

MODIFIED FREIGHT REIMBURSEMENT RATE:

5.1 Under the Mill Gate Price Scheme, following assistance shall be provided by the Government of India as per rates mentioned in Paragraph 5.2:

- (i) Freight reimbursement for transportation of yarn.
- (ii) Expenses of operating the yarn depots @ 2.5%, based on actuals.
- (iii) Service Charges to NHDC for its role as nodal agency for the implementation of the Mill Gate Price Scheme.

Out of these, the assistance mentioned in items (i) and (ii) shall be paid by the NHDC to the eligible agencies (mentioned in Paragraph 2.1) and will be reimbursed to the NHDC subsequently by the Government of India.

5.2 The rates for freight reimbursement, depot operating expenses and service charge of NHDC will be as follows:

(a) **For supply in plains:**

(% of value of yarn supplied)

Type of Yarn	Maximum freight reimbursement to eligible agencies	Depot operating expenses to eligible agencies	Service charge to NHDC
Other than silk and jute yarn	2.5 %	2.5 %	1.5 %
Silk Yarn	1.0 %	2.5 %	1.5 %
Jute Yarn	10 %	2.5 %	1.5 %

(b) **For supply in Hills and Remote areas:**

(% of value of yarn supplied)

Type of Yarn	Maximum freight reimbursement to eligible agencies	Depot operating expenses to eligible agencies	Service charge to NHDC
Other than silk and jute yarn	2.5 %	2.5 %	1.0 %
Silk Yarn	1.25 %	2.5 %	1.0 %
Jute Yarn	10.0 %	2.5 %	1.0 %

(c) **For supply in North Eastern Region:**

(% of value of yarn supplied)

Type of Yarn	Maximum freight reimbursement to eligible agencies	Depot operating expenses to eligible agencies	Service charge to NHDC
Other than silk and jute yarn	5.0 %	2.5 %	0.75 %
Silk Yarn	1.5 %	2.5 %	0.75 %
Jute Yarn	10.0 %	2.5 %	0.75 %