



GOVERNMENT OF KERALA

Abstract

Co-operation Department - Kerala Social Security Pension Ltd. - Mobilization of fund for providing loan to Kerala Social Security Pension Company Ltd from the Consortium of PACS – Sanctioned - Orders issued.

CO-OPERATION (D) DEPARTMENT

G.O.(Rt)No.189/2024/Co-Op Dated, Thiruvananthapuram, 05-04-2024

- Read 1. G.O.(Ms) No.289/2018/Fin. Dated 08.08.2018.
2. G.O.(Rt) No.506/2018/Co-op. Dated 10.08.2018.
 3. G.O.(Rt) No.200/2019/Co-op. Dated 14.03.2019.
 4. G.O.(Rt) No.44/2022/Co-op. Dated 22.01.2022.
 5. G.O.(Rt) No.102/2023/Co-op. Dated 14.02.2023.
 6. G.O.(Rt) No.565/2023/Co-op. Dated 27.09.2023.
 7. Minutes of the meeting held on 11/10/2023 under the chairmanship of Hon'ble Finance Minister
 8. G.O.(Rt) No.41/2024/Co-op. Dated 19.01.2024.
 9. G.O.(Rt) No.88/2024/Co-op. Dated 13.02.2024
 10. Note No. SS-1/225/2018-Fin. Dated 25.03.2024 from Finance Department.

ORDER

Kerala Social Security Pension Ltd. is constituted under the provision of Companies Act with an objective to adopt effective measures for uninterrupted distribution of Social Security Pension in the State. As per G.O read 2nd above sanction has been accorded for the formation of Consortium of Primary Co-operative Societies to mobilize fund for releasing the same as loan to Social Security Pension Company Ltd for the distribution of Social Security Pension. Accordingly Government as per paper read 3rd, 4th, 5th, 6th and 8th above had accorded sanction for the mobilization of fund from the Primary Agricultural Co-operative

Societies and Employees Co-operative Societies through various tranche.

2) As per the paper read 7th above Government had designated Mannarkkad Rural Service Co-operative Bank Ltd. P.922, Palakkad as Consortium Fund Manager for Social Security Pension. Vide G.O 9th above Government have fixed the rate of interest of loan @ 9.1% per annum on monthly basis.

3) The Principal Secretary, Finance Department (Managing Director, Kerala Social Security Pension Company Ltd) vide paper read as 10th above has requested to mobilize fund to the tune of Rs.2000 crore (Two Thousand crore only) from the Consortium of PACS for providing loan to Kerala Social Security Pension for uninterrupted distribution of Social Security Pension in Kerala State.

4) Government have examined the matter in detail and are pleased to issue the following order for mobilizing fund for providing loan to Kerala Social Security Pension Company Ltd on the basis of the Government Guarantee:-

- Sanction is accorded for the constitution of a Consortium of Primary Co-operative Societies and other Primary Co-operative Societies for the mobilization of fund to the tune of Rs.2000 crore (Two thousand crore) for providing loan to Kerala Social Security Pension Company Ltd on the basis of the Government Guarantee.
- Duties and responsibilities of Fund Manager will be same as detailed in Annexure – 1 of G.O read as 6th above.
- Sanction is accorded to Registrar of Co-operative Societies to open a Joint Pool Account in Kerala Bank with designated Fund Manager for the purpose of pooling the Consortium Fund.
- Fund Manager will sign an agreement with Kerala Social Security Pension Ltd. The agreement should cover the tenure of the loan, interest payment schedule and repayment schedule of the loan.
- Registrar of Co-operative Societies will closely monitor the loan disbursement process and repayment of loans by the company and will periodically report it to the Government.
- Sanction is accorded to Registrar of Co-operative Societies to permit the Consortium of PACS to release the loan to Social Security Pension Ltd. after they comply the above direction.

- The tenure of loan would be 12 months renewed thereafter on mutual agreement, if the company requires, with an interest rate of 9.1% per annum on monthly basis.
- The Principal amount would be repaid as bullet payment on maturity.

(By order of the Governor)
MINI ANTONY I A S
SECRETARY

To:

The Registrar of Co-operative Societies, Thiruvananthapuram.

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

The Fund Manager (Mannarkkad Rural Service Co-operative Bank
Ltd, Nadamalika Road, Mannarkkad, Palakkad – 678582)

The Managing Director, Kerala Social Security Pension Ltd.
(Principal Secretary, Finance Department)

The Managing Director, Kerala State Co-operative Bank,
Thiruvananthapuram

The Finance Department (Vide Letter No.SS/1/225/2018/Fin.

Dated 25.03.2024)

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Section Officer

Copy To:-

PS to Hon'ble Chief Minister

PS to Hon'ble Minister (Co-operation)

CA to Secretary (Co-operation)

CA to Additional Secretary (Co-operation)