



GOVERNMENT OF KERALA

Abstract

Industries Department - Setting up of Liquid Medical Oxygen Plant in the State - Recommendations suggested by Secretary Level Committee -Approved - Orders issued -reg:

INDUSTRIES (J) DEPARTMENT

G.O.(Rt)No.386/2022/ID Dated,Thiruvananthapuram, 09-05-2022

Read 1 G.O.(Rt) No. 137/2022/ID dated 16.02.2022

2 Letter No. KSIDC/TVM/LMOP/2022/2904 dated 23.02.2022 from Managing Director, Kerala State Industrial Development Corporation Limited, (KSIDC Ltd) Thiruvananthapuram

3 Minutes of the meeting of Secretary Level Committee held on 04.03.2022

ORDER

As per Government Order read as Ist paper above, Secretary Level Committee was constituted for examining the specific Government assistance sought by M/s Manorama Oxygen Pvt Ltd and M/s Ozone Gases Pvt Ltd respectively for setting up of Liquid Medical Oxygen Plant in Public Private Partnership mode in the state. As per letter read as 2nd paper above ,Managing Director, Kerala State Industrial Development Corporation Limited(KSIDC Ltd) ,the convenor of the Secretary Level Committee had submitted following recommendations as suggested by the aforesaid Committee.

i) Financial assistance by way of capital investment subsidy to cover up to 25% of the cost of equipment, plant and machinery subject to a cap of Rs. 5 Crores.

ii) Power Tariff subsidy of Rs.2 per unit for the power being consumed in the plant for the production of Liquid Medical Oxygen with a ceiling limit of Rs. 1.25 Crores per year for a maximum annual consumption of 98400 units for the initial 5 years of operation of the plant. The subsidy amount may be reimbursed to the Anchor Industries annually by the State Government up on submission of bills paid to Kerala State Electricity Board Ltd.

iii) Term loan assistances at a subsidized interest rate through State Government Financial Institutions for the initial 5 years and at prevailing floating rate for the balance 25 years. Moratorium of 2 years for commencement of repayment after starting commercial operation of the plant shall be made available. The ceiling limit for term loan assistance shall be Rs. 30 Crores.

iv) Single Window clearance and fast track approval shall be provided for the project for statutory clearances and approvals.

v) Based on the quantum of investment being made the medical oxygen manufacturing units comes under the definition of MSMEs and the prevailing price preference for MSME products shall be made applicable for the Government purchase of Liquid Medical Oxygen produced in the plants being developed.

2) Secretary Level Committee had also recommended to initiate fresh tender process and to incorporate the recommendations in the tender document to be invited for the project.

3) Government have examined the matter in detail and are pleased to approve the recommendations as suggested by the Secretary Level Committee for setting up of Liquid Medical Oxygen Plant in the State. Managing Director, Kerala State Industrial Development Corporation Limited (KSIDC Ltd) will invite fresh tender for the project after incorporating the recommendations in the tender document to be invited for the

project and he will take time- bound action plan in this regard .

(By order of the Governor)

SUMAN BILLA

PRINCIPAL SECRETARY

To:

Managing Director, Kerala State Industrial Development
Corporation Limited (KSIDC Ltd), Thiruvananthapuram
Director ,Industries & Commerce, Thiruvananthapuram

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

Finance Department

Health & Family Welfare Department

Planning & Economic Affairs department

Director, Information and Public Relations Department

(for publishing in the official website)

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