



GOVERNMENT OF KERALA

Abstract

Industries Department- Modernisation project of installation of 6 Ton Open Die Forging hammer and heavy duty VMC Die sinking machine in Steel and Industrial Forgings Ltd.-Fund released-Orders issued

INDUSTRIES(D)DEPARTMENT

G.O.(Rt)No.836/2021/ID Dated,Thiruvananthapuram, 10/08/2021

Read 1 G.O. (Rt)No.640/2021/ID Dated: 26/06/2021

2 Letter No.SIFL/F&A/2021-22/420 dated:29/06/2021 from the Managing Director, Steel and Industrial Forgings Ltd

ORDER

As per G.O read as 1st paper above Administrative Sanction was accorded for an amount of Rs.862 Lakhs (Rupees Eight Hundred and Sixty Two Lakhs only) under the H/A of 6858-04-190-84 (P) of Steel and Industrial Forgings Ltd as financial support to complete the project of modernisation (installation of 6 ton open forging Hammer, Heavy duty VMC die sinking machine 6 ton).

2) The Managing Director, Steel and Industrial Forgings Ltd has requested to release an amount of Rs.862 Lakhs (Rupees Eight Hundred and Sixty Two Lakhs only) for the Modernisation project of installation of 6 Ton Open Die Forging hammer and heavy duty VMC Die sinking machine as per the letter read as 2nd paper above.

3) Government have examined the matter in detail and are pleased to release an amount of Rs. 400,00,000/- (Rupees Four Hundred Lakhs Only)

under the Head of Account 6858-04-190-84(P) to SIFL, for the Modernisation project of installation of 6 Ton Open Die Forging hammer and heavy duty VMC Die sinking machine, subject to GO(Rt) No.640/2021/ID dated 26/06/2021 and subject to the following terms and conditions of fund release:

- a. Funds should be transfer credited to PSTSB account in compliance of GO(P) No.62/2018/Fin dated 16.04.2018.
- b. The funds shall be used for the specific purpose for which it is released and not diverted for any other purpose.
- c. 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.
- d. 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.
- e. Financial Principles & Rules relating to the drawal & utilisation of funds should be observed scrupulously.
- f. The loan should be treated as 'Working Capital Loan' and the period of loan shall be 5 years.
- g. Repayment of loan shall commence on the first anniversary of the drawal of loan.
- h. 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 scrupulously followed.
- i. Loan shall be repaid in equal quarterly installment along with interest.
- j. In case of default, penal interest @ 2.50% per annum shall be charged in addition to the normal rate of interest.
- k. The amount shall be shown as loan from Government in the accounts of the Company.
- l. 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.
- m. The Drawing & Disbursing Officer should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds.
- n. 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)No.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 Steel and Industrial Forgings Ltd.

(By order of the Governor)
Asokan K
Additional Secretary

To:

The Managing Director, Steel and Industrial Forgings Ltd, Athani, Thrissur

The Director of Industries and Commerce, Thiruvananthapuram

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

The District Treasury Officer, Thiruvananthapuram

The Finance Department (Vide UO No. 1798759/PU-D2/61/2021-FIN
dated:04/08/2021)

The Finance (GIMC) Department

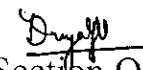
The Planning & Economic Affairs Department

The Secretary, RIAB, Thiruvananthapuram

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Section Officer

