



தமிழ்நாடு நிர்வாகத் துறை TAMILNADU



2259  
24-3-17.

BR 072449  
RA Demgaderi

RA. ராஜகமலேஷ்  
முத்திரைத்தாள் விநியோகியாளர்  
உரிமம் எண்: 10/ SLM(E) /2016  
சுத்தூர்(Po),சேலம்(Dt),தமிழ்நாடு.

### Agreement to be executed by Lending Institution/s with SFAC

This Agreement is executed on this 04 th April of 2017 Between Pallavan Grama Bank, (hereinafter called Bank), having it's registered office at No.6 Yearcaud Road, Hasthampatti, Salem 636 007 (which includes its assignees) as first party,

and

Small Farmers' Agribusiness Consortium(SFAC), a society registered under Societies Registration Act 1860, having its registered office at NCUI Auditorium Building, 5th Floor, 3, Siri Institutional Area, August Kranti Marg, hauz Khas, New Delhi 110016 ), hereinafter called "SFAC" as second party.



*[Handwritten signature]*

*[Handwritten signature]*

Whereas SFAC is a Developmental Institution with its core aims and objectives focused on supporting small & marginal farmers' organizations; SFAC deals with agriculture in its wider connotation, including agri-allied activities;

And Whereas **Bank in** furtherance of its desire to play an active role in promoting quality investments in the agri business sector is agreeable to provide/has provided collateral free lending to Farmer Producer Company (FPC) and is desirous of seeking Guarantee Cover from SFAC under ECGGS.

In consideration of the Credit Guarantee Fund of Small Farmers Agri Business Consortium (hereinafter referred to as "SFAC" which expression shall, unless repugnant to the context, also include its successors and assigns), agreeing to guarantee under the Equity (a copy whereof is hereto annexed and which is hereinafter referred to as "the Scheme"), certain credit facilities granted by **Bank** to FPCs, which is an eligible borrower as per the Scheme.

**Bank viz Pallavan Grama Bank**, does hereby enter into Agreement with SFAC as follows:

1. That the provisions of this Undertaking shall be in addition to, and not in derogation of, the provisions of the Scheme and the guidelines and instructions issued by SFAC from time to time.
2. That the provisions of the Scheme and such modifications as may be made thereto from time to time shall be deemed to be incorporated in this Undertaking and shall be binding on **Bank**, in so far they relate to the credit facilities granted by **Bank** to FPCs.
3. That the provisions of the Scheme and this Agreement shall be applicable to the Credit Facility/ies for which Guarantee Cover has been sanctioned by SFAC to **Bank** under the Scheme.
4. That **Bank** shall claim the benefit of the Guarantee under the Scheme only in respect of the Credit Facility/ies specified herein, and to the extent provided, and that **Bank** shall for this purpose obtain and preserve affidavits or other documents from the FPCs or otherwise satisfy itself by reference to the Borrowers' books of account or other records that the Borrower in respect of whom the benefit of the Guarantee has been or is to be provided by SFAC is eligible for the Guarantee under the Scheme.
5. That **Bank** agrees that if the Borrower ceases to be so eligible, it shall, in accordance with and subject to the provisions of the Scheme, be excluded from the benefit of any guarantee and that for this purpose, **Bank** shall obtain from the Borrower at such intervals as may be required by SFAC, such



Ms. A. SAPNA KIGARI  
Regional Director (VCA)  
Small Farmers Agri Business Consortium  
197B, 4th Cross, 4th Floor,  
West of India, Ministry of Agriculture