



GOVERNMENT OF KERALA

Abstract

Industries Department -Malappuram Co-operative Spinning Mills Ltd- Working Capital loan of Rs.230 Lakh availed from the State Bank of India - Extension of Government Guarantee from 01.01.2026 to 31.12.2029 and execution of Guarantee Deed - Sanction Accorded - Orders Issued.

INDUSTRIES(C)DEPARTMENT

G.O.(Ms)No.90/2025/ID Dated, Thiruvananthapuram, 26-12-2025

Read:-

1. G.O.(Ms)No.36/2000/ID dated 02/03/2000.
2. G.O.(Ms)No.120/ 2021/ID dated 24/12/2021.
3. Letter No.MCSM ACAR:l36:2025-26/320 dated 04/08/2025 from the Managing Director, Malappuram Co-operative Spinning Mills Ltd.
4. Letter No.TEXFED/MD/MCSM/IND/2025/3801 dated 21/08/2025 from the Managing Director, TEXFED.
5. Letter No. HL/1725/2025-T2 dated 06/10/2025 from the Director of Handloom & Textiles.

ORDER

As per the Government Order read as 1st paper above, Government had accorded sanction for Government Guarantee for the Working Capital loan for an amount of Rs.230 Lakh together with interest and other incidental expenses availed by the Malappuram Co-operative Spinning Mills Ltd from State Bank of Travancore (Now State Bank of India), on usual terms and conditions of Government Guarantee. The

Government have extended the period of said Government Guarantee from time to time. Since the period of the said Government Guarantee extended, as per Government Order read as 2nd paper above, expires on 31/12/2025, the Managing Director, Malappuram Co-operative Spinning Mills Ltd, vide letter read as 3rd paper above, has requested to extend the period of Guarantee for a further period of 4 years from 01.01.2026 to 31.12.2029.

2) The Director of Handloom & Textiles and the Managing Director, TEXFED have also recommended to extend the period of Government Guarantee for the Working Capital loan of Rs.230 Lakh availed by Malappuram Co-operative Spinning Mills Ltd from State Bank of India, for a further period of 4 years from 01.01.2026 to 31.12.2029.

3) Government have examined the matter in detail and are pleased to order that the period of Government Guarantee for the Working Capital loan amount of Rs.230 Lakh (Rupees Two Hundred and Thirty Lakh) availed from State Bank of India by the Malappuram Co-operative Spinning Mills Ltd, will be extended for a further period of 4 years from 01.01.2026 to 31.12.2029 on usual terms and conditions of Government Guarantee and the Guarantee Deed will be executed accordingly, subject to the following conditions:

- (i) Guarantee Commission @ 0.75% shall be remitted as per Guarantee Act & G.O.(Ms) 487/2004/Fin dated 16.10.2004.
- (ii) Simple interest @ 12% shall be charged for delayed payments as specified in clause 5 of the Government Order dated 16.10.2004.
- (iii) Half yearly report shall be sent to Government with attested copies of chalans remitting Guarantee Commission & penal interest, if any indicating details of guaranteed amount, outstanding, guarantee commission payable (with details of Calculation).
- (iv) The Director of Handloom & Textiles should ensure the remittance of Guarantee Commission dues if any, before the execution of deed.

(v) Since Guarantee Commission cannot be waived as per Guarantee Act, the Director of Handloom & Textiles should evolve a proper mechanism for the strict payment of Guarantee Commission without any fault.

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

To:

The Director of Industries and Commerce, Thiruvananthapuram.
The Director of Handloom and Textiles, Thiruvananthapuram.
The Managing Director, TEXFED, Thiruvananthapuram.
The Managing Director, Malappuam Co-operative Spinning Mills, Malappuram.
The General Manager, State Bank of India, Zonal Office, Kozhikkode.
The Principal Accountant General(G&SSA), Kerala, Thiruvananthapuram.
The Accountant General(A&E) Kerala, Thiruvananthapuram.
General Administration (SC)Department
(Vide Item No.3466 dated 24.12.2025)
Finance (PU-B) Department
(Vide No.PU-B3/97/2017-Fin (E-690422) dated 15/11/2025)
L& PR Department, Web & New Media
(for uploading the order in the Government website)
SF/OC

Forwarded /By Order

Signed by
Sectional Officer

Copy to:- P.S. to Hon'ble Minister (Industries)
P.A. to Principal Secretary (Industries)

Date: 26-12-2025 18:34:43