

**GOVERNMENT OF KERALA****Abstract**

Industries Department - Availing Rs.253 Cr as SIDBI loan for Kerala Rubber Ltd (KRL) Project - sanctioned - orders issued

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**INDUSTRIES (G) DEPARTMENT**

G.O.(Rt)No.280/2024/ID Dated,Thiruvananthapuram, 05-04-2024

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Read 1 GO(Rt)No. 743/2023/ID dated 25.07.2023

2 Letter No. KRL/CMDO/176/2023-24 dated 30.10.2023 from Chairperson and Managing Director, Kerala Rubber Ltd.

**ORDER**

As per the Government Order read above, sanction was accorded to issue 'in principle' approval for the Administrative Sanction for Infrastructure Development Works in Phase I of the project of Kerala Rubber Ltd. for promotion of Natural Rubber sector in Kerala, and for availing 80% of the project cost through loan from SIDBI.

As per the letter read above, CMD, KRL informed that KRL is urgently in need of funds in addition to Rs 20 Crores given as share capital during 2023-24 to carry forward scheduled construction activities and requested to avail loan from SIDBI to honor its commitments. The additional funds required during the financial year 2023-24 is Rs 53.75 Crores.

Government have examined the matter in detail and agrees to avail Rs. 253 Cr as loan for KRL project subject to following conditions.

*i) The loan from SIDBI to the project will be pass on to KRL as loan with same terms and conditions applicable to the original loan advanced to State Government.*

*ii) SIDBI would forward a demand notice one month before to the due date of*

*Principal/Interest repayment to Finance (Nodel Cell) Dept.*

*iii) SIDBI/ Fin (NC) Dept shall share a copy of the demand notice to KRL*

*iv) KRL shall make repayment to the state govt on T-2 basis and credit details shall be shared with Fin (N C) Department*

*v) Penal interest fixed for delay in the settlement of permanent advance would be applicable for any non payment/delayed payment/under payment of dues to state govt by KRL*

*vi) Fin (NC) Dept shall reconcile the repayment of Principal & interest from KRL with the repayment of SIDBI loan, on quarterly basis.*

*vii) Loan has to be availed in tranches subject to utilization.*

(By order of the Governor)  
SUMAN BILLA  
PRINCIPAL SECRETARY

To:

The Director of Industries & Commerce, Thiruvananthapuram.

The General Manager, SIDBI, New Delhi Office, Atma Ram House, Tolstoy Marg, New Delhi-110001

The Deputy General Manager, Thiruvananthapuram Branch Office, Small Industries Development Bank of India, TC-23/1139-4, Pippinmoodu, Peroorkada- Sasthamangalam Road, Sasthamangalam P O - 695010

The Chairperson & Managing Director, Kerala Rubber Ltd, Kottayam.

The Member Secretary, BPT, Thiruvananthapuram.

The Director of Treasury, Thiruvananthapuram.

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

Treasury Officer, Sub Treasury, Vaikom.

Finance(NC) Department

Industries(B)Department(Vide UO Note IND-B2/296/2022-IND dated. 23-03-24)

Information and Public Relations Department(Web & New Media)

Stock File/ Office Copy.

Forwarded /By order

Section Officer