



GOVERNMENT OF KERALA

Abstract

Industries Department - Handicrafts Development Corporation of Kerala (HDCK) - Release of an amount of Rs. 60,00,000/- (Rupees Sixty Lakh Only) towards working capital assistance - sanctioned- Orders issued

INDUSTRIES (K) DEPARTMENT

G.O.(Rt)No.30/2026/ID Dated,Thiruvananthapuram, 08-01-2026

Read:- 1. G.O. (Rt) No.736/2025/ID dated 19.06.2025.

2 G.O. (Rt) No.925/2025/ID dated 25.07.2025.

3 Letters No.HDCK/F&A/2025-26/815 dated 18.08.2025 & No.HDCK/F&A/2025-26/1166 dated 17.10.2025 from the Managing Director, Handicrafts Development Corporation of Kerala.

ORDER

As per the Government Order read as 1st paper above, Administrative Sanction has been accorded as working capital assistance to Handicrafts Development Corporation (HDCK) for the financial year 2025-26 at an estimated cost of ₹200 Lakh and as per the Government Order read as 2nd paper above, an amount of ₹70,00,000/- (Rupees Seventy Lakh Only) was released under the head of account "6851-00-190-98(P)" from the current years budget provision.

2. Now as per the letter read as 3rd paper above, the Managing Director, HDCK has requested to release the balance amount to Handicrafts Development Corporation (HDCK) under the h/a "6851-00-190-98(P)" towards working capital assistance.

3. Government have examined the matter in detail and pleased to accord sanction for the release of an amount of ₹60,00,000/- (Rupees Sixty Lakh Only) to Handicrafts Development Corporation (HDCK) under the h/a "6851-00-190-98(P)" towards working capital assistance for the Financial Year 2025-26, subject to the following terms and conditions of fund release.

1. The amount shall 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 and Circular No.75/2009/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.

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 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.
5. Financial principles & Rules relating to 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 as per G.O. (P)No.169/2018/Fin dated 16.05.2018. Regarding the sanction and repayment of loan, Administrative Department 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 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 now released 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.

16. Director of Industries and Commerce Department 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 Systems.

4. The Director/Additional Director, Industries & Commerce will draw and disburse the amount as mentioned above.

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

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

The Managing Director, Handicraft Development Corporation of Kerala Ltd,
Thiruvananthapuram.

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

The Director of Treasury , Thiruvananthapuram.

District Treasury Officer, Thiruvananthapuram.

Sub-Treasury Officer, Vikas Bhavan, Thiruvananthapuram.

Finance Department (UO.No.PU-D3/109/2025-Fin, dated 05.01.2025)

Finance (GIMC) Department

Finance (Budget Wing -G) Department

The CEO, K-Bip, Thiruvananthapuram.

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

Under Secretary and Nodal Officer (BMS)

SF/OC (K3/102/2025-IND)

Forwarded /By order

Signed by

Simi Jose V

Section Officer

Date: 09-01-2026 10:50:37