



## GOVERNMENT OF KERALA

### Abstract

Industries Department– Comprehensive Revival Scheme for Co-operative Spinning Mills ( under TEXTFED)-Modernisation of Alleppey Co-operative Spinning Mills 2021-2022 Release of Fund - Orders issued.

### **INDUSTRIES(C)DEPARTMENT**

G.O.(Rt)No.64/2022/ID Dated,Thiruvananthapuram, 21/01/2022

Read 1 G.O(Rt)No.534/2021/ID dated 04/06/2021

2 Letter No:HL/1005/2021-T2 dated 09/08/2021 & 29/10/2021 from the Director of Handloom & Textiles.

3 G.O(Rt)No.8319/2021/Fin dated 21.12.2021

### **ORDER**

As per the Government Order read as 1<sup>st</sup> paper above administrative sanction was accorded for the proposal for Modernisation of Alleppey Co-operative Spinning Mills under Comprehensive Revival Scheme for Co-operative Spinning Mills (under TEXTFED) for an amount of Rs.230 lakh debiting the expenditure under the head of account 6851-00-109-74(P) from the current year's budget provision.

(2) The Director of Handloom & Textiles as per the letter read as 2<sup>nd</sup> paper above requested for the release of Rs.230 lakh for the Modernisation of Alleppey Co-operative Spinning Mills.

(3) Government have examined the matter in detail and are pleased to accord sanction for the release of an amount of Rs.230 lakh (Rs Two crore Thirty lakh only) debiting the expenditure under the head of account -6851-00-109-74(3)-NCDC Assisted Schemes(PV) for the Modernization of Alleppey Co-operative Spinning Mills with NCDC Assistance, vide re-appropriation from the head of account-4885-60-800-96(PV) authorized vide Government Order read as 3<sup>rd</sup> paper above subject to the conditions detailed below along with the conditions stipulated in the Government Order read as 1<sup>st</sup> paper above.

1. Funds should 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, 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.
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 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.
5. Financial Principles & Rules relating to the 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. The details of 1st repayment of loan should be intimated to Govt with relavant documents.
9. 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.
10. Loan shall be repaid in equal quarterly installment along with interest and the Director of Handloom & Textiles 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 Mill.
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 Director of Handloom & Textiles 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 to be released should be furnished in the prescribed format appended with G O (Ms) 04/2020/Fin dated 09/01/2020 along with further fund release proposals.

(4)The Director of Handloom & Textiles will draw and disburse the amount to Alleppey Co-operative Spinning Mills Ltd through Managing Director, TEXTFED.

(By order of the Governor)  
Murali. S.  
Joint Secretary

To

The Director of Industries & Commerce, Thiruvananthapuram

The Director of Handloom and Textiles, Thiruvananthapuram

The Managing Director, TEXTFED, Thiruvananthapuram

The Managing Director, Alleppey Co-operative Spinning Mills Ltd, Alappuzha

District Treasury Officer, Thiruvananthapuram.

The Principal Accountant General(G&SSA), Kerala,Thiruvananthapuram

The Accountant General(A&E) Kerala, Thiruvananthapuram.

Finance (GMC) Department

Finance(PUD)Department(vide FileNo.-PU-D1/149/2021-Fin(e-1843138)dated 10/01/22)

Finance (Planning-B)Department

Planning& Economic Affairs Department (Vide Minutes of DWGM on 26/04/2021)

Industries (J) Department

X&PRD Department (for posting the G.O in the Government website)

SF/ OC.

Forwarded/By Order

  
Section Officer