

## <u>Abstract</u>

Industries department - Setting up of Common Facility Centre (CFC) in Steel Furniture Cluster (M/s Kalady Steel Consortium Pvt. Ltd.) in Ernakulam - Release of State share - Sanction accorded - Orders issued

## **INDUSTRIES ( B) DEPARTMENT**

G.O.(Rt)No.673/2025/ID Dated, Thiruvananthapuram, 07-06-2025

- Read 1 Letter No.I(965)/CDD/ Steel Furniture / Ernakulam /Kerala /2019 dated 12.01.2021 from the Ministry of MSME, Government of India
  - 2 GO (Rt) No.1077/2021/ID dated:28.09.2021
  - 3 GO (Rt) No. 1336/2021/ID dated 08.12.2021
  - 4 GO (Rt) No.275/2025/ID dated 11.03.2025
  - 5 Letter No.DIC/14327/2018-TC-T2 dated 16.04.2025 from the Director of Industries and Commerce.

## **ORDER**

The Ministry of MSME, Government of India, as per letter read as 1<sup>st</sup> paper above had approved the setting up of Common Facility Centre (CFC) in Steel Furniture Cluster (M/s Kalady Steel Consortium Pvt. Ltd.) in Ernakulam district under MSE-CDP Scheme and the Means of Finance for the project is as mentioned below:

Government of India	Rs.1050.00 Lakhs
Government of Kerala	Rs.300.00 Lakhs
Consortium (SPV)	Rs.241.27 Lakhs
Total :	<b>Rs.1591.27</b> Lakhs

2.As per the Government order read as 2nd paper above,Administrative Sanction was accorded for setting up of Common Facility Centre (CFC) in Steel Furniture Cluster (M/s Kalady Steel Consortium Pvt. Ltd.) in Ernakulam district at an estimated cost of Rs.1591.27 Lakhs with a State share for the project of

Rs.300 lakh will be released in the ratio 40:30:30

3.As per the Government order read as 3 <sup>rd</sup> paper above, the first installment of State Government contribution amounting to Rs. 120.00 Lakhs was released to KBIP for the project and the amount has been fully utilized towards the implementation of the project. More than 90% of the construction of CFC Building has been completed and the SPV has initiated steps for the electrification of CFC Building.

4.As per the Government order read as 4 <sup>th</sup> paper above, sanction was accorded for the financial sanction to release of State Share for the project in the financial year 2024-25 but Director of Industries and Commerce as per letter read as 5th paper above stated that allotment was issued to Kerala Bureau of Industrial Promotion, but the amount has not been released to K-BIP for want of Ways and Means clearance.

The urgent pending payments incurred upfront for the timely commissioning of the project are as mentioned below:

Sl. No.	Particulars	Amount (in Rs.)
1.	CC 2 <sup>nd</sup> & Part Bill to M/s Kerala State Construction Corporation Ltd. for the construction of CTC Building	34,21,957/-
2.	Procurement of support Equipments (Compressor, AC, UPS, Diesel Generator & Computer)	36,86,279/-
3	Advance Payment for GST and Excise Duty on two imported machinery to beshipped from Japan and Italy	1,82,54,000/-
	TOTAL	2,53,62,236/-

In order to ensure the commissioning of the project within the approved timelines Director of Industries and Commerce has requested to release the balance amount of State Government contribution of Rs. 1,80,00,000/- as requested by the Chief Executive Officer Kerala Bureau of Industrial Promotion.

5. Government have examined the matter in detail and are pleased to accord sanction for the release of **Rs. 90,00,000/- (Rupees Ninety Lakhs only)** towards State share from the Head of Account **4851-00-101-93(02)** to K-BIP from the current years budget provision for the implementation of Common Facility Centre in Steel Furniture Cluster, Ernakulam under MSE-CDP Scheme of the Ministry of

MSME, Government of India .The Director of Industries and Commerce/ Additional Director of Industries and Commerce is also authorized to release the amount to K-BIP after ensuring the release of Rs Ninety lakhs sanctioned in the last financial year was not effected.

6. The Director of Industries and Commerce is also directed to take necessary action for the release of Government of India share with necessary documents as per the guidelines of the scheme.

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

To:

Director of Industries and Commerce, Thiruvananthapuram Chief Executive Officer, K- Bip, Thiruvananthapuram The Principal Accountant General (Audit/ A&E ) , Kerala, Thiruvananthapuram The District Treasury Officer, District Treasury, Thiruvananthapuram The Sub Treasury Officer, Sub Treasury, Vikas Bhavan, Thiruvananthapuram The General Manager, District Industries Centre, Ernakulam The Managing Director ,M/s Kalady Steel Consortium Pvt.Ltd, Iringole P.O, Perumbavoor, Ernakulam -683548 Finance Department (vide UO No.E 3033909/I &PW- A3/6/2025 Fin dated 20.05.2025) The Information & Public Relations (Web and New Media ) Department Stock File /( IND- B2/1/2025- IND)

Forwarded /By order

Section Officer