



For INDUSIND BANK LTD.


Authorized Signatory

MEMORANDUM OF UNDERSTANDING

This Memorandum of Understanding (MoU) made at New Delhi on this 22nd day of December 2014 between State "Bank" of India (SBI), incorporated under the State Bank of India Act 1955, having its Central Office at Madame Cama Road, Nariman Point, Mumbai - 400021 (hereinafter referred to as "the "Bank" which expression shall unless repugnant to the context or meaning thereof shall include its successors and permitted assigns) as first party.

AND

SmallFarmers' 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.

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 Companies (FPCs) and is desirous of seeking Guarantee Cover from SFAC under ECGFS.

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 Grant & Credit Guarantee Fund Scheme (a copy whereof is hereto annexed and which is hereinafter referred to as "the Scheme"), certain credit facilities granted by "Bank" to FPC, which is an eligible borrower as per the Scheme.

State Bank of India, 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 with 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 MoU 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.


निदेशिका निगम / SAPNA NIGAM
निदेशक (वी.सी.ए.) / Director (VCA)
लघु कृषक वित्त-व्यापार संघ
Small Farmers' Agri-Business Consortium
भारत सरकार, कृषि मंत्रालय
Govt. of India, Ministry of Agriculture

