



GOVERNMENT OF KERALA

Abstract

Industries Department - Working Capital Assistance to SIDCO - Rs.100,00,000 (Rupees One Hundred lakhs only) - sanctions accorded - orders issued.

INDUSTRIES (F) DEPARTMENT

30/10/2021

G.O.(Rt)No.1198/2021/ID Dated,Thiruvananthapuram,

- Read 1 GO(Rt) No. 715/2021/ID dated 08/07/2021
2 GO(Rt) No. 858/2021/ID dated 13/08/2021
3 Letter no. SIDCO/PDN/HO/RIAB/2019-20 dated 15/09/2021 from the Managing Director, SIDCO
4 Letter no. DIC/1975/2021-FII dated 22/09/2021 from the Director of Industries and Commerce.

ORDER

As per Government Order read as 1st paper above administrative sanction was accorded to SIDCO for an amount of Rs.2 crore through re-appropriation from the head of account "4885-60-800-96(P)" to the head of account "6851-00-190-90(P)" as working capital assistance. As per Government Order read as 2nd paper above an amount of Rs. 100,00,000/- has been released to SIDCO under the head of account "6851-00-190-90(P)" as working capital assistance .

The Managing Director SIDCO has requested to release the remaining amount of Rs.1,00,00,000 as per letter read as 3rd paper above and the Director of Industries and Commerce recommended the same as per letter read as 4th paper above.

Government have examined the matter in detail and are pleased to accord sanction to release an amount of Rs.100,00,000/-(Rupees One Hundred Lakhs Only) to SIDCO under the head of account "6851-00-190-

90(P)" as Working Capital assistance (from budget provision) sanctioned vide Government Order read as 1st paper and subject to the following terms and conditions of fund release.

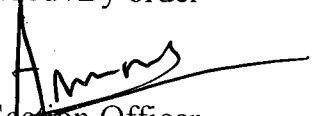
1. Funds should be transfer credited to PSTSB account in compliance of GO(P)No.62/2018/Fin dated 16.04.2018.
2. The funds shall be used for the specific purpose for which it is released and not diverted for any other purpose.
3. The procedures prescribed in Circular No. 84/2008/Fin dated, 09- 12- 2008, Circular No. 75/09/Fin dated, 29/08/2009, Circular No.8/2018/Fin Dated, 30/01/2018 and Circular 53/2018/Fin dated 16.06.2018 should be scrupulously followed.
4. The Operational guidelines regarding the utilisation and monitoring of plan funds issued vide GO (P) No.88/2018/Fin dated 11.06.2018 and GO(P) No.100/2018/Fin dated 03.07.2018 should be scrupulously followed.
5. Financial Principles & Rules relating to the drawal & utilisation of funds should be observed scrupulously.
- 6 . The loan should be treated as 'Working Capital Loan' and the period of loan shall be 5 years.
- 7 . Repayment of loan shall commence on the first anniversary of the drawal of loan.
8. Rate of interest shall be 9.5% per annum (annual compound) subject to GO(P) No.169/2018/Fin dated 16.05.2018. Regarding the sanctioning and repayment of loan, the Director/Additional Director of Industries and Commerce and the Managing Director SIDCO should scrupulously follow all the formalities/ procedures stipulated in Circular No.40/2013/Fin dated 27.04.2013.
9. Loan shall be repaid in equal quarterly installment along with interest and the Managing Director SIDCO shall monitor the same.
10. In case of default, penal interest @ 2.50% per annum shall be charged in addition to the normal rate of interest.
- 11 . The amount shall be shown as loan from Government in the accounts of the Corporation.
- 12 . Since the interest rate prescribed assumes timely repayment of principal and payment of interest, no further rebate in rates shall be allowed under any circumstances.
- 13 . The Drawing & Disbursing Officer should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds.

The Director/Additional Director Industries and Commerce Thiruvananthapuram shall take necessary steps to release the above said amount. The Utilisation Certificate/Component wise expenditure details in respect of the previous releases as well as the amount to be released should be furnished in the prescribed format appended with G.O.(Ms)4/2020/Fin dated 09.01.2020 along with further fund release proposals.

(By order of the Governor)
A P M Mohammed Hanish
Principal Secretary

The Director of Industries and Commerce, Thiruvananthapuram
The Managing Director , SIDCO, Thiruvananthapuram
The District Treasury Officer, Thiruvananthapuram
The Accountant General(Audit I/ Audit II), Thiruvananthapuram
Finance Department (as per E-1602430/PU-D2/90/2020/Fin dated
28/10/2021)
Finance (GIMC) Department
I&PRD(Web & New Media)
Stock file/ Office copy

Forwarded /By order


Section Officer