



खाद्य प्रसंस्करण उद्योग मंत्रालय  
MINISTRY OF FOOD PROCESSING INDUSTRIES

भारत सरकार  
GOVERNMENT OF INDIA  
नई दिल्ली-110 049  
NEW DELHI-110 049

Pr: dny: (Industries) / Pr: dny: (ASGD)

**P.I. SUVRATHAN**

Secretary

पी.आई. सुव्रतन

सचिव

Chief Secretary

1317 D.O.No.30-1/2007-Abattoirs



July 9, 2007

Dear Smt. Jacob,

This Ministry has been implementing a scheme for modernization of abattoirs during the 10<sup>th</sup> Plan. Under the scheme, assistance is provided @ 25% of the cost of plant and machinery and technical civil works in general areas and 33% in difficult areas subject to a maximum of Rs.4 crores. Under the 11<sup>th</sup> Plan, this scheme is proposed to be revamped with the higher level of assistance, linked to induction of a suitable private investor for establishment of the abattoir, its management and supplementary investments for value addition. The objective is to demarcate regulation of slaughter houses by Municipal bodies from their professional management through competitively selected private industries. I enclose a brief note in this regard.

Establishment of an abattoir involves considerable support from the State Government and local body in terms of identification of a suitable location, involvement of stakeholders, providing the required licenses, capacity building, etc. It is felt that these functions are best performed by a public sector organization which have necessary competence for project implementation and selection of investors. The following functions would require to be performed by such an organization :-

1. Preparation of feasibility report for establishment of abattoirs.
2. Structuring the competitive selection of investors.
3. Assist the investors in the preparation of DPR.
4. Interacting with the Ministry of Food Industries for approval of the project.

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5. Monitoring implementation of the project.
6. Assisting the Ministry for the release of grant.
7. Obtaining the required clearances. These efforts can be suitably compensated by the Ministry.

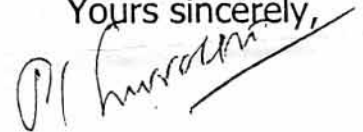
I have already written the Secretary of Department of Industries and Commerce of your State to identify 5 locations for establishment of modern abattoirs and to designate a suitable public sector organization with adequate experience in project development, monitoring and structuring so that detailed plan of actions can be worked out accordingly.

Since local bodies/Municipal Corporations would have a crucial role to play in implementing the scheme, I would request you to apprise the Municipal Corporations/Panchayats of your State about the proposed scheme as mentioned in the enclosed note, so that they would be able to identify suitable locations for modernization of existing abattoirs/establishment of modern abattoirs to sustain modernized slaughtering and rendering activities with linkage to commercial processing of meat and may consider taking up such projects at the level of Municipal Corporations or other local bodies. Ministry of Food Processing Industries would welcome such project proposals from Municipal Corporations and other local bodies.

An early response in the matter would be highly appreciated.

With regards,

Yours sincerely,



(P.I.SUVRATHAN)

Smt. Lizzie Jacob,  
Chief Secretary,  
Government of Kerala,  
Civil Secretariat,  
Thiruvananthapuram.

Encl. : As above.

## **Enclosure**

The Ministry of Food Processing Industries has been implementing various plan schemes for promotion and development of food processing industries in the country. Modernisation of abattoirs is a component of the Scheme for Infrastructure Development operated during the 10<sup>th</sup> Plan period. The assistance for modernization of abattoirs during 10<sup>th</sup> Plan was @ 25% of the cost of plant and machinery and technical civil works in general areas and 33% in difficult areas subject to a maximum of Rs.4 crores.

Hygienic and scientific slaughtering and optimum utilization of by-products are the most important issues in the meat industry. The qualitative and quantitative capacities of these abattoirs need to be upgraded and these are required to be linked with commercial processing of meat, both for domestic consumption and exports. Modernisation of abattoirs will also augment essential supply base of hygienic raw material to the meat processing industry, both for domestic consumption and exports besides discouraging unauthorized slaughtering. During 11<sup>th</sup> Plan, this Ministry intends to launch a comprehensive scheme for modernization of abattoirs across the country. Under the revised scheme, the assistance will be available @ 50% subject to a maximum of Rs.15 crores (60% in difficult areas). The scheme aims at providing facilities for scientific and less painful slaughtering, chilling, effluent treatment plant, drainage, by-product utilization, water and power with required sanitary/phyto-sanitary conditions for modernization of abattoirs.

The proposed scheme will be implemented with the involvement of local bodies (Municipal Corporations and Panchayats) and will have flexibility

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for involvement of private investors/exporters/FDI on a BOO/BOT basis. Along with modernization of existing slaughter houses, wherever old sites are unsuitable because of neighbourhood/political problems, green initiatives can also be undertaken through relocation or otherwise. The implementation of the scheme will be under PPP mode. Regulatory functions will continue to be discharged through local bodies. The Ministry will appoint a Project Management Agency (PMA) to assist the Ministry in effective implementation of the scheme.

In order to identify abattoirs to be taken initially for modernization, the Ministry intends to have detailed feasibility studies conducted for various zones. The study would provide insights into various institutional, technical/engineering, commercial, financial and operational details of the proposed intervention. The findings/recommendations of the feasibility studies are expected to provide the Ministry with necessary inputs to finalise the scheme and proceed with its implementation. The scope of work of feasibility study include (i) identification of potential locations for setting up or modernization of abattoirs to sustain modernized slaughtering and rendering activities with linkage to commercial processing of meat, (ii) assessment of availability of raw material, local consumption pattern, export potentiality, etc. (iii) assessment/analysis of State Government policies, regulatory issues, socio-cultural profile of the area, initiative of the State Government/local authority, availability of land, etc., for the selected locations having inherent capacity/potential to mature into viable projects with demonstrative utility (iv) detailed analysis of existing infrastructure, gaps/requirements for selected locations (v) environmental impact analysis for the selected locations (vi) assessment of linkage of meat processing

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facility and by-product utilization in the modernized abattoirs, with concrete suggestions for developing/sustaining raw material and market linkage. The prospective locations would be short-listed based on survey/field visits, consultations with all stakeholders.

The objective of the study is to assess viability of setting up/modernization of abattoirs at identified locations with adequate forward and backward linkages. The Ministry will provide grant for conducting feasibility study by selected agencies whose report will be appraised by PMA to be engaged by this Ministry.