Ref No. NB. DoR. GSS/4027/GSS-Gen/2014-15
6 January 2015

Circular No./05/DoR 01/2014-15

The Chairman/Managing Director
All Scheduled Commercial Banks/
All Scheduled (Primary) Urban Coop Banks
All RRBs/ADFCs/SCBs/SCARBs

Dear Sir

Govt Sponsored Schemes routed through NABARD - Complaints received from public - Ensuring end use of subsidy released

We would like to bring to your kind notice that time and again we are receiving various complaints from public and other concerned agencies that subsidy released under various Schemes of Govt of India routed through NABARD are not used by the beneficiaries for the purpose for which it is intended.

1. Since these schemes are credit linked with a provision of back-ended subsidy, we request you to ensure that credit and subsidy are not misutilized by the beneficiaries. We also advise that in the event of such misuse, the financing bank is required to refund the subsidy released in respect of the unit concerned to NABARD immediately.

3. You may please advise your controlling offices/branches to comply with the above instructions.

Yours faithfully

(K. Malligaraaj)
General Manager

Gaon Badhe Toh Desh Badhe

National Bank for Agriculture and Rural Development

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