

DELHI FINANCIAL CORPORATION
NEW DELHI

PROJECT DIVISION

Dated 23.07.2021

No. DFC/PBD/2021-22/

2173

26

OFFICE ORDER

Simplification of Sanction and Disbursement Procedure in respect of built-up shops/offices under general category allotted/e-auctioned by Delhi Agricultural Marketing Board on Asset Based Financing

The Board of Directors in its meeting held on 12/07/2021 has approved the Scheme for financing of fruit and vegetable shops at Ghazipur allotted by Delhi Agricultural Marketing Board (DAMB) along with delegation of powers. The detailed scheme is enclosed as per Annexure I.

Nav A 23.7
(Dr. Naveen Aggarwal, IAS)
Executive Director, DFC

Copy to :

1. All DGM/AGM/Managers
2. PS to ED for information
3. PPS to CMD for information
4. DGM (EDP)- with a request to upload the scheme on the website of the Corporation and other concerned website with a remarks/note "NEW"
5. AGM (GAD)-with a request to prepare approx. five banners briefing the scheme and may be placed in Ghazipur Mandi.
6. DM (L) – for doing legal documentation.
7. Office Order Register
8. Notice Board

urgent action
for.

Sly
26/7/21

Mpr (IT)

DM (IT)

Rank
26.7.21

Scheme for Financing of Fruit and Vegetable Shops allotted by Delhi
Agricultural Marketing Board (DAMB).

1. **Objective:** - To assist the micro entrepreneurs who are engaged selling of agricultural products like Vegetables and Fruits and shops allotted by Delhi Agricultural Marketing Board, New Delhi.
2. **Eligibility:** - All the allottee/successful bidders, who have been allotted shops by Delhi Agricultural Marketing Board, New Delhi.
3. **Security:** - The loan will be secured by registered mortgage or we may also give option for creating equitable mortgage of shops along with all the existing as well as future fixed assets of the unit/borrower viz.
 - (i) The shop allotted by the DAMB.
 - (ii) The Corporation will also have a first charge on stores both existing and to be acquired in future as well as receivable claims, goodwill, contracts, engagements, uncalled capital securities, investments, rights and assets belonging to the borrower.
 - (iii) However, the borrower will be free to raise working capital funds from the Banks or other financial institutions against raw material, stock in trade, finished and unfinished products, spares, stocks and receivable claims, bills sent to collection and book debts provided however that for the raising of such funds against any other tangible assets, moveable or immovable. A previous consent in writing of Corporation shall be obtained by you.
4. **Amount of Loan:** - 66.6%% towards the cost of Shop (Reserved Price) subject to DER 2:1 of reserve price or allotment rate (if applicable).
5. **Rate of Interest:** - The interest rate shall be 12% p.a. An additional interest @ 2% p.a. will be charged in case of default on the defaulted amount and for the period of default. The entire outstanding loan dues shall be termed as defaulted amount in case of entire loan dues have been recalled by the corporation on account of any breach of the terms as mentioned in the TPA/Mortgage Deed or loan agreement to be executed by borrower before release of loan. The corporation may also revise the penalty clause in case of default in payments and/interest dues.

6. **Period of Repayment:** - The amount of loan shall be repaid up to 16 years (maximum period) including a moratorium period of 6 months (if demanded) for principal amount only.
7. **Processing Fee (Non Refundable):** - 0.50% of the loan amount upfront plus admissible Taxes if applicable. The borrower will have to bear expenses on account of valuation of property and professional fee on account of search title in Sub-Registrar's office and in ROC office (Company case), if any.
8. **Validity of sanction of loan:** - The loan sanctioned under the scheme will remain valid for six months from the date of sanction.
9. **Prepayment charges:** - A pre payment charges of 1.75% will be charged on the outstanding amount of loan at the time of pre payment.
10. **Appraisal of the Case:** - The borrower will submit loan application on the prescribed format to the Corporation along with the DD/Cheque/NEFT on account of processing fee as detailed above. The Corporation will evaluate the loan application and conduct of the account of the borrower as per the scheme approved by the Board of the Corporation. The division will satisfy the KYC Norms along with CIBIL report be obtained before placing the case before the Sanctioning Authority.

11. **Delegation of Power:-**

Sanction of Loan	Manager (PBD)
Finalization of legal documentation	Manager (L) / DM (L)
Disbursement of Loan	Manager (PBD)

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