

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

Industries Department - Sitaram Textiles Ltd - Financial assistance for towards the settlement of urgent Statutory dues-Release of Rs.45.2 lakh - Sanction accorded-Orders issued.

INDUSTRIES (C) DEPARTMENT

G.O.(Rt)No.22/2026/ID Dated,Thiruvananthapuram, 06-01-2026

Read:- 1. G.O.(Rt) No.739/2025/ID dated 20.06.2025.

2. Letter No.DIC/3327/2025-FB1 dated 01.07.2025 from the Director of Industries and Commerce,Thiruvananthapuram.

ORDER

As per Government Order read as 1st paper above, Government have accorded Administrative Sanction for an amount of Rs.4250 Lakh provided under the lumpsum Head of Account of 4885-60-800-83(P), for the settlement of urgent statutory commitments of 24 Public Sector Undertakings. As per the letter read as 2nd paper above, the Director of Industries and Commerce has furnished the re-appropriation proposal of Rs.170 Lakh to Sitaram Textiles Ltd.

2) Government have examined the matter in details and are pleased to release an amount of Rs. 45.2 lakh (Rupees Forty Five Lakh and Twenty Thousand Only) to Sitaram Textiles Ltd, from the current year budget provision under the h/a 6860-01-190-97 Loans for the STL (P-V) towards the settlement of urgent Statutory dues, sanctioned vide Government Order read above, subject to the following conditions:

1. Funds should be transfer credited to PSTSB account in compliance of G.O. (P) No.62/2018/Fin dated 16.04.2018.

2. The procedures prescribed in Circular No. 84/2008/Fin dated 09/12/2008, Circular No. 75/2009/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.

3. The funds shall be used for the specific purpose for which it is released and do not divert it for any other purpose.
4. The Operational guidelines regarding the utilisation and monitoring of plan funds issued vide G.O.(P) No.88/2018/Fin dated 11.06.2018 and G.O.(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'
7. The period of loan shall be 5 years.
8. Repayment of loan shall commence on the first anniversary of the drawal of loan.
9. Rate of interest shall be 9.5% per annum (annual compound) subject to G.O.(P)No.169/2018/Fin dated 16.05.2018. Regarding the sanctioning and repayment of loan, the Director of Industries and Commerce should scrupulously follow all the formalities/procedures stipulated in Circular No. 40/2013/Fin dated 27.04.2013.
10. Loan shall be repaid in equal quarterly installment along with interest and the Director of Industries and Commerce shall monitor the same.
11. In case of default, penal interest @ 2.50% per annum shall be charged in addition to the normal rate of interest.
12. The amount shall be shown as loan from Government in the accounts of the Corporation.
13. 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.
14. The Drawing & Disbursing Officer should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds.

15. Utilisation Certificate/Component wise expenditure details in respect of the previous releases as well as the amount released now should be furnished in the prescribed format appended with G.O.(Ms)No. 04/2020/Fin dated 09/01/2020 along with further fund release proposals.

16. The Director of Industries and Commerce should follow the conditions stipulated in G.O.(P)No.157/2021/Fin dated 26.11.2021 & G.O.(P)No.171/2021/Fin dated 18.12.2021 in respect of the Loan Monitoring and Fund Management System.

3) The Director of Industries and Commerce/Additional Director of Industries and Commerce will draw and disburse the amount to the Managing Director, Sitaram Textiles Ltd, Thrissur.

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

To:

The Director of Industries and Commerce, Thiruvananthapuram.

The Director of Handloom and Textiles, Thiruvananthapuram.

The Member Secretary, BPT, Thiruvananthapuram.

The Managing Director, Sitaram Textiles Ltd, Punkunnam, Thrissur.

The Principal Accountant General(G&SSA) Kerala,
Thiruvannanthapuram.

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

The Director of Treasuries, Thiruvananthapuram.

Finance (PU-D) Department

(No.3269829/PU-D1/139/2025-FIN dated 05.01.2025)

Finance (BWG/GIMC) Department.

Planning & Economic Affairs (PIE&M) Department

The CEO, K-Bip, Thiruvananthapuram.

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SF/OC

Forwarded /By order

Signed by
Section Officer
Anilkumar P

Date: 07-01-2026 10:38:02