

Modalities for Implementation of

Component 10: Support for Value Addition

Sub component 10.1: Support to R&G units

Objective: To enhance quality of coffee product and achieve value addition through introduction of improved technologies in roasting, grinding and packaging which will result in boosting domestic coffee consumption and entrepreneurship in the coffee sector especially in the Non Traditional areas.

10.1.1 Eligibility

Individual units, Partnership firms, Self-Help-Groups (SHG)/ Growers' collectives/ co-operatives and Corporates who are interested to establish coffee roasting units and also those proposing to modernize the existing units with new automated / energy savings / eco-friendly machinery.

10.1.2 Conditions

- i) The subsidy under the scheme is not available in conjunction with any other scheme of the Coffee Board.
- ii) The applicant's Unit should hold a valid license for the business from the respective statutory authorities.
- iii) Units which have availed full subsidy incentive of Rs 25 lakhs in the XI plan are not eligible under the XII Plan unless they set up the new R & G unit in non-traditional coffee consuming states (other than Karnataka, Kerala, Tamil Nadu and Andhra Pradesh).
- iv) Units which have availed subsidy for machinery for particular unit in the XI plan are not eligible for the same machinery for the same unit in the XII plan. However they can avail subsidy for different machinery for the same unit. If a new unit is being set up then they are eligible for full subsidy in the XII plan.

10.1.3 Scale of subsidy

- i) Large roasting units with a capacity of above 25kg / batch are eligible for subsidy support of 25% of the machinery cost with a ceiling of Rs.50 lakhs.


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- ii) The small roasting units with a capacity of less than 25 kg capacity are eligible for subsidy support of 35% of the machinery cost with a ceiling of Rs.50 lakhs.
- iii) For the SHG's, women entrepreneurs and SC/ ST beneficiaries, subsidy support is @ 40 % of the machinery cost with a ceiling of Rs.50 lakhs.
- iv) Small commercial gourmet roasting units with less than 10 kg capacity are eligible for subsidy support of 35% of the cost of the machinery with a maximum ceiling of Rs.10 lakhs per unit.

Support to gourmet roaster units would enable roasting of specialised blends in smaller quantities. This may also help to encourage large number of small players/ new entrepreneurs to take up this venture in non-traditional coffee drinking areas.

10.1.4 Components eligible for subsidy

i) For new Units

The roasting, grinding and packaging machinery in any of the following combinations are eligible for subsidy

- a) Roasting machine, grinding machine and packaging machine.
- b) Roasting machine and packaging machine.
- c) Grinding machine and Packaging machine

ii) For existing Units

Replacement or upgrading of any one or all the machineries in the above combination for technology up gradation to improve quality (subject to fulfillment of condition at sl no iv under para 10.1.2 above). Packaging machine would be considered only when the roasting and grinding machine is already in existence.

10.1.5 Priority

Applications shall be considered on first come first serve basis provided the applications are complete in all respects.

10.1.6 Procedure of application

The application for subsidy should be submitted in the prescribed format after installation/commissioning of coffee machinery to the Divisional Head (Coffee Quality), Coffee Board, Dr. Ambedkar Veedhi, Bangalore-560001. The applications will be processed after the inspection by the Officers of the Coffee Quality Division, Bangalore on seniority basis. If the application is found liable for rejection, same will be communicated to the applicant.

10.1.7 Documents to be submitted

- i) Application in the prescribed format (in Duplicate)
- ii) Copy of the Photo identity like Adhaar or Ration card or PAN card or Passport or Driving License or Election Photo Identity Card etc..
- iii) Original copy of Tax Invoice / Cash Bill issued by the supplier.
- iv) Attested copies of Bills in support of freight/installation/commissioning charges and insurance (if included in the total cost).

- v) Copy of warranty certificate
- vi) Notarized Copy of the lease agreement / rent agreement (Minimum for a period of three years) / ownership document in respect of the shop / building premises

- vii) Copy of license from municipal authorities.
- viii) Copy of the Bank pass book of the applicant containing the information such as
 - a) Name of the Bank and Branch address
 - b) Account Holder Name
 - c) Account No.
 - d) IFSC code

- ix) Photographs of the new machinery installed for which subsidy is claimed
- x) List and photographs of already existing machinery.

10.1.8 Disbursement of subsidy

The subsidy shall be released to the applicant's bank account through EFT in cases where the application is complete in all respects and only after approval of post installation inspection report submitted by the Coffee Quality Division, Coffee Board, Bangalore.

10.1.9 Warning

Applications of persons who resort to making offers, rewards, gifts or any material benefit, or any coercion either directly or indirectly, to influence the sanction process shall summarily be rejected. Similarly, legal action will be initiated for recovery with applicable interest against applicants who obtain the subsidy benefit by wilfully furnishing wrong/incorrect information, misrepresentation and suppression of information.

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10.1.10 Specifications of Coffee Roasting, Grinding and Packaging machinery eligible for subsidy

Sl. No.	Machineries	Minimum Specifications	Details
01	Roasting Unit Gourmet roasting unit 1Kg to <10Kg/batch	Roasting capacity of 10 kg / batch & below and above one kg.	Gourmet roasting / small roasting unit / shop roasting units/ speciality roasting unit / small speciality roasting unit. This may include small drum roasters with LPG, diesel, electrical, air roasters, and small modular roasters of size above one kg / batch.
	Small roasting unit 10Kg to 25Kg/batch	10 kg and less than 25 kg capacity (Technically exact quantity of 25 kg capacity cannot be achieved in drum roasting system, hence ± 2 kg is allowed.	25 kg / batch air roasters includes all convention & convection systems with 25 kg capacity of ± 2 kg or roasting chamber of 25 kg capacity working on electrical / LPG/ Diesel / different fuel systems. They may be simple / digital with control panel provided with any pollution control devices, online control systems
	Large roasting unit	Above 25kg/batch capacity	25 kg / batch air roasters includes all convention & convection systems with 25 kg capacity of ± 2 kg or roasting chamber of 25 kg capacity working on electrical / LPG/ Diesel / different fuel systems. They may be simple / digital with control panel provided with any pollution control devices, online control systems.
02	Grinding Unit	15 Kg capacity per hour (stone mills are not eligible)	<p>a) Minimum 10 kg / hour and above for gourmet roasting units.</p> <p>b) Minimum 15 kg / hour and above for small roasting units (disc mills, roll mills, water cooled, liquid cooled machineries above 25 kg to high end for small and large roasting units)</p>

Sl. No.	Machineries	Minimum Specifications	Details
03	Packaging Unit	For small / large roasting units according to the capacity different packaging machines are eligible	Packaging machineries includes Pedal sealing machine; Continuous sealing machine; Filling and sealing machine; Form fill and sealing machine; Automatic or semi-automatic Nitrogen flushing and sealing machine, vaccumizing and sealing machine or Vaccumising & Nitrogen flushing and sealing machine (automatic or semi-automatic) pod forming, filling and sealing, capsules filling and sealing, liquid coffee filling and pouch forming machines, powder or liquid filling and sealing machines or any other new technologies developed for liquid coffee / powder coffee / coffee beans are eligible for subsidy.

Items listed above would cover all types of machinery and equipment of different makes and specifications available in the market for both indigenous and imported.

10.1.11 Amendment to the Scheme

The Coffee Board reserves the right to amend, amplify or abrogate any of the terms and conditions of the scheme without notice as it may consider necessary for efficient execution of the scheme and fulfillment of its objectives.

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**COFFEE BOARD
BANGALORE**

Application form for seeking financial support for setting / up gradation of Coffee Processing units

1	Name of the applicant			
2	Address of the applicant Phone No. Email Id.			
3	Name of the unit			
4	Nature of the ownership			
5	Address of the Unit			
5	Whether already existing unit?			
	If Yes, furnish the following details :	Roasting Machine	Grinding Machine	Packing Machine
	Model / make			
	Year of purchase			
	Capacity of the machine			
6	Details of the new machinery installed			
	Machinery	Roasting Machine	Grinding Machine	Packing Machine
i)	a) Capacity			
	b) Make			

	c) Sl.No.			
ii)	Invoice No.			
iii)	Invoice date			
iv)	Cost of machine			
v)	Taxes/ Insurances			
vi)	Total cost			
	Subsidy claimed a) 25% for large roasting unit b) 35% for small roasting Unit and gourmet roasting unit c) 40% for SHG, women entrepreneurs and SC / ST's			
7	Bank account details			
i)	Account holder name			
ii)	Account No.			
iii)	Name of the bank & branch			
iv)	Address of the branch			
v)	IFSC code			

DECLARATION

I/We, hereby declare that the information furnished above is true to the best of my /our knowledge and declare that I/We, am/ are liable to refund the amount with interest if, at any stage the information furnished is found to be false.

(Signature and Name)

Place:

Date:

Modalities for Implementation of
Component 10 : Support For Value Addition

Sub component 10.2: Support for Coffee Curing Works

Objective : To enhance the quality of coffee product and achieve value addition and efficiency through introduction of improved technologies in coffee processing at the curing stage and to fill the gap of skill deficit and improve consistency during the operations like color sorting, grading and drying etc.

10.2.1 Eligibility

- i) All existing coffee curing works holding valid coffee curing License issued by Coffee Board of India are eligible for support irrespective of type of ownership.
- ii) The subsidy under the scheme is not available in conjunction with any other scheme of the Coffee Board.

10.2.2 Scale of subsidy

25% of the cost of the machinery purchased and installed subject to a ceiling of Rs.50.00 lakh per Curing Work. The grant of subsidy @ 25% of the machinery cost shall include the basic price, duties, Govt. levies (excluding Value added Tax), packing, transportation, insurance, installation and commissioning charges etc

10.2.3 Components eligible for subsidy

The machinery eligible for subsidy for upgrading the facilities at curing works are as follows:

- 1) Pre-cleaner/ Vibro Cleaner
- 2) De-stoner
- 3) Aspiration system for the De-stoner
- 4) Huller
- 5) Peeler cum polisher
- 6) Cascade aspirator
- 7) Vibro grader
- 8) Gravity Separator
- 9) On-line Silo Graded Coffee Handling System
- 10) Central Aspiration System
- 11) Colour sorting machine with accessories
- 12) Coffee Dryer

- 13) Husk Silo
- 14) Weighing & Bagging System
- 15) Bulking & Container Loading System
- 16) Moisture Meter

Items listed above would cover all types of machinery of different makes and specifications available in the market for both indigenous and imported. Only new units Purchased and installed would be eligible for subsidy.

10.2.4 Priority

Applications shall be considered on seniority basis provided the application is complete in all respects. Date of filing application would determine seniority.

10.2.5 Procedure of application

The application for subsidy should be submitted in the prescribed format after installation/commissioning of coffee machinery to the Divisional Head (Coffee Quality), Coffee Board, Dr. Ambedkar Veedhi, Bangalore-560001. The applications will be processed after the inspection by the Officers of the Coffee Quality Division, Bangalore on seniority basis. If the application is found liable for rejection, same will be communicated to the applicant.

10.2.6. Documents to be submitted:

- i) Application in the prescribed format (in Duplicate)
- ii) Copy of the Photo identity like Adhaar or Ration card or PAN card or Passport or Driving License or Election Photo Identity Card etc..
- iii) Original of Tax Invoice / Cash Bill issued by the supplier.
- iv) Attested copies of Bills in support of freight/installation/commissioning charges and insurance (if included in the total cost).
- v) Copy of warranty certificate
- vi) Notarized copy of the lease agreement / rent agreement (Minimum for a period of three years) / ownership document in respect of the shop building premises
- vii) Copy of license from
 - a) Local / municipal authorities
 - b) Curing license issued from Coffee Board of India
 - c) State Pollution Control Board
 - d) Department of Industries
 - e) Department of Labour

Handwritten signature

- viii) Copy of the Bank pass book of the applicant containing the information such as
- a) Name of the Bank and Branch address
 - b) Account Holder Name
 - c) Account No.
 - d) IFSC code
- ix) Photographs of the new machinery installed and claimed for subsidy
- x) List and photographs of already existing machinery.

10.2.7 Disbursement of subsidy

The subsidy shall be released to the applicant's bank account through EFT in cases where the application is complete in all respects and only after approval of post installation inspection report submitted by the Coffee Quality Division, Coffee Board, Bangalore.

10.2.8 Warning :

Applications of persons who resort to making offers, rewards, gifts or any material benefit, or any coercion either directly or indirectly, to influence the sanction process shall summarily be rejected. Similarly, legal action will be initiated for recovery with applicable interest against applicants who obtain the subsidy benefit by wilfully furnishing wrong/incorrect information, misrepresentation and suppression of information.

10.2.9 Amendment to the Scheme:

The Coffee Board reserves the right to amend, amplify or abrogate any of the terms and conditions of the scheme without notice as it may consider necessary for efficient execution of the scheme and fulfillment of its objectives.





**COFFEE BOARD
BANGALORE**

Application for seeking financial support for upgrading coffee curing works by private coffee curing establishments

01	Name & address of the firm in full (State whether it is a proprietary or Partnership or Limited Company)	
	a) If a proprietary, furnish the proof of ownership	
	b) If a partnership, furnish the copy of partnership deed	
	c) If a Limited Company, furnish the copy of the registration	
02	Whether there is a deed of partnership & if so, shares held by each partner.	
03	Whether the firm is registered under Indian Companies Act.	
04	a) What is the authorized subscribed & paid -up capital of the company?	
	b) What is the total amount proposed to be invested in the curing establishment?	
05	Date of establishment of the firm	
06	Location of the factory	
07	Please state whether it is a) a new unit been set up or b) modernization/upgradation of existing unit	
08	Whether licensed by Coffee Board, if so, copy of valid curing license may be enclosed	
09	Details of bank account.....	

9. DETAILS OF EXISTING MACHINERIES

Sl. No.	Items of Machinery	Machinery Items and Capacity				
		Imported / indigenous make	Make & model	Capacity / hour (in tons)	Date & year of installation	Condition of machinery
01	Stone / stick / dust eliminators					
02	Huller					
03	Peeler-cum-polisher					
04	Winnower					
05	Oscillator					
06	Graders					
07	Catadors / pneumatic separators					
08	PB band separators					
09	Gravity separators					
10	Electronic colour sorter					
11	Bulking machine					
12	Mechanical drier					
13	Generator					
14	Weigh bridge					
15	Moisture Meter					

10. DETAILS OF NEWLY INSTALLED MACHINERIES

Sl. No.	Items of Machinery	Machinery Items and Capacity				
		Imported / indigenous make	Make & model	Capacity / hour (in tons)	Date & year of installation	Cost of the machinery
01	Stone / stick / dust eliminators					
02	Huller					
03	Peeler-cum-polisher					
04	Winnower					
05	Oscillator					
06	Graders					
07	Catadors / pneumatic separators					
08	PB band separators					
09	Gravity separators					
10	Electronic colour sorter					
11	Bulking machine					
12	Mechanical drier					
13	Generator					
14	Weigh bridge					
15	Moisture Meter					
16	Any other relevant machinery. Please specify					

11.	Have you obtained the licenses from the Departments like	
a)	State Pollution Control Board. (Please enclose the copy)	
b)	Department of Industries (Please enclose the copy)	
c)	Inspector of Factories & Boilers (Please enclose the copy)	
d)	Department of Labour (Please enclose the copy)	
e)	Local authorities like Municipal Authorities etc., (Please enclose the copy)	

DECLARATION

I/We, hereby declare that the information furnished above is true to the best of my /our knowledge and declare that I/We am/ are liable to refund the amount if at any stage the information furnished is found to be false.

(Signature and Name)

Place:

Date:

Enclosures: as above