



GOVERNMENT OF KERALA

Abstract

Finance Department - Enhancement of paid up capital of Kerala Financial Corporation by Rs.100 crore - sanctioned - orders issued

FINANCE (PUBLIC UNDERTAKING -A) DEPARTMENT

G.O.(Ms)No. 24/2024/Fin

Dated, Thiruvananthapuram, 29.02.2024

- Read :- 1 G.O. (Ms)No. 59/2023/FIN dated, 30-03-2023
2 G.O.(Ms)No. 62/2023/FIN dated, 31-03-2023
3 Letter No.KFC/F&A/1455/2023-24 dated:15-02-2024 from the Chairman & Managing Director, Kerala Financial Corporation.

ORDER

As per Government Order read as first paper above, sanction was accorded for enhancing the authorised share capital of Kerala Financial Corporation from Rs.500 crore to Rs.1000 crore and infusing Rs.200 crore into its Paid up Capital. As per the Government Order read as second paper above, sanction has been accorded to release an amount of Rs.200 crore to Kerala Financial Corporation as Share Capital Contribution by debiting the expenditure under the head of account 4885-01-190-98-KFC Investment (Plan). The paid-up capital of the Corporation is now at Rs. 626.50 crore.

2) Vide letter read as 3rd paper above, the Chairman & Managing Director, Kerala Financial Corporation has requested to release Rs.100 crore for enhancing the share capital to increase from Rs.626.50 crore to Rs.726.50 crore so as to strengthen the capital base and streamline the equity position and net worth of the Corporation thereby improving the Capital adequacy ratio, external credit rating, debt equity ratio and capacity to leverage and borrow resources at lower rate of interest from Banks/debt market.

3) Government have examined the matter in detail and are pleased to accord sanction for enhancing the paid up capital of Kerala Financial Corporation to the tune of Rs.100 crore by debiting the expenditure under the head of account 4885-01-190-98-KFC Investment (Plan).

(By order of the Governor)

**K ANIL KUMAR
JOINT SECRETARY**

To:

The Principal Accountant General (Audit, A&E), Kerala,
Thiruvananthapuram.

The Chairman & Managing Director, Kerala Financial Corporation ,
Thiruvananthapuram

The Planning & Economic Affairs (CPMU) Department

The Nodal Officer www.finance.kerala.gov.in

The Stock file/Office copy (E-2711972)

Forwarded/by order



Section Officer