

Warehouse based sales

1. What is meant by warehoused based sales?

The method of keeping the agricultural produces in scientific warehouses and selling from there only, without transporting it to the markets is called the warehouse based sales.

2. What is meant by scientific ware house?

The godowns constructed according to the rules where commodity could be stored without quality deterioration and which are approved by the appropriate authority are called the scientific godowns.

Generally these godowns will be at a specific scientific height from the land level, protected from moisture, birds etc. and proper ventilation will be there.

3. Who will construct such warehouses?

Those ,who have the license given by The Directorate Of Agricultural Marketing will construct these warehouses.

4. Who can store the commodity in these warehouses ?

Farmers, Traders, Stockiest and such other persons or institutions can store commodities in these warehouses.

5. Who will take care of the commodities stored in the warehouse?

The warehouse take care of the commodities stored. Before accepting the commodities for storage they will examine the quality of the commodities and accept only, if it's shelf life is sufficient enough to be kept for certain period.

6. What steps are taken to protect the commodities stored in the warehouse?

The treatment against pests will be taken, fumigation will be done, insurance will be done and all the necessary care will be taken by the person/institution maintaining the warehouse.

7. How the warehouse does based sales takes place?

When the commodity that is kept in the warehouse is to be sold, the assayers will examine the quality specification and display the same through unified market platform. The intending licensed traders located in different places and markets could quote the rate through online in the UMP. The highest bidder will be eligible to purchase the commodities, if the seller agrees for the rate quoted the same will be communicated to the trader. The trader makes the payment within the prescribed time, preferably on the same day to the UMP and takes delivery of the commodity. The farmer's money will be transferred by the UMP. If, desires the purchaser can store the commodity in the warehouse at it's cost.

8. Whether any loan is available for the commodity stored in the warehouse?

On the basis of the value of commodities stored in the warehouse, any person can get the loan from the approved banks. The warehouse will issue the warehouse receipt, which can be produced before the banks and loan can be obtained on pledge of the produces.

9. If the pledged produces is to be sold, what is the procedure?

The seller can sell pledged produce through UMP online as per the procedure mentioned above. However while making the payment the bank loan and interest amount will be adjusted and the balance amount will be paid.

10. Whether the warehouse could be considered as a market?

Yes, the Director of Agriculture Marketing will notify the warehouse which have all the specification required to be declared fit for online trading, as Sub-Market yards. Then, all the activity in these warehouses will take place according to KAPM (R&D) Act 1966 & Rules 1968.