

- iv) Infrastructure like processing facilities(in terms of value addition) existing available capacity and present level of utilization of the State, both in Public Cooperative and Private Sector.
- v) Possibility for future expansion in terms of new uses and value added items; and
- vi) Cost analysis in terms of different components like prices to tribals, overheads, royalty etc.

It has been experienced that the State Govts. have been sending their proposals to the Ministry under this Scheme at a very late stage during the financial year making it quite difficult to examine the proposals in the right perspective as well as releasing the money in time. Hence, you are requested to send the proposal alongwith your recommendations at the earliest so that the funds under the Scheme can be released to State Govts. in time.

While recommending the proposals the following points are required to be categorically mentioned in the proposal :

- i) Authorized Share Capital of the Corporation (as on date).
- ii) The paid up share capital of the corporation (as on date)
- iii) The Central Govt. share (as on date)
- iv) The State Govt. share (as on date)
- v) Utilisation Certificate for the grants already released alongwith beneficiaries covered/and details of tangible benefits (for on going proposals).
- vi) In case the grant was released for construction of godowns/warehousing facilities/establishing processing industries for value addition etc. the place where these facilities has been constructed may be given. Whether the construction of godowns etc. has been completed or at what stage of construction. If completed, whether the facilities are functional or not.
- vii) Items alongwith quantity stored in newly constructed godowns/warehouses may also be specified.
- viii) Annual turnover of the Corporation.

Perspective Planning alongwith beneficiaries to be covered, areas to be covered, details of projects may also please be intimated for the current financial year 2004-05.(Preforma I enclosed).

Funds released under the scheme are basically meant for procurement for MFPs by the STDCCs. Even the funds released for strengthening of share capital of the Corporations are to be utilized for procurement operations. Hence, the contribution made by the Central Government is not equity participation. Funds thus released under the STDCCs scheme to the States are to be used as a revolving fund as accumulated by the States on year to year basis. Procurements made are to be sold off and thus the funds recouped are to be added to the revolving fund (used like a corpus). Hence, any proposal from the STDCCs for release of funds should increase procurement over and above the cumulative corpus fund available with the STDCCs. The turnover of the Corporation will