

F.No.15 (6)/2009-DBA-II/NER  
Government of India  
Ministry of Commerce and Industry  
Department of Industrial Policy and Promotion

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New Delhi, dated the 15<sup>th</sup> September 2009

To,

The Accounts Officer,  
Pay and Accounts Office,  
Department of Industrial Policy and Promotion,  
Udyog Bhavan, New Delhi.

Subject: Payment of Rs.126.00 crore to North Eastern Development Finance Corporation Ltd. (NEDFi) as IInd Instalment of subsidy under the Transport Subsidy Scheme for disbursement to eligible units during 2009-10.

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Sir,

I am directed to convey the sanction of the President to the release of Rs.126,00,00,000/- (Rupees One hundred and Twenty Six Crore only) to the Managing Director, North Eastern Development Finance Corporation Ltd. (NEDFi), Basundhara Enclave, B.K. Kakati Road, Ulubari, Guwahati - 781 007 (Assam) for disbursement of admissible transport subsidy to eligible industrial units in the North Eastern Region, under the Transport Subsidy Scheme, 1971, on the basis of recommendations of the State Level Committee concerned who had scrutinized and settled all the claims of transport subsidy scheme as per existing terms and conditions of the Scheme, as amended from time to time. NEDFi will furnish the requisite utilization certificate in Form 19-A of GFR 2005 to this Department at the earliest within the prescribed time schedule as per GFR 212 (i).

2. NEDFi will release the subsidy to the eligible units in accordance with the provisions of the Transport Subsidy Scheme notified by this Department's (previously Ministry of Industrial Development) Notification No. F 6(26)/71-IC, dated the 23<sup>rd</sup> July, 1971, as amended from time to time. Before releasing subsidy, NEDFi will mandatorily undertake scrutiny of the documents provided in the revised check-list forwarded to all the States/Nodal agencies vide letter No.10(2)/2006-DBA-II/NER dated 10<sup>th</sup> September, 2009.

3. NEDFi shall, after careful scrutiny of ALL the transport subsidy claims in accordance with the provisions of the Scheme and the guidelines issued to them separately, disburse the transport subsidy to the eligible units out of the present instalment of Rs.126 crore released under the Scheme. It may also be ensured that the payment to the beneficiary unit is made through ECS or Cheque bearing the account number of the claimant.

4. A copy of the Utilisation Certificate dated 15<sup>th</sup> August, 2009 furnished by NEDFi in respect of Rs.133,00,00,000/- sanctioned vide DIPP's sanction order dated 24.04.2009 as 1st instalment of Transport Subsidy is enclosed herewith.

5. The sanctioned amount may be released in favour of North Eastern Development Finance Corporation Ltd. (NEDFi) payable at New Delhi (A/c No.3420 5000 770 M/s Standard Chartered Bank

6. Utilization of the above-mentioned amount by NEDFi will be subject to the following terms and conditions: -

- (i) NEDFi will maintain a separate account of the fund released by this Department towards release of subsidy to eligible units recommended by the State Level Committee under the Transport Subsidy Scheme.
- (ii) The expenditure incurred shall be open to inspection by the sanctioning authority/CAG/Internal Audit Party of the Chief Controller of Accounts, Ministry of Commerce and Industry, Department of Industrial Policy and Promotion, New Delhi.
- (iii) The fund released by this Department shall be utilized by 31.12.2009 for the purposes for which it has been sanctioned.
- (iv) NEDFi shall not park the funds with them and shall release the due amount without delay after completing all necessary formalities as per the Scheme guidelines and relevant GFR norms.
- (v) NEDFi will furnish the Utilization Certificate for the funds being released in GFR 19A Format within the prescribed time schedule before seeking release of next installment of transport subsidy.
- (vi) NEDFi will give an undertaking that they have been following the provisions of Rule 4 (1) (a) & (b) of RTI Act, 2005.
- (vii) NEDFi will ensure that the assisted unit has not availed subsidy for the same purpose or activities from any other Ministry/Department of the Government of India or any State Government.
- (viii) The State Governments of NER/NEDFi shall furnish a Performance-cum-achievement report latest by 31.3.2010 including their general remarks on the functioning of the Transport Subsidy Scheme.

7. The undersigned will act as the Drawing and Disbursing Officer for the purpose of this sanction.

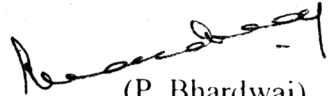
8. The expenditure is debitable to the following Head of Accounts: -

Major Head	"2885"	-	Other Outlays on Industries and Minerals (Major Head)
	02	-	Development of Backward Areas (Sub Major Head)
	02.101	-	Subsidies (Minor Head)
	09	-	Transport Subsidy
	09.00.33	-	Subsidies - Under Demand No.12 -Department of Industrial Policy and Promotion during the year 2009-10.

9. The expenditure will be incurred by providing the funds by way of re-appropriation from the Major Head-2552, Minor Head.00.238.07 – NEIP Package (formerly Package for North East States), 0700.33- Subsidies to MH-2885.02.101.09 Transport Subsidy, 09.00.33- Subsidies, with the approval of the competent authority.

10. This issues with the approval of the Integrated Finance Wing, Department of Industrial Policy and Promotion vide their Diary No.1741/AS&FA, dated 10.09.2009

Yours faithfully,



(P. Bhardwaj)

Under Secretary to the Government of India