



GOVERNMENT OF KERALA

Abstract

Industries Department -Plan Proposal for the financial year 2026- 27- Financial Assistance to Kerala Cashew Board Ltd - for the scheme "Loan assistance to KCB"- Procurement of Raw Cashew Nuts - Release of ₹ 41 Crore (Rupees Forty One Crore Only) - Sanction accorded - Orders issued

INDUSTRIES(K)DEPARTMENT

G.O.(Rt)No.993/2026/ID Dated,Thiruvananthapuram, 21-08-2026

Read:- 1. G.O.(Rt) No.800/2026/ID dated: 26.07.2026.

2. Letter No. KCB/Plan/1111/2025 dated 27.07.2026 from the Chairman & Managing Director, Kerala Cashew Board Ltd.

ORDER

An amount of ₹ 4100 Lakh (Rupees Forty One Crore Only) has been earmarked to Kerala Cashew Board (KCB) Ltd under the H/a 6860-60-190-78 for implementing their Plan proposal "Loan assistance to KCB"- Procurement of Raw Cashew Nuts ' during the Financial Year 2026-27. As per Government Order read above, Government have accorded Administrative Sanction for ₹ 4100 Lakh (Rupees Forty One Crore Only) for implementing the scheme. The Chairman & Managing Director, KCB Ltd vide letter read above has requested Government to release ₹ 4100 Lakh (Rupees Forty One Crore Only) provisioned in the State Budget for the financial year 2026-27 under the H/a 6860-60-190-78 for executing the scheme.

2. Government have examined the matter in detail and are pleased to release an amount of ₹ 41 Crore (Rupees Forty One Crore Only)

as IBDS to Kerala Cashew Board (KCB) Ltd towards the Project 'Procurement of Raw Cashew Nuts ' for the financial year 2026-27 under the H/a "6860-60-190-78 PV", Loans to Kerala Cashew Board Ltd.' sanctioned vide Government Order read above, subject to the following terms and conditions of fund release:

- i) The amount shall be transfer credited to PSTSB account in compliance of G.O.(P)No.62/2018/Fin dated 16.04.2018.
- ii) The procedures prescribed in Circular No.84/2008/Fin dated 09/12/2008 and Circular No.75/09/Fin dated 29/08/2009, Circular No.8/2018/Fin dated 30/01/2018 and Circular No.53/2018/Fin dated 16/06/2018 should be scrupulously followed.
- iii) The funds shall be used for the specific purpose for which it is released and do not divert it for any other purpose.
- iv) The Operational guidelines regarding the utilization 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.
- v) Financial principles & Rules relating to drawal & utilisation of funds should be observed scrupulously.
- vi) The loan should be treated as 'Working Capital Loan'.
- vii) The period of loan shall be 5 years.
- viii) Repayment of loan shall commence on the first anniversary of the drawal of loan.
- ix) Rate of interest shall be 9.5% per annum as per G.O.(P) No.169/2018/Fin dated 16.05.2018. Regarding the sanction and repayment of loan, the Director, Industries should scrupulously follow all the formalities/procedures stipulated in Circular No.40/2013/Fin dated: 27.04.2013.
- x) Loan shall be repaid in equal quarterly instalment along with interest and the Director, Industries shall monitor the same.

xi) In case of default, penal interest @ 2.50% per annum shall be charged in addition to the normal rate of interest.

xii) The amount shall be shown as loan from Government in the accounts of the Kerala Cashew Board Ltd.

xiii) 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.

xiv) The Drawing & Disbursing Officer should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds.

xv) 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. 4/2020/Fin dated 09/01/2020 along with further fund release proposals.

xvi) 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 Systems should be followed.

3.The Director of industries and Commerce/Additional Director of Industries and Commerce is entrusted to draw and disburse the said amount to Kerala Cashew Board (KCB) Ltd.

(By order of the Governor)
K BIJU I A S
SECRETARY

To:

The Chairman & Managing Director, Kerala Cashew Board Ltd.

The Director/Additional Director, Directorate of Industries & Commerce, Thiruvananthapuram.

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

The Director of Treasury, Thiruvananthapuram.

The District Treasury Officer, Thiruvananthapuram.

The Sub-Treasury Officer, Vikas Bhavan, Thiruvananthapuram.

The CEO, K-Bip, Thiruvananthapuram.

Finance (PU) Department (PU-D3/117/2026-FIN dated 20.08.2026).

Finance (GIMC) Department.

Planning and Economic Affairs Department

I&PRD, Web & New Media (for uploading the G.O in Govt website)

SF/OC (File No. K2/77/2026-IND).

Forwarded /By order

Digitally signed by

Section Officer

Date: 21-08-2026

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