

**GOVERNMENT OF KERALA****Abstract**

Industries Department - Kerala Rubber Ltd - Administrative Sanction for Development of an integrated facility and industrial complex for promoting natural rubber based and ancillary industries - Sanctioned - Orders Issued.

INDUSTRIES(G)DEPARTMENT

G.O.(Rt)No.570/2025/ID Dated,Thiruvananthapuram, 24-05-2025

Read 1 Letter No.KRL/FIN/008/2025-26 dated 21/04/2025 from the Chairperson and Managing Director,Kerala Rubber Limited

2 Decisions of First Departmental Working Group held on 30/04/2025

3 e-Anumathi AS No.AS/IND/25/42317

ORDER

The Chairperson and Managing Director, Kerala Rubber Limited vide letter read as first paper above has furnished a proposal for the scheme "Development of an integrated facility and industrial complex for promoting natural rubber based and ancillary industries' under Kerala Rubber Limited for the consideration and approval of the Departmental Working Group. Government has included Rs. 900 Lakh, under the H/A 4860-60- 190-90 to Kerala Rubber Ltd in the budget for the FY 2025-26.

2)The objectives of the scheme are as follows

- Ensure better price realization for rubber growers
- Facilitate value addition of NR
- Develop world class manufacturing infrastructure to promote investment in the rubber sector
- Ensure seamless linkages for procurement of NR from rubber growers
- Establish processing facilities for NR and undertake trading activities to create demand
- Operate in Public Private Partnership mode;
- Ensure better returns to stakeholders:
- Generate employment by creating direct as well as indirect job

opportunities etc.

3) The expected outcome is as follows

- Improve marketability and value addition of natural rubber and thereby increase returns to growers with focus on Rubber Producers Societies (RPS) and other farmer groups
- Establishment of natural rubber based manufacturing industries in Kerala to supply high quality rubber products destined for domestic and international markets and make the State a hub for rubber based industries.
- Providing quality infrastructure for setting up natural rubber based industries.
- Development of rubber-based industries with specific thrust to technology oriented and value-added non-tyre rubber products.
- Improve generation of employment opportunities for economic advancement of rural people.
- The implementation of the project is proposed to be scheduled and completed in two phases from 2022-23 to 2026-27.

4) The physical targets (year wise) for the past 5 years is as follows

Year	Target
2020-21	NA
2021-22	NA
2022-23	2%
2023-24	8%
2024-25	40.97%

5) Funding pattern and flow of funds (year-wise) is as follows

Year	Equity Share Capital
2019-20	NA
2020-21	NA

2021-22	Rs. 45,67,145/-
2022-23	Rs. 6,50,00,000/-
2023-24	Rs. 17,55,91,356/-
2024-25	Rs. 5,80,00,000/-

6)The various components and sub components with estimates are as follows.

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Sl No	Name of the component / sub component (where value is > 10 lakhs)	Estimates	
		Recurring	Non-recurring(in Lakhs)
i	Construction of R&D centre, Training Centre, Canteen, Administration Buildings, Internal Roads, Exhibition Centre, Tyre testing Centre, Sterilizing centre, Tyre powdering unit, store, Security Post, Staff Dormitory, Tool Room, Clinic, Guest House, Construction of ETP and STP, Water Treatment Plant, Landscaping, development of roads & land, along with other miscellaneous work and conducting programmes for rubber growers and publications for entrepreneurs.		Rs. 19160.61
	Total		Rs. 19160.61
	Total Estimates in Crore.		Rs. 191.61 Crores

7) The entire project is proposed to be completed during the Financial Year 2026-27.

8) The Departmental Working Group meeting held on 30-04-2025 considered and approved the proposal. Government have examined the proposal with the recommendation of Departmental Working Group and are pleased to accord Administrative Sanction for the project "the Development of an integrated facility and industrial complex for promoting natural rubber based and ancillary industries under Kerala Rubber Limited" for an amount of Rs. 900 Lakh under the H/a 4860-60-190-90.

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

To:

The Director of Industries and Commerce, Thiruvananthapuram.

The Chairperson and Managing Director, Kerala Rubber Limited

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

Planning and Economic Affairs Department.

Finance(Planning B) Department.

Industries (J) Department (Vide U.O Note No J2/111/2025/IND dated
16/05/2025)

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