



No. NB.DFIBT.HO/ 2713-2721 /DFIBT-23/2020-21

08 September 2020

Circular No. 239/DFIBT- 08/2020

The Chairman/Managing Director/Chief Executive Officer
All Small Finance Banks and Payment Banks

Dear Sir,

Promotional Scheme for support under Financial Inclusion Fund (FIF) for Deployment of 20 lakh BHIM Aadhaar Pay Devices - Extension of Scheme period

Please refer to our Circular No.10/DFIBT-02/2019 dated 08 January 2020 on the captioned subject.

The scheme was reviewed in the XXVI meeting of the Advisory Board on FIF and it has been decided to extend the time period of the scheme up to 31 March 2021. Banks are advised to submit proposals as well as claim applications at the earliest, but not later than 31 March 2021. The claims will be settled on first cum first serve basis.

Banks may submit the proposal as per Annexure-I along with Appendix-I. The claim may be submitted in the format given as Annexure-II.

Banks are advised to explore the possibility for deployment of these devices in the areas as indicated in Annexure – III

All other terms and conditions of the scheme remain same.

Yours faithfully

(D. Nageswara Rao)
Chief General Manager

Encls.: as above.

राष्ट्रीय कृषि और ग्रामीण विकास बैंक
National Bank for Agriculture and Rural Development

वित्तीय समावेशन और बैंकिंग प्रौद्योगिकी विभाग

Department of Financial Inclusion & Banking Technology

प्लॉट नं. सी-24, 'जी' ब्लॉक, बांद्रा - कुर्ला कॉम्प्लेक्स बांद्रा (पूर्व), मुंबई - 400 051. • टेलि.: +91 22 2653 0024 • फैक्स : +91 22 2653 0150 • ई-मेल : dfibt@nabard.org

Plot No. C-24, 'G' Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051. • Tel.: +91 22 2653 0024 • Fax : +91 22 2653 0150 • E-mail : dfibt@nabard.org

ON BANK'S LETTERHEAD

ANNEXURE-I

The Chief General Manager
NABARD

Regional office..... (in case of single State proposal)/
Head Office (in case of multi State proposal)

Dear Sir,

Promotional Scheme for Deployment of 20 lakh BHIM Aadhaar Pay Devices
including Merchant onboarding for Merchant Transactions: Application for Sanction

Please refer to your Circular No. _____ dated _____ on the captioned subject. In this connection, we confirm our participation in the “Promotional Scheme for Deployment of 20 lakh BHIM Aadhaar Pay Devices including Merchant Onboarding for Merchant Transactions”. We propose to install* devices under ** model.

The details of BHIM Aadhaar Pay devices installed / to be installed are given at Appendix I.

You are, therefore, requested to convey sanction of Rs.....@ for installing* BHIM Aadhaar Pay Devices including Merchant On-boarding. The claim in respect of devices deployed will be submitted in terms of the above mentioned circular. Support, if any, received from any other agency for deployment of these devices, will be excluded from the claim.

Yours faithfully,

Signature of authorized officer

Name:

Designation:

Encl.: Appendix-I

*No. of devices ** Capex/ Opex
@ Amount of grant support sought (in Rs lakh)

Proposal also to be forwarded by email to dfibt@nabard.org

Promotional Scheme for deployment of 20 lakh BHIM Aadhaar Pay Devices including Merchant onboarding for Merchant transactions - Proposal

[illegible]

Designation

Claim, also to be forwarded by email to dfibt@nabard.org

ON BANK'S LETTERHEAD

ANNEXURE-II

The Chief General Manager
NABARD

Regional office..... (in case of single State proposal)/
Head Office, Mumbai (in case of multi State proposal)

Dear Sir,

CLAIM NO. *

Promotional Scheme for Deployment of 20 lakh BHIM Aadhaar Pay Devices
Including Merchant onboarding for Merchant Transactions Claim No..... *

Please refer to your sanction letter No. _____ dated _____ conveying sanction for deployment of _____ BHIM Aadhaar Pay Devices. In this connection, we request you to release an amount of Rs. _____ (Rupees _____) being reimbursement towards deployment of _____ BHIM Aadhaar Pay Devices including merchants on-boarding for merchant transactions under** model. This is the* claim submitted by us. The earlier claim/s was/ were submitted vide our letter no..... dated and letter no..... dated.....

The details of the deployment are given in tables below:

Table I. Details of the BHIM Aadhaar Pay Devices installed including merchants on-boarded for merchant transactions from 08 January 2020 to 31 March 2020

Sr. No	State	No. of BHIM Aadhaar Pay Devices installed including merchants onboarded				Total
		Metro Centres***	Urban Centres***	Semi-urban Centres***	Rural Centres***	
1						
2						
.....						
(i)	Number of BHIM Aadhaar Pay devices deployed including merchant on-boarding for merchant transactions in the present claim					
(ii)	Expenditure (in Rs. Lakh) for the present claim					
(iii)	Amount sanctioned (in Rs. Lakh) for the present claim					
(iv)	Grant support sought (in Rs. Lakh) for the present claim					

Table II. Details of the BHIM Aadhaar Pay Devices installed including merchants on-boarded for merchant transactions from 01 April 2020 to 31 March 2021

Sr. No	State	No. of BHIM Aadhaar Pay Devices installed including merchants onboarded				Total
		Metro Centres***	Urban Centres** *	Semi-urban Centres***	Rural Centres***	
1						
2						
.....						
(i)	Number of BHIM Aadhaar Pay devices deployed including merchant on-boarding for merchant transactions in the present claim					
(ii)	Expenditure (in Rs. Lakh) for the present claim					
(iii)	Amount sanctioned (in Rs. Lakh) for the present claim					
(iv)	Grant support sought (in Rs. Lakh) for the present claim					

Table III. Summary of the Present Claim: BHIM Aadhaar Pay Devices installed including merchants on-boarded for merchant transactions from 08 January 2020 to 31 March 2021

Sr. No	State	No. of BHIM Aadhaar Pay Devices installed including merchants onboarded				Total
		Metro Centres***	Urban Centres***	Semi-urban Centres***	Rural Centres***	
1						
2						
.....						
(i)	Number of BHIM Aadhaar Pay devices deployed including merchant on-boarding for merchant transactions in the present claim					
(ii)	Expenditure (in Rs. Lakh) for the present claim					
(iii)	Amount sanctioned (in Rs. Lakh) for the present claim					
(iv)	Grant support sought (in Rs. Lakh) for the present claim					

The above details are given in three separate sheets in the attached Excel file.

**** As per RBI guidelines.*

We certify that:

- i. The number of devices indicated in above tables have been actually deployed and merchant on-boarding for merchant transactions have been completed.
- ii. The scheme covers Biometric sensor devices and not the Mobile phones.
- iii. The devices will comply with the STQC standards and any other standard prescribed by UIDAI and NPCI from time to time.
- iv. we have accepted the terms and conditions of sanctions as enumerated in the NABARD's sanction letter.
- v. The Bank will execute a General Agreement with NABARD, if not executed earlier
- vi. The Bank will follow due diligence while procuring hardware/ awarding contracts and comply with statutory and regulatory guidelines on outsourcing.
- vii. The Bank is required to preserve the original invoice, receipts, agreements etc. related to the procurement for any future requirement by NABARD.
- viii. The Bank will facilitate any monitoring /evaluation of the project to be taken up by NABARD through its own officers or some other agency.
- ix. There has to be a provision of providing written transaction receipt in addition to the SMS. Alternately a receipt may be issued by the merchants. Banks will comply with regulatory requirements in this regard.
- x. At the time of submission of the claim the Bank may reconcile the date of deployment of BHIM Aadhaar Pay device including merchant on-boarding with NPCI.
- xi. The claim will be submitted to NABARD after payment is made to the vendors.
- xii. The support sought under the scheme should not be for the devices covered under the schemes "Deployment of PoS/ mPoS Terminals in Tier 5 and 6 Centres" announced vide Circular No.283/DFIBT-39/2016 dated 06 December 2016.
- xiii. The Bank will maintain the location and merchant details of deployed devices including latitude and longitude, serving branch, Acquiring Bank ID, Terminal ID and Merchant ID (as per NPCI format). It will be made available as and when required by NABARD.

- xiv. No support for deployment of the devices has been received by us/Support of Rs (Rupees -----) received by us from ----- (Name of agency to be indicated), has been excluded from the amount of claim.
- xv. The Bank may consider passing some benefit to the merchants to incentivize them to onboard BHIM Aadhaar Pay.
- xvi. Banks will have to forward their proposals to may submit the claim for reimbursement to Department of Financial Inclusion and Banking Technology (DFIBT) at Head Office of NABARD directly at dfibt@nabard.org followed by a hard copy.

The details of our Bank account, type of account, branch name, branch address and IFSC code for remittance of the due grant support are given in the Annexure.

The scheme is on “first come, first serve” basis. As such, the release of incentive amount will be made subject to availability of funds under the scheme.

Yours faithfully

Signature of authorized officer
Name:
Designation:

* *I/II/III/IV/V/VI/VII*

** *Capex/ Opex*

*** *As per RBI Guidelines*

Annexure III

Scope for deployment of BHIM Aadhaar Pay Devices

(a) BHIM Aadhaar at Fertilizer Shops

i. Encouraging Fertilizer Retail Shops to adopt digital transactions by the Dept. of Fertilizers wherein large volume of fertilizer sales are being done - by creating awareness amongst the farmer customers to pay through BHIM Aadhaar.

(b) MFI: SHG/JLG EMI Collection through BHIM Aadhaar:

i. Microfinance Industry which is a cash intensive industry where EMI collections are largely cash based and huge amount of cash are received by Loan Officers who face significant threat to life resulting in high chances of theft and Loss in Cash Collection.

ii. Banks can utilize their existing BC Channel of AePS & Merchants of BHIM Aadhaar for SHG transactions i.e. for withdrawal, deposit of cash for easy accessibility of funds and also for repayment of loans.

(c) BHIM Aadhaar at PACS & PWCS:

i. Merchant Payments through bio-metric can be done by digitisation of payments through PACS and onboarding of PWCS.

(d) Other Uses:

i. LPG Rural Distributors:

Merchant Payments through bio-metric can be done by digitisation of payments through LPG distributors.

ii. Premium Collections in Rural Area:

BHIM Aadhaar through bio-metric can be provided to collect the premiums.