण मंत्रालय / Mo Agriculture & Farmers Welfare
क्षेत्री, संयुक्त एवं किसान कल्याण विभाग / Div. Agri. Coopn. & Farmers Welfare
कृषि भवन, नई दिल्ली / Krishi Bhawan, New Delhi

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For South Indian Bank Ltd

For The South Indian Bank Ltd.


Sivaraman K.
Joint General Manager
Regional Head, Delhi

