

**No. FM-11/75/2020-AS**  
**Government of India**  
**Ministry of Food Processing Industries**  
**Panchsheel Bhawan**  
**August Kranti Marg, New Delhi- 110049**

Dated 19<sup>th</sup> August 2021

**OFFICE MEMORENDUM**

The undersigned is directed to refer to Cost norms for setting up Incubation Center and Special grant-in-aid support to Host Institutes for civil works mentioned in Para no. 4.3 & 4.4 of the Revised Guidelines for establishment of Incubation Centre under PMFME scheme dated 05.03.2021 and to inform that consequent upon discussions with the stakeholders, the Competent Authority has agreed to the following modifications in the Para no. 4.3 and 4.4. of the said Guidelines dated 05.03.2021 (copy attached):

**a. Modification in Para no. 4.3:**

Each selected Host Institute will be funded for the following to establish the Incubation Center

S. No.	Existing Provision		Modification	
	Particulars	Max. Eligible Cost (Rs. in Lakh)	Particulars	Max. Eligible Cost (Rs. in Lakh)
i.	3-5 processing lines (capacity: 1-2 MT /day) for ODOP and allied produce –should include primary, secondary and tertiary processing, raw material/finished product storage, packaging.	200.00	3-5 processing lines (capacity: 1-2 MT /day) for ODOP and allied produce –should include primary, secondary and tertiary processing, raw material/finished product storage, packaging.	200.00 No Change
ii.	Food Testing Laboratory	25.00	Food Testing Laboratory	25.00 No Change
iii.	Flooring, minor renovation of existing building, electrical connections	50.00	Flooring, minor renovation of existing building, electrical connections	25.00
iv.	Auxiliary units like boilers, RO plant, ETP etc.		Auxiliary units like boilers, RO plant, ETP etc.	20.00

*Lalit Kumar*

v.	Mentoring charges / Consultancy	-	Mentoring charges / Consultancy , max. up to 2% of approved cost for component i, ii and iv above) and any other pre-operative / administrative expenses	5.00 New Component
	<b>Total</b>	<b>275.00</b>	<b>Total</b>	<b>275.00</b>

**b. Modification in Para no. 4.4:**

**Special grant-in-aid support to Host Institutes for civil works**

As a special case, if the Host Institute does not have building infrastructure for Incubation Center shall be supported by PMFME scheme with grant of Rs. 1.0 crore (Rupees One crore only) for construction of buildings. **However, provision of Rs. 25 lakh for renovation & upgradation will not be applicable i.e. grant-in-aid to a Host Institute for establishment of Incubation Center with construction of new building of 7000 sqft will be Rs. 350 lakh.**

2. The above amended provisions will be applicable with immediate effect.
3. This has the approval of Competent Authority.

**Yours faithfully,**

*Rakesh Sharma*  
(Rakesh Sharma)  
19/6/21

**Deputy Secretary to the Government of India**

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