

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

Industries Department - Kerala Rubber Ltd - Administrative Sanction for Development of an integrated facility and industrial complex for promoting natural rubber based and ancillary industries - Sanctioned - Orders Issued.

INDUSTRIES(G) DEPARTMENT

G.O.(Rt)No.834/2026/ID Dated,Thiruvananthapuram, 29-07-2026

Read 1 Letter No.KRL/FIN/026/2026-27 dated 23/06/2026 from
the Chairperson and Managing Director, Kerala Rubber Limited

2 Decisions of First Departmental Working Group meeting held on
08.07.2026.

3 e-Anumathi AS No.AS/IND/26/51883

ORDER

The Chairperson and Managing Director, Kerala Rubber Limited *vide* letter read as first paper above has submitted a proposal for the scheme "Development of an integrated facility and industrial complex for promoting, natural rubber based and ancillary industries' under Kerala Rubber Limited for the consideration and approval of the Departmental Working Group. Government have included Rs.900 Lakh, under the H/A 4860-60-190-90 to Kerala Rubber Ltd in the budget for the FY 2026-27.

2) The objectives of the scheme are as follows;

- Ensure better price realization for rubber farmers.
- Facilitate value addition in Natural Rubber.
- Develop world class manufacturing infrastructure to promote investment in the rubber sector.
- Ensure seamless linkages for procurement of NR from rubber farmers.

- Establish processing facilities for NR and undertake trading activities to create demand.
- Operate in Public Private Partnership mode.
- Ensure good returns to stakeholders.
- Generate employment by creating direct as well as indirect job opportunities, etc.

3) The expected outcomes are as follows;

- Establishment of natural rubber based manufacturing industries in Kerala to supply high quality rubber products destined for domestic and international markets and make the State a hub for rubber based industries.
- Providing quality infrastructure for setting up natural rubber based industries.
- Development of rubber-based industries with specific thrust to technology oriented and value-added non-tyre rubber products.
- Improve marketability and value addition of natural rubber and thereby ensure better returns to rubber growers with focus on Rubber Producers Societies (RPS) and other farmer groups.
- Generate employment opportunities for economic advancement of the State.

4) The implementation of the project is proposed to be completed in 2027-28.

5) The physical targets (year wise) for the past 5 years is as follows;

Year	Target
2021-22	NA
2022-23	2%
2023-24	8%
2024-25	40.97 %
2025-26	Ongoing works - 100% Tendered works - 5%

6) Funding pattern and flow of funds (year-wise) for the past 5 years is as follows;

Year	Equity Share Capital
2019-20	NA
2020-21	NA
2021-22	Rs. 45,67,145.00
2022-23	Rs. 6,50,00,000.00
2023-24	Rs.20,75,95,000.00
2024-25	Rs. 2,59,96,000.00
2025-26	Rs.9,00,00,000.00

7) The various components and sub components with estimates are as follows;

Sl.No	Name of component/sub component (where value is > 10 Lakh)	Estimates
		Non-recurring Excluding GST(in Crores)
1.	EPC contract: Construction of Exhibition Centre, Tyre testing Centre, Sterilizing Centre, Tyre powdering unit, Store Security Post, Staff Dormitory, Tool Room, Clinic, Guest House, Construction of ETP and STP, WTP, Landscaping, Development of roads.	204.54
2.	The anticipated expenditure of the continuing scheme for FY 2026-27	130.5137
	Total Estimates	335.0537

8) The Departmental Working Group meeting held on 08.07.2026 considered and approved the proposal.

9) Government have examined the proposal with the recommendation of Departmental Working Group and are pleased to accord Administrative Sanction for the project "Development of an integrated facility and industrial complex for promoting natural rubber based and ancillary industries under Kerala Rubber Limited" for an amount of **Rs. 9,00,00,000/- (Rupees. Nine Crore only)** under the **H/a 4860-60-190-90**, subject to the detailed submission of utilisation planned.

(By order of the Governor)
A P M MOHAMMED HANISH
ADDITIONAL CHIEF SECRETARY

To:

The Director of Industries and Commerce, Thiruvananthapuram.

The Chairperson and Managing Director, Kerala Rubber Limited.

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

Planning and Economic Affairs Department.

Finance(Planning B) Department.

Industries (J) Department (*Vide* U.O Note No J2/122/2026/IND dated 20.07.2026)

The Information and Public Relations Department (Web&New Media).

Stock File

Forwarded /By order

Section Officer