



GOVERNMENT OF KERALA

Abstract

Industries Department - Kerala Rubber Limited(KRL)-Release an amount of Rs. 4,04,32,855/- from the current year budget provision under the h/a '4860-60-190-90-Kerala Rubber Limited (PV)"-Sanctioned-Orders issued.

INDUSTRIES (G) DEPARTMENT

G.O.(Rt)No.782/2022/ID Dated,Thiruvananthapuram, 27-07-2022

Read 1 Letter No KRL/CMDO/78/2022-23 dated 04-07-22 form
Chairperson and Managing Director,Kerala Rubber Limited

2 GO(Rt) No. 29/2022/ID dated 10.01.22

3 GO(Rt)No.517/2022/ID dated 03.06.22

4 GO(Rt)No.618/2022/ID dated 01.07.22

5 GO(Rt)3282/2022/Fin dated 29.04.22

6 GO(Rt)5077/2022/Fin dated 14.07.22

ORDER

As per Government Order read (2) above, sanction was accorded to release an amount of Rs 450 Lakhs to Kerala Rubber Limited for manufacturing facility for solid OTR Tyres and HRLT, from the H/a 4885-01-200-95 on the condition that, DDO should release the fund to the PSTSB account opened by Kerala Rubber Limited (KRL) (No.799012700002241) in the Sub Treasury Vellayambalam, Trivandrum and subject to the usual conditions of fund release..

Government taken back the unspent balance of Rs. 4,04,32,855/- on 31/03/22. As per Government Order read 5 above, a new Head of account "4860-60-190-90" was opened for KRL.

CMD, KRL through her letter read 1 above has informed that KRL is facing financial crisis due to lack of fund and requested the Government to release the unspent balance of Rs.404 Lakh to PSTSB account of KRL under the new head of account of Kerala Rubber Limited with Account No.

799012700002241 in the Sub Treasury , Vaikom.

As per the Government Order read (4) above, sanction was accorded to reallocate the amount resumed from the PSTSB account of KRL during 2021-22 (Rs.4,04,32,855/-) from the newly created head of Account of KRL '4860-60-190-90 Kerala Rubber Limited (PV).

Government examined the matter in detail and agrees to release an amount of Rs. 4,04,32,855/- from the current year budget provision under the h/a '4860-60-190-90-Kerala Rubber Limited (PV)", for the re-allocation of resumed fund to KRL, subject to the following terms and conditions of fund release.

- 1) Funds should be transfer credited to PSTSB account in compliance of GO (P) No 62/2018/fin dated 16.04.2018.
- 2) Funds shall be utilized for the purpose for which it is released and should be diverted for any other purpose.
- 3) 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.
- 4) The Operational guidelines regarding the utilization 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 & utilization of funds should be observed scrupulously.
- 6) Utilization 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 Go (Ms) 4/2020/Fin dated 9/1/2020 along with further fund release proposals.
- 7) The loan should be treated as 'Working Capital Loan' and the period of loan shall be 5 years.
- 8) Repayment of loan shall commence on the first anniversary of the drawal of loan.
- 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 follow scrupulously
- 10) Loan shall be repaid in equal quarterly instalments along with interest.
- 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 Corporation.
- 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 Drawing & Disbursing Officer should ensure that unspent balances of previous release, if any, will be adjusted against the instant release of funds.

15) The conditions stipulated in GO(P) No 157/2021/Fin dated 26.11.2021 & GO (P) No 171/2021/Fin dated 18.12.2021 in respect of the loan Monitoring and Fund Management Systems should follow.

The Director / Additional Director of Industries and Commerce shall draw and disburse the amount to Kerala Rubber Limited.

(By order of the Governor)
SUMAN BILLA
PRINCIPAL SECRETARY

To:

The Chairperson and Managing Director, Kerala Rubber Limited, Kottayam.

The Director / Additional Director of Industries and Commerce, Thiruvananthapuram.

The Managing Director, KSIDC, Thiruvananthapuram.

The Secretary, RIAB, Thiruvananthapuram

The Director of Treasury, Thiruvananthapuram

The Principal Accountant General (Audit/A&E), Kerala, Thiruvananthapuram
Accountant General (E&RSA/G&SSA), Thrissur

Treasury Officer, Sub Treasury, Vaikom.

The Information and Public Relations Department (Web & New Media)

Chief Executive Officer, Kerala Bureau of Industrial Promotion.

Finance (PU D) Department

Finance (GMC) Department.

Nodal Officer (BMS), Industries Department.

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Section Officer