



GOVERNMENT OF KERALA

Abstract

Industries Department - Administrative Sanction for Procurement of Bandsaw & High End CNC Machine as part of modernization for Forest Industries Travancore Ltd - Orders issued

INDUSTRIES(G) DEPARTMENT

G.O.(Rt)No.640/2022/ID Dated,Thiruvananthapuram, 05-07-2022

Read 1 Letter No.FITL/I-688/2021/D-285 dated 27.05.22 from Member Secretary, RIAB

2 Minutes of the 2nd Departmental Working Group held on 28.06.2022

ORDER

As per the letter read above, Member Secretary, RIAB has furnished a proposal for Procurement of Bandsaw & High End CNC Machine as part of modernization at Forest Industries Travancore Ltd with a project cost of Rs.119 lakhs for according Administrative Sanction under the Head of Account 6860-60-190-86(P).

The objective of the scheme the enhancement of internal production for viable operations. Forest Industries (Travancore) Limited, is engaged in manufacture of wooden furniture and joineries (Windows, Doors, Ventilators etc.). Most of the income was from the commission of civil works and through trading activities. Commission from these activities are not sufficient enough to meet the operational expenses. Company will have to enhance the internal production capacity through mechanization to generate sufficient margin to make this unit operations. The current production facilities in the plant and production method are very old. Conventional machines, methods and technologies that are not sufficient and suitable to cater to the needs of Present Furniture Industry are being used in the company. Company is also facing capacity constrains in Production

and hence faces difficulties in scaling up its business. Further, due to lack of modern equipment, advanced machineries, the current production system yields lower outputs due to above average wastage as compared to other competitors in the industry.

The implementing agency of the project is Forest Industries Travancore Ltd.

Total estimated cost and item wise cost break up is as follows:

Sl.No	Particulars	Amount (Rs. Lakhs)
1	Finger Board Rotary Clamping Machine	8.00
2	Four Side Planer 10-100 mm width	9.00
3	Seasoning Kiln Two Nos. 200CFT	13.00
4	Screw Compressor 10 HP	4.00
5	Tools, Cutters, Spares and Re-conditioning of Machines	9.56
6	Electrical Rearrangement of Switch Gears and Connections. Including Electrical Inspectorate approval.	8.00
	Subtotal	51.56
	GST 18%	9.28
	Total Amount For Machineries And Equipment	60.84
7	Civil Works (Tax Included)	58.16
	TOTAL	119.00

The Departmental Working Group meeting held on 28.06.22 considered and approved the proposal as per Sl.No.14 of the minutes read above.

Government have examined the proposal with the recommendation of the Departmental Working Group and are pleased to accord Administrative Sanction for Procurement of Bandsaw & High End CNC Machine as part of modernization at Forest Industries Travancore Ltd for an amount of Rs. 119 Lakhs under the Head of Account 6860-60-190-86(P). The activities mentioned are to be implemented through Forest Industries Travancore Ltd.

(By order of the Governor)
 SHEEJA.R.S.
 DEPUTY SECRETARY

To:

The Secretary, RIAB, Thiruvananthapuram.

The Managing Director, Forest Industries (Travancore) Limited, Aluva.

Director of Industries and Commerce, Thiruvananthapuram.

Chief Executive Officer, KBip, Thiruvananthapuram.

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

Planning & Economic Affairs Department

Finance (Planning B) Department

Industries(J) Department (Vide U.O.Note No. J2/76/2022-IND dated
01.07.2022

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

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Signed by Shabna.n

Date: 06-07-2022 10:09:19
Section Officer