

**Food Corporation of India**  
**Head Quarters,16-20,Barakhamba Lane**  
**New Delhi-110001.**

Food Corporation of India is a body corporate established under the Food Corporation Act 1964, to implement the Food policies of the Government of India. FCI is fully owned by GOI having paid up capital of Rs.2523.75 Crore. It has projected procurement of 162 lakh MT of wheat valuing Rs. 20282 crore and 230 lakh MT of rice valuing Rs. 39701 crore in the Rabi and Kharif 2009-10 respectively. The sales target for the financial year 2009-10 has been set at Rs.17163 crore.

To meet out its short term fund requirement for procurement and distribution of food grains, the Corporation is considering raising Short term loans from the **Scheduled Banks only** for 4 months, 7 months and 12 months tenure within the assessed Bank finance. The terms and conditions governing the bids are attached as per Annexure-I. The Banks fulfilling the requisite prescribed criteria are required to submit their bids for the Short Term Loan in the enclosed Performa. The bids should reach in a sealed cover super scribing "**BID FOR SHORT TERM LOAN**" on or before **1 P.M. on 18.03.2010** at following address:

**Deputy General Manager (Funds)**  
**Food Corporation of India**  
**Room No. 514, Khadya Sadan,**  
**16-20, Barakhamba Lane,**  
**New Delhi - 01**  
**Ph. NO. - 011-43527407**

The sealed bids would be opened on the same day at 3 p.m. The authorized representative of the Bank may if so desires be present at the time of opening of the Bids.

All decision in this regard shall be at the discretion of the Corporation and the Corporation may/may not assign any reason for acceptance and rejection of any or all the bids. Bids received after the scheduled time and date, mentioned above, shall not be entertained.

**Deputy General Manager (Funds)**

## **BID FOR SHORT TERM LOAN**

### **BANK DETAILS**

1. Name & Address of the Bank : \_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

2. Name & designation of the authorized officer with phone no. :\_\_

\_\_\_\_\_

\_\_\_\_\_

3. Amount of the following tenure that can be offered to FCI  
(Rs. in Crore) :

<b>Tenure</b>	<b>Amount</b>	<b>PLR (%)</b>	<b>Spread (%)</b>	<b>Effective Rate of Interest p.a. (%)</b>
<b>4 months</b>				
<b>7 months</b>				
<b>12 Months</b>				

4. Total amount offered (Rs. in crore): \_\_\_\_\_

## **Annexure I**

### **Term & Conditions governing Bids for Short Term Loans**

- (i) Only Scheduled Banks are eligible to quote.
- (ii) Minimum quote should be for an amount of Rs. 250 crore.
- (iii) The tranche size has been kept at Rs. 1000 crore. However the Corporation reserves the right to accept any sum exceeding Rs. 1000 crore along the line of green shoe option, at its sole discretion.
- (iv) The Corporation reserves the right of selecting the specific tenure(s).
- (v) Banks bidding for different tenures must clearly indicate the maximum amount that can be lent by them.
- (vi) Bullet payment of the short term loan would be made after end of the tenure.
- (vii) Interest would be paid on monthly basis as per RBI guidelines.
- (viii) Neither the Government of India Guarantee nor any other security is available for this short term loan and this would be an unsecured one.
- (ix) Offer should remain valid for fifteen working days from the date of opening of bids.
- (x) The loan has to be disbursed within seven days from the date of acceptance of the offer by the FCI.
- (xi) The Corporation would provide copy of Board resolution along with the letter of acceptance, of offer/ Sanction.
- (xii) No conditional bid would be accepted.
- (xiii) The Corporation reserves the right to make early payment of the short term loans at its discretion.
- (xiv) Quotes and all other information be provided in Indian Rupee.
- (xv)** Rate of Interest quoted is to be linked with the PLR of the Bank quoting the spread below the PLR to arrive at the effective rate at which the offer for Short Term Loan can be extended to FCI.