


III.2.Support to RPS Companies

III.2.1.Scheme rule for granting financial assistance for Establishment of grading facility for Companies promoted by Rubber Board

- I. Title: These rules shall be called the Rubber Board scheme rules for granting financial assistance for establishment of grading facility for Companies promoted by Rubber Board under the approved scheme under the Medium Term Framework 2017-18 – 2019-20.
- II. Objective: The objective of the scheme is to improve the quality of Ribbed smoke sheets (RSS) marketed by the RPS sector Companies during the Medium Term Framework 2017-18 – 2019-20.
- III. Eligibility: All the registered RPS Companies promoted by Rubber Board engaged in the marketing/processing of rubber in India, for the last five years, are eligible for availing subsidy under the scheme.
- IV. Financial Assistance: Subsidy shall be @ 90% of the actual expenditure for construction/setting up of grading facility including machinery if any to a ceiling limit of Rs 12 lakhs whichever is less assessed and certified by the Engineering Division of the Rubber Board
- V. Terms & Conditions:
 - 1) The scheme will be implemented during the Medium Term Framework 2017-18 – 2019-20
 - 2) The applicant should be registered under the Companies Act, 1956
 - 3) The applicant must have a valid Dealer/Processor License issued by the Board for marketing/Processing of rubber.
 - 4) The applicant must have processed/marketed rubber during the preceding year.
 - 5) Amount of subsidy payable to an applicant during a financial year under this scheme is limited to Rs.12 lakhs for construction of grading facility
 - 6) The RPS sector Company proposing to avail the subsidy under the scheme shall forward the application as per the guidelines given under Clause 6.
 - 7) The RPS sector Company proposing to avail the subsidy under the scheme shall pass a resolution as per the format (Annexure II) in their Director Board meeting for applying to the Rubber Board for

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the financial assistance and authorize the Managing Director of the Company to submit the application for the same.


- 8) The subsidy amount shall be utilized only for activities relating to construction/setting up of grading facility.
- 9) The Company shall keep regular and detailed accounts regarding the utilization of the subsidy amount and shall submit all such reports on an annual basis to the board and such other information as may be required by the Rubber Board from time to time.
- 10) The authorized officers of the Board shall have access to the books of accounts and registers of the Company with regard to receipt, payment, purchase, stock and sale of goods.
- 11) The Company availing the subsidy shall strictly adhere to these rules.
- 12) Notwithstanding with the stipulation, any or all the condition of these rules, the Executive Director, Rubber Board has discretionary powers to grant or refuse the claim or to limit the financial assistance to a particular amount.
- 13) The Executive Director, Rubber Board will have the power to alter/modify any of the provisions of the rules for the smooth operation of the scheme.
- 14) In case of any dispute, the decision of the Executive Director, Rubber Board will be final and binding on the applicant.
- 15) The activity will be subject to the availability of funds earmarked for each year for this purpose under the Medium Term Framework 2017-18 – 2019-20 against the sanctioned budget of the Board for the respective year.

Clause 6.Submission of Application:

1. An application for assistance under the scheme shall be submitted in the format given in Annexure 1
2. The RPS Companies shall also furnish the following documents along with the application.
 - a. Certified copy of Registration Certificate
 - b. Certified copy of valid dealers license/ Processors License issued by the Rubber Board.

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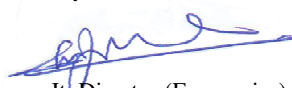
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- c. Duly signed resolution of the board of directors in the format given in Annexure II.
 - d. Annual report for the preceding year.
 - e. Certified copy of the bank pass book indicating the transactions during the period.
 - f. Certified copy of the GST return filed by the company.
 - g. Certified copy of the returns filed with the rubber board regarding the purchase and sale of rubber during the period.
3. The successful Company has to execute an agreement on stamp paper worth Rs.200/- immediately on sanctioning of the financial assistance which will be communicated by the Rubber Board. The format for the agreement is given in annexure III. Since the rules form a part of the agreement, a copy of rules duly signed on all pages by the Company shall be attached with the agreement. Payment of financial assistance will be made only on execution of the said agreement.

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Annexure1

Application for availing financial assistance for Establishment of grading facility for Companies promoted by Rubber Board

1. Name & address of the Company :
2. Registration No. & Date
3. Activities of the Company
4. Purpose for which the grant is applied for
 - a) Purchase of land : Yes/No
 - b) Purchase of building with land : Yes/No
 - c) Construction/extension of building/equipment for grading facility : Yes/No
5. a. Whether bank finance required for the purchase/construction : Yes/No
b. Amount of Bank finance
c. If not source of finance
6. Whether ready to execute a tri-party agreement between financing bank, Rubber Board and the RPS Company (in case bank finance is sought for)
7. Purpose of building :
8. How the building/ facility is helpful in enhancement of quality of RSS:
9. Plinth area of building :
10. Whether the following documents are enclosed.
 - a) Copy of the resolution signed by Board of Directors- Yes/No
 - b) Agreement executed on stamp paper - : Yes/No
 - c) Original Title deed of the land- : Yes/No
(if no specify the reasons)
 - d) Project feasibility report - : Yes/No
 - e) Evidence for the source of finance : Yes/No
 - f) Audited balance sheet for the last five years : Yes/No
11. Whether the company is agreeable to the terms & Conditions of the rules : Yes/No

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12. List of Enclosures:

- 1.
- 2.
- 3.
- 4.
- 5.
- 6.
- 7.
- 8.
- 9.
- 10.

Place:

Date:

Signature

Name:

Designation

(Office seal)

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FORM OF RESOLUTION

True copy of Resolution, for availing financial assistance from the Rubber Board, passed by the Board of Directors of M/s in their meeting held on

Board Resolution No. dt.....

Resolved to apply to the Rubber Board for a financial assistance of Rs.....
(Rs.....) for establishing grading facility.

Also resolved to abide by the terms & conditions specified by the Rubber Board in the rules for granting financial assistance to the RPS, trading companies, as amended from time to time.

Board Resolution No. dt.....

Resolved further to authorize the Managing Director Shri.....of M/s to apply for the financial assistance from the Rubber Board and to execute necessary agreements on behalf of the Company as prescribed by the Rubber Board.

Signature :

Name & designation :


Place :

Date :

(Office seal)

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Annexure III

(On stamp paper worth Rs. 200/-)

THIS AGREEMENT made on the day of 201..... and executed between M/s, a Trading Company jointly promoted by the Rubber Board and Rubber Producers Societies (RPSs), registered under the Companies Act 1956 and having its registered office situated at, PO, in the State of Kerala, (hereinafter referred to as the "Company" which expression where the context admits shall also mean and include its successors and assigns) represented by its Managing Director Shri, aged..... son of Shri. residing at on the one part and the RUBBER BOARD, a statutory body corporate constituted under the Rubber Act 1947 (Central Act XXIV of 1947) and having its head office at Kottayam in Kottayam District, Kerala State (hereinafter called to as the 'Board' which expression where the context admits shall also mean and include its successors and assigns) represented by on the other part.

WHEREAS the company apply to the Board for a financial assistance of Rs.....(Rs.....only) under the Board's rule for providing financial assistance to Trading Companies promoted by the Board and RPSs for establishment of grading facility (hereinafter referred to as 'Rules')


AND WHEREAS the Board has agreed to sanction a sum of Rs.(Rs.....) only as assistance under the said rules, subject to the terms and conditions herein contained.

NOW THEREFORE it is agreed to between the parties as follows

1. That the company hereby undertakes to abide by the terms and conditions of the rules prescribed by the Board in this regard and to adhere to all instructions issued from time to time by the Board.
2. That the company hereby agrees to submit periodic reports to the Board as prescribed under these rules.
3. If the Company violates any of the terms and conditions herein contained or any provision of the rules or any of the instructions from the Board or in case of any misappropriation of the financial assistance granted by the Board or make any wrong claim, the Board shall have the right to demand and enforce repayment forthwith of the entire amount of loan granted by the Board along with penal interest @ 12% p.a.
4. The Company hereby agrees and covenants with the Board not to create any charge on the land where the office is constructed or acquired.

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5. For matters not specifically provided herein, the company hereby agrees to abide by all the terms and conditions contained in the sub rules as may be amended from time to time as if these rules are set out herein and form part of the agreement.
6. The financial assistance given by the Board to the Company shall be utilized solely for the purpose for which it is sanctioned.
7. The Board or any officer of the Board authorized in this behalf shall have the authority at any time to enter the premises of the company to check and inspect all assets of the company, stock, stores and raw materials and other general assets and related records and the company shall render all the reasonable facility for conducting such check or inspection.
8. The company shall keep regular and detailed accounts regarding the utilization of the amount granted to them.
9. The company hereby assures the Board that the executants hereof have full power and authority to execute this agreement on behalf of the company as per the resolution dt..... of the Board of Directors of the company.

Signed, sealed and delivered for and on behalf of M/s by

(Authorized Signatory)

In presence of witnesses:

1.....

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Accepted, signed and sealed for and on behalf of the Board by the Executive Director in the presence of witness

EXECUTIVE DIRECTOR


In presence of witnesses:

1.....

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