



GOVERNMENT OF KERALA

Abstract

Industries Department - Working Capital Support- Setting Up of a Liquid Handwash Soap Manufacturing Facility at Kerala Soaps, a Unit of M/s. Kerala State Industrial Enterprises Ltd. -Release of funds - Sanction accorded- Orders issued.

INDUSTRIES (B) DEPARTMENT

G.O.(Rt)No.252/2025/ID Dated, Thiruvananthapuram, 07-03-2025

Read 1 G.O.(Rt)No.672/2024/ID dated 27.07.2024

2. G O (Rt) No.3/2025/ID dated 03.01.2025

3 Letter No.DIC/4200/2004-FIN dated 26.08.2024 and 16.12.2024 from the Director of Industries and Commerce

ORDER

As per the Government order read as the 1st and 2nd paper above, administrative sanction was accorded for an amount of ₹80 lakhs (Eighty Lakhs Only) for setting up a liquid handwash soap manufacturing facility at Kerala Soaps, a unit of M/s. Kerala State Industrial Enterprises Ltd., from the head of account 6885-01-190-97-Loans to KSIE (P) under the current year's budget provision.

(2) As per the letter read as the 3rd paper above, the Director of Industries and Commerce has requested to release an amount of Rs. 80 lakhs to M/s. Kerala State Industrial Enterprises Ltd., for which administrative sanction has already been granted. As per the directions stipulated in G O (P) No. 57/2024/Fin dated 17.07.2024 and G O (P) No. 76/2024/Fin dated 31.08.2024, Director Industries and Commerce submitted a revised proposal for the release of ₹50 lakh to M/s. Kerala State Industrial Enterprises Ltd.

(3) Government have examined the matter in detail and are pleased to accord sanction to release an amount of Rs. 50 lakhs (Rupees Fifty Lakhs only) to M/s. Kerala State Industrial Enterprises Ltd.(KSIE) for

setting up of plant and machinery for manufacturing liquid handwash soaps at Kerala Soaps, a unit of KSIE Ltd., under the head of account "6885-01-190-97 - Loans to KSIE (P)" from the current year's budget provision, 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. 75/09/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.
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 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'.
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 GO (P)No.169/2018/Fin dated 16.05.2018. Regarding the sanctioning and repayment of loan,all the formalities/procedures stipulated in Circular No. 40/2013/Fin dated 27.04.2013 should be followed scrupulously.
10. Loan shall be repaid in equal quarterly installment along with interest and the Administrative Department 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 to be released should be furnished in the prescribed format appended with G O (Ms) 04/2020/Fin dated 09/01/2020 along with further fund release proposals.
16. 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 should be followed scrupulously.

(4)The Director of Industries&Commerce/ Additional Director of Industries & Commerce shall draw and disburse the amount to M/s. Kerala State Industrial Enterprises Ltd.

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

1. The Director of Industries and Commerce, Thiruvananthapuram
2. The Member Secretary, Board for Public Sector Transformation (BPT),Thiruvananthapuram.
3. The Managing Director, M/s.Kerala State Industrial Enterprises Ltd (KSIE), Thiruvananthapuram.
4. The District Treasury Officer,District Treasury, Thiruvananthapuram
5. The Principal Accountant General (Audit) Kerala, Thiruvananthapuram
6. The Accountant General(A&E)Kerala, Thiruvananthapuram
7. The Fiance Department (Vide PU-D1/141/2024-Fin (e-2925298) Finance (PU-D) dated 13.02.2025)
8. The Finance(GMC)Department
9. The Planning and Economic Affairs Department
10. The Information & Public Relation (Web & New Media) Department
11. Stock File/Office Copy (B1/219/2024-IND)

Forwarded /By order

Section Officer

