GOVERNMENT OF KERALA

Abstract

Fisheries & Ports Department - Vizhinjam International Seaport project - Multi-Modal Logistics Park in Vizhinjam International Port - Sanction Accorded - Orders Issued.

FISHERIES & PORTS (E) DEPARTMENT

G.O.(Rt)No.105/2026/F&P Dated,Thiruvananthapuram, 05-02-2026

Read 1 Letter No. CON/Area-III/Chennai/Vizhinjam/2025-26/01 dated 24-04-2025.

2 Letter No. VISL/107/2023-PM(C)/1071 dated 21-01-2026 from the Managing Director, Vizhinjam International Seaport Limited.

ORDER

Container Corporation of India Ltd. (CONCOR) was incorporated in March 1988 under the Companies Act, and commenced operation from November 1989 taking over the existing network of 7 ICDs from the Indian Railways. CONCOR is one of the largest Public Sector Undertakings in the logistics sector with pan-India presence in ports and CFS/MMLP operations.

2. As per the letter read as 1st paper above, the authorities of CONCOR submitted a proposal before the Managing Director, Vizhinjam International Seaport Limited requesting for allocation of up to 100 acres of land in the neighborhood o f the Port for setting up Multi -Modal Logistics Park (MMLP) in the Vizhinjam International Seaport.

3. As per the letter read as 2nd paper above, the Managing Director, Vizhinjam International Seaport Limited has reported that the CONCOR has shown interest in establishing MMLP facilities at Vizhinjam. Vizhinjam International Seaport has handled 670 ships with transshipment of 1.34 million TEUs up to 31.12.2025. The Concessionaire, AVPPL is undertaking capacity augmentation works, which are expected to be completed by December 2028, thereby increasing the port’s capacity from the existing 1.50 million TEUs per annum to 5.7 million TEUs per annum, along with the development of two multipurpose berths of total length 1,220 meters.

Since the new initiatives proposed by CONCOR cater the long-term goal of VISL/Government and for the proposed MMLP, VISL and CONCOR have identified approximately 25 acres of land at Kottukal, the estimated cost of which is Rs. 7-8 crore per acre.

4. The M.D. VISL has proposed the following financial model for long-term lease of land to CONCOR:
i) Monthly lease rent of Rs. 1.5 lakh per acre with an annual escalation of 5%;
ii) Revenue sharing of 2% of the total MMLP operational revenue, payable within 15 days of the close of each month;
iii) Land to be leased to CONCOR after acquisition by VISL, with infrastructure development and statutory clearances to be undertaken by CONCOR, with necessary facilitation by VISL.

5. Hence the M.D. VISL requested to authorize the Managing Director, VISL to negotiate the terms and conditions of the long-term lease agreement with CONCOR for establishment of MMLP; and to enter into a non-binding Memorandum of Understanding (MoU) with CONCOR, subject to subsequent Government approval for execution of the lease agreement.
6. Government have examined the matter in detail and are pleased to order the following:

The Managing Director, VISL is authorised forthwith

1. to negotiate the terms and conditions of the long-term land lease agreement with CONCOR for establishment of MMLP;
2. to enter into a non-binding Memorandum of Understanding (MoU) with CONCOR, subject to subsequent Government approval for execution of the lease agreement.
3. shall place the matter before the Project Implementation Committee for oversight.

(By order of the Governor)
PRASANTHA V K
JOINT SECRETARY

To:
The Managing Director, Vizhinjam International Seaport

Limited, Thiruvananthapuram.
Principal Accountant General (Audit), Kerala, Thiruvananthapuram
Accountant General (A&E), Kerala, Thiruvananthapuram
The Information Officer, Web&New Media, Information and Public Relations Department (for uploading in the Government web site)
SF/OC

Forwarded /By order

Signed by
Shajish P
Date: 05-02-2026 14:56:51
Section Officer

Copy to: P.S. to Hon'ble Minister (Ports, Co-operation & Devaswom)