

GOVERNMENT OF ANDHRA PRADESH
INDUSTRIES AND COMMERCE (PROG-I) DEPARTMENT

Memo.No. 2171916/Prog-I/A2/2023

Dt.08/10/2024

Sub: Minutes of Meeting of 9th SLSC held on 18.09.2024-
Communicated- Reg.

Ref: Approved Minutes of 9th State Level Steering Committee Meeting
of MSE-CDP on 18.09.2024 at 4:00 PM.

A copy of the Approved Minutes of Meeting of 9th SLSC held on 18.09.2024 is sent herewith to the Director of Industries, Mangalagiri and the AD, CDO, MSME DFO, Visakhapatnam for information and take necessary action in the matter.

RAMA DEVI DAGGUMATI
JOINT SECRETARY TO GOVERNMENT

To

The Director of Industries, APIIC Towers, Mangalagiri.(w.e)
The AD, CDO, MSME-DFO, Visakhapatnam.(w.e)

Copy to:

The SLSC Members **through** Director of Industries, Mangalagiri.

The P.S to Secretary to Government & CIP.

Sf/Sc

// FORWARDED::BY ORDER//

S.Swaralatha
SECTION OFFICER



**Approved Minutes of 9th State Level Steering Committee Meeting of MSE-
CDP on 18.09.2024 at 4:00 PM**

Venue: Conference Hall, 2nd Block, AP Secretariat, Velagapudi, Andhra Pradesh

(Physical & Video Conferencing Mode)

The following members were Present:

1. Dr. N. Yuvraj, IAS, Secretary to GoAP, I & C Department, & Chairman, SLSC
2. Dr. C. Sridhar, Director of Industries, & CEO AP MSME DC, GoAP (VC)
3. Shri M.Abhishikth Kishore, IAS, VC & MD, APIIC (VC)
4. Shri S. Vijay Kumar, IEDS, JD I/c, MSME - DFO, Visakhapatnam & Convener
5. Shri V.Chandramouli, General Manager, SIDBI (VC)
6. Respective GM DICs, SPV Members, Technical consultants through VC

In Attendance

7. Shri S. Sudarshan Babu, Executive Director, AP MSME DC
8. Shri V. Gopi Krishna, Chief Engineer, APIIC (VC)
9. Shri A. Ramalingeswara Raju, Joint Director, MSME
10. Shri DVSR Murthy, AD, MSME - DFO, Visakhapatnam
11. Shri M. Srinivasulu Reddy, AD, AP MSME DC.

The Convener of the meeting Sri S. Vijay Kumar, IEDS, JD I/c, MSME-DFO, Visakhapatnam welcomed the Chairman and other members of SLSC.

The Chairman addressed the Committee members for fast-track clearance of the existing projects on top priority. New proposals needed to be focused and the same may be recommended prior to the forthcoming SLSC.

With the permission of the Chair, the Convener initiated discussion as per the Agenda Points.

S. No.	Agenda Points	Resolution/ Recommendations
9.1	Confirmation of Minutes of 08 th Meeting of SLSC	Confirmed.
9.2	Review on Action Taken Report on Minutes of 8 th SLSC Meeting held on 27.03.2024	Reviewed
9.3	Review on MSE-CDP Clusters	
9.4	Review of Ongoing CFCs for which Final Sanction Accorded	
9.4.1	Gold Cluster, Nellore: The proposal was recommended by SLSC and Final approval was accorded by NLSC vide No.1(400) CDD/Nellore/2013, dated. 11.07.2019 (during 48 th Meeting of Steering Committee held on 12.11.2018).	The Chairman instructed the Director of Industries to obtain the final status through GM, DIC, Nellore. As the project was sanctioned more

(P.T.O)

	<p>The SLSC recommended extension of time and EOT granted up to 31.05.2024 during 2nd NPAC Meeting held on 30.04.2024.</p> <table border="1" data-bbox="384 472 984 745"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>80</td> <td>827.50</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>10</td> <td>103.86</td> </tr> <tr> <td>SPV Contribution</td> <td>10</td> <td>103.50</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>1034.86</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	80	827.50	Govt. of Andhra Pradesh	10	103.86	SPV Contribution	10	103.50	Total Project Cost	100	1034.86	<p>than 05 years back and no initiation from SPV is visualised, recommended for Cancellation on receipt of confirmation from GM, DIC, Nellore.</p>
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	80	827.50															
Govt. of Andhra Pradesh	10	103.86															
SPV Contribution	10	103.50															
Total Project Cost	100	1034.86															
<p>9.4.2</p>	<p>CFC in Printing Cluster, Kakinada:</p> <p>Final approval accorded in 54th NLSC and Sanction order issued vide No.1(1037)/CDD/CFC/ Printing/ East Godavari/2019 dated 29.07.2021. The 8th SLSC recommended for EoT upto 31.07.2024.</p> <table border="1" data-bbox="401 994 976 1234"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid GoI</td> <td>70</td> <td>1033.20</td> </tr> <tr> <td>State Govt. Contribution</td> <td>20</td> <td>295.20</td> </tr> <tr> <td>SPV Contribution</td> <td>10</td> <td>147.60</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>1476.00</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid GoI	70	1033.20	State Govt. Contribution	20	295.20	SPV Contribution	10	147.60	Total Project Cost	100	1476.00	<p>The Chairman instructed to complete the CFC in 7 days and submit the completion Report.</p> <p>As 4th installment can be released only on reimbursement basis, the items can be procured by SPV on fast track and completion report to be submitted in 7 days.</p>
Contribution	%	Amount in Rs.Lakh															
Grant in aid GoI	70	1033.20															
State Govt. Contribution	20	295.20															
SPV Contribution	10	147.60															
Total Project Cost	100	1476.00															
<p>9.4.3</p>	<p>CFC in Hosiery & Readymade Garments Cluster, SPSR Nellore District.</p> <p>Final approval accorded in 54th NLSC and Sanction order issued on 29.07.2021. The 8th SLSC recommended for EoT upto 30.09.2024.</p> <table border="1" data-bbox="418 1482 970 1722"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid GoI</td> <td>70</td> <td>576.08</td> </tr> <tr> <td>State Govt. Contribution</td> <td>20</td> <td>164.60</td> </tr> <tr> <td>SPV Contribution</td> <td>10</td> <td>82.30</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>822.98</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid GoI	70	576.08	State Govt. Contribution	20	164.60	SPV Contribution	10	82.30	Total Project Cost	100	822.98	<p>1st Installment is to be released from the DC (MSME).</p> <p>The Chairman directed the Director of Industries for speedy completion of RBI TSA A/c opening.</p>
Contribution	%	Amount in Rs.Lakh															
Grant in aid GoI	70	576.08															
State Govt. Contribution	20	164.60															
SPV Contribution	10	82.30															
Total Project Cost	100	822.98															
<p>9.4.4</p>	<p>CFC in Jaggayyapeta Gold Ornaments Cluster, NTR District:</p>																

	<p>Final approval accorded in 54th NLSC and Sanction order issued vide No.1(1034)/CDD/CFC/Jaggayyapeta/2019, dated.19.08.2021. The 8th SLSC recommended EoT upto 31.07.2024.</p> <table border="1" data-bbox="357 488 1000 728"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid GoI</td> <td>77.81%</td> <td>614.52</td> </tr> <tr> <td>State Govt. Contribution</td> <td>10.00%</td> <td>80.00</td> </tr> <tr> <td>SPV Contribution</td> <td>13.19%</td> <td>105.48</td> </tr> <tr> <td>Total Project Cost</td> <td>100.00%</td> <td>800.00</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid GoI	77.81%	614.52	State Govt. Contribution	10.00%	80.00	SPV Contribution	13.19%	105.48	Total Project Cost	100.00%	800.00	<p>The Chairman directed the GM, DIC, AP MSME DC & CDO, MSME-DFO, Visakhapatnam to complete the Joint verification and send the documents for release of 3rd installment of GoI grant.</p>
Contribution	%	Amount in Rs.Lakh															
Grant in aid GoI	77.81%	614.52															
State Govt. Contribution	10.00%	80.00															
SPV Contribution	13.19%	105.48															
Total Project Cost	100.00%	800.00															
<p>9.4.5</p>	<p>CFC in Furniture Manufacturing Cluster, Rajahmundry, East Godavari District:</p> <p>Final Approval accorded in 54th NLSC vide Lr. No. 1(1039)/CDD/CFC/Furniture/East Godavari/AP/2019,dated. 27.08.2021. The 8th SLSC recommended EoT upto 31.08.2024.</p> <table border="1" data-bbox="379 1008 969 1247"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid from GoI</td> <td>70</td> <td>1044.88</td> </tr> <tr> <td>State Govt. Contribution</td> <td>20</td> <td>299.68</td> </tr> <tr> <td>SPV Contribution</td> <td>10</td> <td>149.85</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>1498.41</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid from GoI	70	1044.88	State Govt. Contribution	20	299.68	SPV Contribution	10	149.85	Total Project Cost	100	1498.41	<p>1st Installment is to be released from the DC, MSME.</p> <p>The Chairman directed the Director of Industries for speedy completion of RBI TSA A/c opening.</p>
Contribution	%	Amount in Rs.Lakh															
Grant in aid from GoI	70	1044.88															
State Govt. Contribution	20	299.68															
SPV Contribution	10	149.85															
Total Project Cost	100	1498.41															
<p>9.4.6</p>	<p>CFC in Pulses & Pulses Products Cluster, Machavaram, BR Ambedkar, Konaseema District:</p> <p>Final approval accorded in 54th NLSC and Sanction order issued videNo.1(1037) CDD/CFC/Pulses/AP/2019, dated.16.11.2021. The 8th SLSC recommended EoT upto 31.07.2024.</p> <table border="1" data-bbox="388 1561 953 1800"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid GoI</td> <td>70</td> <td>1038.14</td> </tr> <tr> <td>State Govt. Contribution</td> <td>20</td> <td>297.61</td> </tr> <tr> <td>SPV Contribution</td> <td>10</td> <td>148.31</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>1483.06</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid GoI	70	1038.14	State Govt. Contribution	20	297.61	SPV Contribution	10	148.31	Total Project Cost	100	1483.06	<p>3rd Installment is to be released from the DC, MSME.</p> <p>The Chairman directed the Director of Industries for speedy completion of RBI TSA A/c opening.</p>
Contribution	%	Amount in Rs.Lakh															
Grant in aid GoI	70	1038.14															
State Govt. Contribution	20	297.61															
SPV Contribution	10	148.31															
Total Project Cost	100	1483.06															

<p>9.4.7</p>	<p>CFC in Printing Cluster, Tirupati:</p> <p>Final Approval accorded vide Office of DC (MSME) letter No. 1(1533)/CDD/CFC/Printing/ Tirupati/AP, dated.07.06.2024.</p> <table border="1" data-bbox="388 539 973 779"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant in aid GoI</td> <td>70</td> <td>1763.48</td> </tr> <tr> <td>State Govt. Contribution</td> <td>15</td> <td>377.89</td> </tr> <tr> <td>SPV Contribution</td> <td>15</td> <td>377.89</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>2519.26</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant in aid GoI	70	1763.48	State Govt. Contribution	15	377.89	SPV Contribution	15	377.89	Total Project Cost	100	2519.26	<p>The Chairman directed the Implementing Agency to initiate for tendering process. Release of Govt. of Andhra Pradesh contribution is also in the process.</p>			
Contribution	%	Amount in Rs.Lakh																		
Grant in aid GoI	70	1763.48																		
State Govt. Contribution	15	377.89																		
SPV Contribution	15	377.89																		
Total Project Cost	100	2519.26																		
<p>9.5</p>	<p>Review of Ongoing CFCs for which Final Sanction from GoI is pending</p>																			
<p>9.5.1</p>	<p>Auto Engineering Cluster, Kakinada:</p> <p>The proposal was recommended by SLSC and in principle approval was accorded by NLSC vide No.1(1038)/CDD/CFC/Engineering/East Godavari /AP/2019, dated.27.09.2019 (during 51st SCM held on 12.09.2019). The SPV has not applied for allotment of land.</p>	<p>The Chairman directed to submit the fresh applications as per the new MSE-CDP guidelines, as in principle approval accorded is no longer valid with new guidelines.</p>																		
<p>9.6</p>	<p>CFC Proposals pending for Approval at O/o DC-MSME, New Delhi.</p>																			
<p>9.6.1</p>	<p>Crystal Agro tech Rice Mills Cluster Federation, Kakinada(Rice Mills Cluster):</p> <table border="1" data-bbox="388 1384 1000 1720"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>68.25</td> <td>2100.00</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>14.62</td> <td>450.00</td> </tr> <tr> <td>SPV Contribution</td> <td>14.62</td> <td>450.00</td> </tr> <tr> <td>Bank Loan</td> <td>2.50</td> <td>76.95</td> </tr> <tr> <td>Total Project Cost</td> <td>100.00</td> <td>3076.95</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	68.25	2100.00	Govt. of Andhra Pradesh	14.62	450.00	SPV Contribution	14.62	450.00	Bank Loan	2.50	76.95	Total Project Cost	100.00	3076.95	<p>The Chairman directed to follow up with DC, MSME for submission of shortfalls if any with regards to pending CFC proposal.</p>
Contribution	%	Amount in Rs.Lakh																		
Grant from Govt. of India	68.25	2100.00																		
Govt. of Andhra Pradesh	14.62	450.00																		
SPV Contribution	14.62	450.00																		
Bank Loan	2.50	76.95																		
Total Project Cost	100.00	3076.95																		
<p>9.6.2</p>	<p>Sunrise Natural Foods Foundation, GSigadam, Srikakulam Distrist (Fruits & Vegetables Processing Cluster):</p>	<p>As the CFC proposal is recommended in 4th NPAC Meeting, the Chairman</p>																		

	<table border="1"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>69.97</td> <td>2095.00</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>15.00</td> <td>449.00</td> </tr> <tr> <td>SPV Contribution</td> <td>15.03</td> <td>450.00</td> </tr> <tr> <td>Total Project Cost</td> <td>100.00</td> <td>2994.00</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	69.97	2095.00	Govt. of Andhra Pradesh	15.00	449.00	SPV Contribution	15.03	450.00	Total Project Cost	100.00	2994.00	directed to initiate necessary action on receipt of MoM of 4 th NPAC Meeting.
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	69.97	2095.00															
Govt. of Andhra Pradesh	15.00	449.00															
SPV Contribution	15.03	450.00															
Total Project Cost	100.00	2994.00															
9.6.3	<p>PVS Rammohan Health Care Foundation, Srikakulam (Health Cluster)</p> <table border="1"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>80.00</td> <td>771.27</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>15.00</td> <td>144.61</td> </tr> <tr> <td>SPV Contribution</td> <td>5.00</td> <td>48.21</td> </tr> <tr> <td>Total Project Cost</td> <td>100.00</td> <td>964.09</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	80.00	771.27	Govt. of Andhra Pradesh	15.00	144.61	SPV Contribution	5.00	48.21	Total Project Cost	100.00	964.09	As the CFC proposal is deferred in 4 th NPAC Meeting, the Chairman directed to initiate necessary action on receipt of MoM of 4 th NPAC Meeting.
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	80.00	771.27															
Govt. of Andhra Pradesh	15.00	144.61															
SPV Contribution	5.00	48.21															
Total Project Cost	100.00	964.09															
	New CFC Proposals considered in 09th SLSC for recommendation to NPAC.																
9.6.4	<p>Indrani Rice Mills Cluster Association, Parthivipuram:</p> <table border="1"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>80</td> <td>642.44</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>15</td> <td>120.46</td> </tr> <tr> <td>SPV Contribution</td> <td>5</td> <td>40.15</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>803.05</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	80	642.44	Govt. of Andhra Pradesh	15	120.46	SPV Contribution	5	40.15	Total Project Cost	100	803.05	<p>The Chairman directed the Director of Industries to liaise with District Collector for allotment of land as SPV is ready to buy the Govt. Land.</p> <p>The proposal is recommended for NPAC approval.</p>
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	80	642.44															
Govt. of Andhra Pradesh	15	120.46															
SPV Contribution	5	40.15															
Total Project Cost	100	803.05															
9.6.5	<p>Printing Cluster, Chittoor, Chittoor District:</p> <table border="1"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td>80</td> <td>799.04</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td>15</td> <td>149.82</td> </tr> <tr> <td>SPV Contribution</td> <td>5</td> <td>49.94</td> </tr> <tr> <td>Total Project Cost</td> <td>100</td> <td>998.80</td> </tr> </tbody> </table>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	80	799.04	Govt. of Andhra Pradesh	15	149.82	SPV Contribution	5	49.94	Total Project Cost	100	998.80	The CFC proposal is recommended for NPAC approval.
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	80	799.04															
Govt. of Andhra Pradesh	15	149.82															
SPV Contribution	5	49.94															
Total Project Cost	100	998.80															

<p>9.6.6</p>	<p>Photo Frames Cluster, Tirupathi:</p> <table border="1" data-bbox="341 376 1011 645"> <thead> <tr> <th>Contribution</th> <th>%</th> <th>Amount in Rs.Lakh</th> </tr> </thead> <tbody> <tr> <td>Grant from Govt. of India</td> <td align="center">80</td> <td align="right">793.60</td> </tr> <tr> <td>Govt. of Andhra Pradesh</td> <td align="center">15</td> <td align="right">148.80</td> </tr> <tr> <td>SPV Contribution</td> <td align="center">5</td> <td align="right">49.60</td> </tr> <tr> <td>Total Project Cost</td> <td align="center">100</td> <td align="right">992.00</td> </tr> </tbody> </table> <p>The DPR along with enclosures and Appraisal Report received by MSME-DFO, Visakhapatnam in June, 2024 are placed in the 9th SLSC meeting.</p>	Contribution	%	Amount in Rs.Lakh	Grant from Govt. of India	80	793.60	Govt. of Andhra Pradesh	15	148.80	SPV Contribution	5	49.60	Total Project Cost	100	992.00	<p>The CFC proposal is recommended for NPAC approval.</p>
Contribution	%	Amount in Rs.Lakh															
Grant from Govt. of India	80	793.60															
Govt. of Andhra Pradesh	15	148.80															
SPV Contribution	5	49.60															
Total Project Cost	100	992.00															
<p>9.7</p>	<p>Proposal for Extension of Time for Ongoing Clusters</p>																
<p>9.7.1</p>	<ol style="list-style-type: none"> 1. CFC in Gold cluster, Nellore 2. CFC in Printing Cluster, Kakinada 3. CFC in Hosiery & Readymade Cluster, Nellore 4. CFC in Gold Ornaments Cluster, Jaggayyapeta 5. CFC in Furniture Manufacturing Cluster, Rajahmundry 6. CFC in Pulses & Pulses Products Cluster, Machavaram 	<p>The Chairman directed the Director of Industries and AP MSME DC to ascertain the present status of each on going CFC; prepare an action plan for CFC completion on top priority and submit the EoT requests along with Timelines to Chairman, SLSC for onward submission to O/o of DC MSME.</p>															
<p>9.8</p>	<p>New CFC Proposals Identified / under DPR Preparation</p>																
<p>9.8.1</p>	<p>Pending for Bank Appraisal:</p> <ol style="list-style-type: none"> 1. Konaseema Coconut Farmers Producers Company Limited: <ul style="list-style-type: none"> • SPV submitted the requisite documents for the shortfalls raised by SIDBI. • SIDBI to issue Appraisal Report. 2. Anantha Agri farm Association, Seed Processing Cluster, Ananthapuram District: <ul style="list-style-type: none"> • SPV submitted the requisite documents for the shortfalls raised by SIDBI. • SIDBI to issue Appraisal Report. 3. Kalamakari Handicraft Cluster, Sri Kalahasthi, Tirupathi: 	<p>The Chairman addressed the SIDBI GM, Sri V.Chandra Mouli and sought an action plan for speedy clearance of pending appraisals.</p> <p>SIDBI GM informed that, 3 proposals namely, Anantha Agri Farm Association, Kurnool Diagnostic Centres, Tirupathi Designing and Weaving of Sarees are ready and cleared in 15 days after site visit.</p>															

<ul style="list-style-type: none">• SPV submitted the requisite documents for the shortfalls raised by SIDBI.• SIDBI to issue Appraisal Report.	<p>The Chairman, directed the SIDBI GM to coordinate with DoI and AP MSME DC, AD for liaison in site visits and complete the appraisals on priority.</p>
<p>4. Gandiakota Weavers and Welfare Association, Powerloom Cluster Kadapa, Kadapa District:</p> <ul style="list-style-type: none">• SPV submitted the requisite documents for the shortfalls raised by SIDBI.• SIDBI to issue Appraisal Report.	
<p>5. Thogatha Creations Cluster Association, Somendapalli Powerloom Cluster, Sri SatyaSai District:</p> <ul style="list-style-type: none">• SPV submitted the requisite documents for the shortfalls raised by SIDBI.• SIDBI to issue Appraisal Report.	
<p>6. Kurnool Diagnostic Centres Association, Kurnool:</p> <ul style="list-style-type: none">• SPV submitted the requisite documents for the shortfalls raised by SIDBI.• SIDBI to issue Appraisal Report.	
<p>7. Wooden Toys Cluster (Raja Rani Dolls), Annamayya District:</p> <ul style="list-style-type: none">• SPV submitted the requisite documents for the shortfalls raised by SIDBI.• SIDBI to issue Appraisal Report.	
<p>8. Printing Cluster (Kushi Printing Cluster Association), West Godavari:</p> <ul style="list-style-type: none">• DPR sent to SIDBI for appraisal. SIDBI to issue Appraisal Report.	
<p>9. Kaakinada, Polymer Packaging Cluster:</p> <ul style="list-style-type: none">• DPR sent to SIDBI for appraisal. SIDBI to issue Appraisal Report	
<p>10. Tirupati Designing and Weaving of Sarees:</p> <ul style="list-style-type: none">• DPR sent to SIDBI for appraisal. SIDBI to issue Appraisal Report.	

9.8.2	Pending for Land issues	
	<p>1. Shri Shradda Agro Oils Association, Garividi, Vizianagaram District:</p> <p>Applied for allotment of 5 Acres of Govt. land in Sy No: 102/1, Naguru (V), Garugubilli (M). The ZM, APIIC filed a requisition proposal with the District Collector on 02.02.2024 and sent Annexure -XI to the VC & MD, APIIC on 29.02.2024. After allotment of land, the DPR is to be revised accordingly and submitted by the SPV.</p>	Alternate land proposal is in progress.
	<p>2. Hindupur Envirotech Pvt. Ltd., Gollapuram, Sri SatyaSai District:</p> <p>6.29 acres of APIIC land earmarked for Common Effluent Treatment Plant (CETP) in Plot No. 42D, Sy. No. 284 of IP Gollapuram, Hindupur was allotted to AP Environment Management Corporation Ltd. Alternate land to be identified.</p>	APIIC to be approach for allocation of suitable land in IP.
	<p>3. Gold Jewellery Cluster, (Swarnaratna Arts Association), Rayadurgam, Ananthapuramu District</p> <p>Applied for allotment of Extent: 0.2 Acres of Govt. Land in Sy. No.190-4, Garudapuram Village, Kalyanadurgam(M). Permission given by VC & MD, APIIC to ZM for filing alienation requisition to District Collector on 01.03.2024. After allotment of Govt. land, DPR is to be revised and submitted by SPV.</p>	Land allocation be completed on fast track. SPV may be advised to search for alternate land in case of delays.
9.8.3	Pending with SPV	
	<p>1. Anakapalli Rice Mills Cluster Association, Anakapalli:</p> <p>Shortfalls raised by SIDBI to be submitted by SPV</p> <p>2. Sri Ganapathi Chilli Processing Cluster Federation, Yerragondapalem, Prakasam district:</p> <p>SIDBI has raised some shortfalls that need to be submitted by the SPV. However, the SPV is not coming forward to provide the required information. The proposed CFC may be dropped as informed by GM, DIC.</p> <p>3. Palnadu Metal & Wooden Furniture Manufacturing Cluster, Palnadu District:</p> <p>Shortfalls raised by SIDBI to be submitted by SPV</p>	The Chairman instructed Director of Industries to monitor the reasons for delay with the GM DICs, SPV members and Technical Consultants. Delay in any level, not be excused.

	<p>4. Sree Venkatachalapathi Shroff Jewelry Cluster Workers Association, Kurnool:</p> <p>The revised DPR along with shortfalls to be submitted by the SPV.</p> <p>5. Mattress Manufacturing Cluster, Dr B.R. Ambedkar Konaseema District:</p> <p>Shortfalls raised by SIDBI to be submitted by SPV</p>	
9.9	<p>Fire Accident in Gold Cluster, Vijayawada:</p> <p>A team consisting of CDO, GM DIC, NTR District and Member from the SPV visited the CFC on 26.06.2023. The team prepared a joint verification report and submitted to the SLSC for recommendation to CLUSTER DIVISION.</p> <p><i>The Joint Verification Report to be SENT to Cluster Division by MSME-DFO, Visakhapatnam for information.</i></p>	The case is pending with court. SPV has to give the latest status.
9.10	Review on ID Projects	
9.10.1	Review of status of completed ID Projects – Pending for Closure and Final Settlement	
	<ol style="list-style-type: none"> 1. New Industrial Estate at Kopparchy, YSR Kadapa District. 2. New Industrial Estate at Gandrajupalli, Chittoor District. 3. Up-gradation of Industrial Park at Singarayakonda, Prakasam, District. 4. Development of Industrial Park at Peddapuram, East Godavari, District. 5. Up-gradation of Existing Autonagar at Vedayapalem, SPSR Nellore District. 	The Projects are completed and UCs are to be submitted to O/o DC MSME
9.10.2	Review of status of ongoing ID Projects	
	<ol style="list-style-type: none"> 1. Up-gradation of Industrial Park (Jewellery Park) at Machilipatnam, Krishna District. 2. Up-gradation of Growth Centre at Hindupur, Anantapuramu District. 3. Up-gradation of Industrial Estate, Autonagar, Phase-IV, Guntur District. 4. Development of FFC at Atchutapuram in Non-SEZ, Area, Visakhapatnam District. 5. Up-gradation of Industrial Park at Nellimarla, Vizianagaram District. 6. Up-gradation of Industrial Park at IP Tanuku, West Godavari District. 	<p>Reviewed SL. No. 1,2& 3 are completed.</p> <p>SL.No. 4,5& 6 are in process. Civil Works are going on.</p> <p>Chairman instructed to submit the completion certifications where projects are completed and to liaise with O/o of DC, MSME for release of GoI grants.</p>

9.10.3	Request for Extension of Time (EOT) up to 31.03.2025 for consideration and approval of 9th SLSC					
	<ol style="list-style-type: none"> 1. Up-gradation of Industrial Park (Jewellery Park) at Machilipatnam, Krishna District. 2. Up-gradation of Growth Centre at Hindupur, Anantapuramu District. 3. Up-gradation of Industrial Estate, Autonagar, Phase-IV, Guntur District. 					Recommended for EoT upto 31.03.2025. Detailed justification for every project to be communicated to O/o DC, MSME.
9.10.4	Review of status of Newly Approved 15 ID Projects					
	Sl. No.	Name of the IP / FFC and Location	Project Cost in Rs. Lakhs	GoI Grant in Rs. Lakhs	GoAP/ APIIC Share in Rs. Lakhs	Reviewed. Chairman instructed to pursue the projects on fast track.
1	Setting up of New Industrial Estate at Thatiguntapall, Annamayya District.	1592.53	1050	542.53		
2	Setting up of New Industrial Estate at Gopavaram, YSR Kadapa District.	1525.49	1050	475.49		
3	Setting up of New Industrial Estate at Guttapadu, Kurnool District.	2140	1050	1090		
4	Setting up of New Industrial Estate at Jagadurthy, Nandyal District.	1045.99	732.19	313.8		
5	Setting up of New Industrial Estate at 5 Venkatapuram, Chittoor District.	1430	1001	429		

6	Setting up of New Industrial Estate at Chandaluru, Prakasam District.	1076.41	753.49	322.92	
7	Setting up of New Industrial Estate at Narampeta, SPSR Nellore District.	2343	1050	1293	
8	Setting up of New Industrial Estate at Pagali (Block-II), Tirupati District.	1030	721	309	
9	Setting up of New Industrial Estate at Kappalabanda, Sri SatyaSai District.	1171	819.79	351.34	
10	Setting up of New Industrial Estate at Koduru, Anakapalli District.	2686	1050	1636	
11	Setting up of New Industrial Estate at Veerapaneni-gudem (Phase-III), Krishna District.	1470	1029	441	
12	Setting up of New Industrial Estate at Kalavacharla, East Godavari District.	2065	1050	1015	
13	Development of Flatted Factory Complex (FFC) at Peddapuram, Kakinada District.	1330	931	399	

	14	Development of Flatted Factory Complex (FFC) at Peddagantyada, Visakhapatnam District.	757	529.9	227.1	
	15	Development of Flatted Factory Complex (FFC) at Pydibhimavaram, Srikakulam District.	1460	1022	438	
9.10.5 ID Proposals pending for Approval at O/o DC-MSME, New Delhi						
						On receipt of Minutes of Meeting of 4 th NPAC, the proposals to be initiated accordingly.
	S. No	Name of the IP / FFC and Location	Project Cost	GOI Grant (Rs. In lakhs)	GOAP/ APIIC Share (Rs. In lakhs)	
	1	Development of Flatted Factory Complex (FFC) at IP Srikalahasthi, Tirupati District.	1272	890.4	381.6	
	2	Development of Flatted Factory Complex (FFC) at IP Gajulamandya mt, Tirupati District.	1399	979.3	419.7	
	3	Development of Flatted Factory Complex (FFC) at IP Brahamanapalli, Kurnool District.	1295.92	907.14	388.78	

	4	Development of Flatted Factory Complex (FFC) at IP Palamaneru, Chittoor District.	1527	1050	477	
	5	Development of New Industrial Park at Brahamanapalli Ph-II, Kurnool District.	852	596.4	255.6	
	6	Up-gradation of Autonagar at Throvagunt, Ongole, Prakasam District.	1095	600	495	
	7	Up-gradation of existing Autonagar at Gajuwaka, Visakhapatnam District.	1087	600	487	
9.11	New ID Proposals for 9th SLSC Consideration and Approval					
	S. No	Name of the IP / FFC and Location	Project Cost in Rs. Lakhs	GoI Grant in Rs. Lakhs	GoAP/ APIIC Share in Rs. Lakhs	Recommended for NPAC Approval.
	1	Setting up of Auto Nagar at Piler, Annamayya District.	1746.00	1050.00	696.00	
	2	Up-gradation of Auto Nagar at Guntur, Guntur District.	1029.62	600.00	429.62	

	<table border="1"> <tr> <td data-bbox="337 376 409 546">3</td> <td data-bbox="409 376 628 546">Setting up of FFC at IP Chittoor, Chittoor District.</td> <td data-bbox="628 376 743 546">1530.00</td> <td data-bbox="743 376 857 546">1050.00</td> <td data-bbox="857 376 1000 546">480.00</td> </tr> <tr> <td data-bbox="337 546 409 712">4</td> <td data-bbox="409 546 628 712">Setting up of IP Pagali (Block-I), Tirupati District</td> <td data-bbox="628 546 743 712">1242.00</td> <td data-bbox="743 546 857 712">869.40</td> <td data-bbox="857 546 1000 712">372.60</td> </tr> </table>	3	Setting up of FFC at IP Chittoor, Chittoor District.	1530.00	1050.00	480.00	4	Setting up of IP Pagali (Block-I), Tirupati District	1242.00	869.40	372.60																					
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<p>9.12</p>	<p>Status New ID Proposals Identified / under DPR Preparation</p>																															
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9.13	Any other points with the permission of the chair	Nil
9.14	Vote of Thanks by Shri D.V.S. R. Murthy, CDO & AD, MSME – DFO, Visakhapatnam.	The meeting concluded with vote of Thanks by Shri DVSR Murthy, AD & CDO, MSME-DFO, Visakhapatnam.

N. YUVARAJ
SECRETARY TO GOVERNMENT & CIP

The Chairman directed the committee to forward to GOI, the challenges faced in the implementation of MSE-CDP-CFC scheme and proposed resolutions thereon.

Challenges in the implementation of the Micro & Small Enterprises Cluster Development (MSE-CDP) Scheme of M/o MSME, GoI and the proposed solutions:

Issues	Proposed Solution
<p>1. Land should be in the name of the SPV by the time of application under the scheme (clause-7C)</p>	<p>As the approval process of the proposals of the SPV under the scheme is normally taking time (about 12-18 months since the time of formation of SPV), lease agreement / buying the lands by the SPV, pending approval of the GoI, will become additional burden on the SPV.</p> <p>Private land owners and non-members of the SPV are not willing to enter a lease agreement for 25 years as required under clause 9(h) of new MSE-CDP guidelines, before sanctioning of the project by the Government of India.</p> <p>Hence, it is suggested that the scheme approval may be in two phases</p> <p>a. <u>In-Principle approval</u>: The lands can be identified and the SPV can give undertaking that they will make the lands available in within 3 months of approval and if not, the approval will expire.</p> <p>b. <u>Final Approval</u>: After the lands are registered in the name of the SPV and other formalities are completed, the final approval can be given</p> <p>This mechanism is followed in GoI's other Departments' interventions for the MSMEs (example, Cluster Programme of Department of Pharmaceuticals, GoI).</p> <p>Approval of the sanctioned CFCs for allotment of lands by Government Departments or Industrial Development Corporations will be easy in this case.</p>

<p>2. Lands of the SPV member cannot be considered {clause 9 (i) - "in any case, lease shall not be allowed for any property owned by members or their family members"}</p>	<p>Allowing the leasing of the lands of any SPV members for the project purpose, will increase the implementation pace of the schemes.</p> <p>A check mechanism that the member of the SPV has to transfer the lands by a registered-deed in the name of the SPV, which cannot be reverted till the end of the project period or 25 years time, may be placed.</p> <p>This will ensure to shoulder more responsibility on members and also attracts bank finance easily which will facilitate faster growth of sanctioned CFCs subsequently.</p>
<p>3. Appraisal by commercial banks not upto the quality as expected by SIDBI and on the other hand, the appraisal of the proposals by SIDBI is taking too long time.</p> <p>4. SIDBI faces manpower issues and delays in DPR review</p> <p>5. Field inspections by SIDBI are time-consuming</p>	<p>Despite the instructions in this regard, the project proposals (DPRs) prepared by the commercial banks are not considered as properly-done by the SIDBI while appraising the proposals.</p> <p>Following are suggested</p> <ul style="list-style-type: none">a. The SIDBI may train the commercial banks for proper preparation of the DPRsb. SIDBI can increase the manpower of SIDBI for appraising the proposals from the State of Andhra Pradesh.c. Follow proper time-line for field inspections by SIDBI to avoid unnecessary delay.
<p>6. Joint inspection by MSME-DFO officials mandatory for each GoI grant release, causing delays (Clauses 17 (vii) and 17(viii))</p>	<p>There is a substantial delay between each release from the GOI, due to unnecessary inspections for each GoI Release; GoI Grant is utilized fully for the purchase of the Plant and Machinery only.</p> <p>P&M are tendered by the State Implementing Agency and hence, the payment for P&M may be given @90% in first instalment (directly to be paid to the vendor by the SPV) and 10% after the commissioning of the P&M.</p>

	<p>The inspection can be done after commissioning or during the course of installation.</p> <p>This will expedite the grounding of the scheme, as all machineries will be delivered early for installation.</p> <p>Further, this will reduce the timeline, instead of releasing in multiple instalments.</p>
7. Inability for the SPV to float tenders in the e-Tendering Platforms	e-Tendering Platforms may be enabled to allow the SPVs created under the MSE-CDP programme for CFC sub-component, to float the tenders.

N. YUVARAJ
SECRETARY TO GOVERNMENT & CIP