



GOVERNMENT OF KERALA

Abstract

Industries Department - Working Capital assistance to Autokast Ltd. - Fund Release Sanction accorded -Orders issued

INDUSTRIES(D)DEPARTMENT

G.O.(Rt)No.1070/2021/ID Dated,Thiruvananthapuram, 25/09/2021

Read 1 GO(Rt) No 652/2021/ID dated: 27/06/2021

2 GO(Rt)No.703/2021/ID dated:07/07/2021

3 G.O.(Rt)No.855/2021/ID dated:13/08/2021

4 Letter No.AKL/FIN/21-22/370 dated:31/08/2021 from the Managing Director, Autokast Ltd

ORDER

As per the Government Order read as 1st paper above Administrative Sanction was accorded for Rs.30 Crores to 26 PSU's under Industries Department as Working Capital support for holding on operations through re-appropriation from lump sum H/A 4885-60-800-96(P) of PSUs. Among these 26 PSU's , Autokast Ltd. is also included and an amount of Rs.2.50 Crores is allotted to the company. As per Government Order read as 2nd paper above, Administrative Sanction was accorded for the re-appropriation for an amount of Rs.2.50 Crores to Autokast Ltd. from the H/A 4885-60-800-96(P) to the H/A 6858-04-190-89(P) of Autokast Ltd. for providing financial support to Autokast Ltd.

2) An amount of Rs. 1,25,00,000/- (Rupees One Hundred and Twenty five Lakhs only) was released to Autokast Ltd, under the h/a 6858-04-190-89(P), towards Working capital assistance as per Government Order read as 3rd paper above. Then as per letter read as 4th paper above, the Managing Director, Autokast Ltd. requested Government to release the balance amount of Rs.125 Lakh for the completion of the supply of Casnub Boggies to Northern Railway.

3) Government have examined the matter in detail and are pleased to release the balance amount of Rs. 1,25,00,000/- (Rupees One Hundred and Twenty five Lakhs only) to Autokast Ltd, under the h/a 6858-04-190-89(P), sanctioned vide GO(Rt)No. 703/2021/ID dated:07/07/2021 towards Working Capital assistance, subject to the following conditions of fund release:

- i. Funds should be transfer credited to PSTSB account in compliance of GO(P)No.62/2018/Fin dated 16.04.2018.
- ii. The funds shall be used for the specific purpose for which it is released and not diverted for any other purpose.
- iii. 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.
- iv. 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.
- v. Financial Principles & Rules relating to the drawal & utilisation of funds should be observed scrupulously.
- vi. The loan should be treated as 'Working Capital Loan' and the period of loan shall be 5 years.
- vii. Repayment of loan shall commence on the first anniversary of the drawal of loan.
- viii. 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, the company should scrupulously follow all the formalities/ procedures stipulated in Circular No. 40/2013/Fin dated 27.04.2013.

ix. Loan shall be repaid in equal quarterly installment along with interest.

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

xi. The amount shall be shown as loan from Government in the accounts of the Company.

xii. 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.

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

xiv. The 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) 4/2020/Fin dated 09.01.2020 along with further fund release proposals.

4) The Director / Additional Director of Industries and Commerce will draw and disburse the amount to Autokast Ltd.

(By order of the Governor)
Asokan K
Additional Secretary

To:

The Managing Director, Autokast Ltd, SN Puram, Cherthala.
The Director/ Additional Director of Industries and Commerce Department
The Accountant General(A&E)/ Audit, Kerala, Thiruvananthapuram.
The District Treasury Officer, Alappuzha/ Thiruvananthapuram
The Finance Department (vide E-1795661/PUD2/58/21-Fin
dated:23/09/2021)
The Finance (GIMC) Department
The Planning and Economic Affairs Department
The Secretary, RIAB, Thiruvananthapuram
✓ I&PRD(Web and New Media)
The Stock file/ Office copy

Forwarded /By order


Section Officer