



GOVERNMENT OF KERALA

Abstract

Trivandrum Spinning Mills Ltd- Modernization and Expansion -
Release of Rs.50 lakh - -Orders Issued.

INDUSTRIES (C) DEPARTMENT

G.O.(Rt)No.31/2024/ID Dated, Thiruvananthapuram, 13-01-2024

Read 1 G.O.(Rt) No.847/2023/ID dated 22.08.2023

2 Letter No.DIC/4752/2022-FI1 dated 23.09.2023 from the
Director of Industries and Commerce, Thiruvananthapuram

ORDER

Government have accorded administrative sanction for an amount of Rs.150 Lakh under the head of account "6860-01-190-99" for modernization and Expansion of Trivandrum Spinning Mills Ltd as per the Government Order read as 1st paper above.

2) As per the letter read as 2nd paper above, the Director of Industries and Commerce has requested to release an amount of Rs.150 Lakh under the head of account 6860-01-190-99 to Trivandrum Spinning Mills Limited for modernization and expansion .

3) Government have examined the matter and are pleased to release an amount of Rs. 50 lakh (Fifty lakh Only) to Trivandrum Spinning Mills Ltd from the current financial year budget provision under the h/a- '6860-01-190-99 -Loans to Trivandrum Spinning Mills Ltd (P)' towards first installment of fund assistance for the Modernization of Trivandrum Spinning Mills Ltd project, on following conditions :

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.
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, Director of Industries and Commerce should scrupulously follow all the formalities/procedures stipulated in Circular No. 40/2013/Fin dated 27.04.2013.
10. Loan shall be repaid in equal quarterly installment along with interest and the Director of Industries and Commerce 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 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. 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.

16. Director of Industries and Commerce should follow the conditions stipulated in G O (P) No.157/2021/Fin dated 26.11.2021 & G O (P) No.171/2021/Fin dated 18.12.2021 in respect of the Loan Monitoring and Fund Management System.

4) The Director of Industries and Commerce/Additional Director of Industries and Commerce will draw and disburse the amount to the Managing Director Trivandrum Spinning Mills Ltd.

(By order of the Governor)
SAURABH JAIN
SECRETARY

The Director of Industries and Commerce ,Thiruvananthapuram

The Director of Handloom and Textiles ,Thiruvananthapuram

The Secretary, BPT, Thiruvananthapuram

The Managing Director, Trivandrum Spinning Mills Ltd

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

The Accountant General (A&E)Kerala,Thiruvananthapuram

The Director of Treasuries ,Thiruvananthapuram

The Planning & Economic Affairs(CPMU) Department

✓ I&PR Department

The Chief Executive Officer, K-bip, Thiruvananthapuram

SF/OC

Forwarded /By order

Signed by

Sreekanth N Officer

Date: 16-01-2024 10:35:50