



No. 4219-FS/Sectt./Food/4P -18/2024

Date: 30/10/2024

**ORDER**

**Sub : Bank Guarantee to be submitted by Rice Mills and related matters**

In clause no. 14.2 of the order vide no. 3901-FS/Sectt./Food/4P-18/2024 dated 27<sup>th</sup> September, 2024, it was stated that the Government may consider relaxation on paddy holding limit on the Bank Guarantee (BG) to encourage early participation of Rice Mills in paddy procurement in KMS 2024-25.

Now, in the interest of paddy procurement and in partial modification of the aforesaid order, the Government in F & S Department has decided to provide following provisions and relaxations as detailed below:

- Minimum Bank Guarantee (BG) required for empanelment shall be Rs. 35 lakhs.
- Modified category wise extent of BG is mentioned below.

Category	Details of Categories	BG requirement equivalent to % of cost of paddy at MSP	Relaxation on paddy holding limit, if allowed
A	Rice Mills empanelled in KMS 2023-24 who have delivered all RCMR of KMS 2023-24 by 21.09.2024	35%	Eligible for <b>Special Relaxation</b>
B	Rice Mills empanelled in KMS 2023-24 who have delivered all RCMR of KMS 2023-24 by 30.09.2024 And <b>NEW RICE MILL</b>	40%	Eligible for <b>Relaxation</b>
C	Empanelled Rice Mills, which in KMS 2023-24 had <b>submitted</b> total Bank Guarantee <b>less than 50% of BG</b> submitted in KMS 2022-23, and have also received paddy in KMS 2023-24 less than 50% of the paddy delivered in last KMS 2022-23, Delivered all CMR by 30.09.2024	50%	Eligible for <b>Relaxation</b>
D	<b>Mills of questionable performances in KMS 2023-24 or earlier KMS</b> , delivered complete CMR by 30.09.2024	50% to 100% as decided by DLMC or DDPS	<b>Not eligible for any Relaxation</b>
E	<b>Rice Mills who have not submitted any BG in KMS 2023-24</b>	70%	<b>Not eligible for any Relaxation</b>
F	The Rice Mills empanelled in KMS 2023-24, which have <b>received paddy less than 10%</b> of their annual milling capacity due to their own problems, delivered complete CMR by 30.09.2024	60%	<b>Not eligible for any Relaxation</b>
G	Rice Mills empanelled in KMS 2023-24 who delivered CMR after 30.09.2024.	Minimum 70% or more as fixed by DLMC, DDP&S or Department.	<b>Not eligible for any Relaxation</b>

