



## GOVERNMENT OF KERALA

### Abstract

Scheme for Interest Subvention to term loan as Working Capital Loan - Modified – Orders issued.

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### INDUSTRIES(B)DEPARTMENT

G.O.(Rt)No.1200/2021/ID Dated,Thiruvananthapuram, 30/10/2021

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Read 1 G.O.(Rt)No.362/2020/ID Dated 02/06/2020

2 Letter No.DIC/1427/2020-FC4 dated 08/07/2021 from the Director of Industries and Commerce.

### ORDER

As per Government Order read above, Government approved the Scheme guidelines and Implementation procedures for Interest Subvention to Term Loan and Working Capital Loan

2. The Director of Industries and Commerce, vide letter read as 2nd above, has requested to amend the clause 2, 4C, 5, 6 and 6b of Scheme for Interest Subvention to Term Loan and Working Capital Loan in connection with the Covid-19 Samaswasa Pdhati, a relief package to assist industrial units in the wake of second wave of Covid-19.

3. Government have examined the matter in detail and are pleased to modify clauses 2, 4C, 5, 6 and 6b of the Guidelines appended along with the Government Order read above as follows respectively :

**Clause 2.** The Scheme intends to provide interest subvention for 12 months for new/additional term loan and/or working capital loan availed from 1<sup>st</sup> April 2019 to 31<sup>st</sup> December 2021.

**4c.** The unit should have been operational at least for a period of 3 months within a period of 6 months prior to the date of sanction of bank loan. (However this clause shall not be applicable to units already benefited under the scheme and the previous clause will prevail for units already benefited, before the date of this order).

5. The total entitlement in the scheme shall be limited to an amount of Rs.1,20,000 per applicant unit including assistance for term loan and working capital loan and it can be availed only once.

6. All MSMEs in the manufacturing/job work category functioning in Kerala will be eligible to avail interest subvention on fresh/additional working capital loan up to a maximum of Rs.60,000 per unit. The assistance shall be limited to 50% of the interest paid by the unit to the bank/financial unit up to a period of 12 months from the date of disbursement of 1<sup>st</sup> installment to the loan. Units which avail additional working capital loan/new working capital loan from 1<sup>st</sup> April 2019 to 31<sup>st</sup> December 2021 are eligible for this assistance. The assistance shall be released to the Loan account of the Applicant unit through the financial institution concerned on quarterly reimbursement basis.

6b. All MSMEs in the manufacturing/ job works category functioning in Kerala will be eligible to avail interest subvention on fresh/additional term loans up to a maximum of Rs.60,000 per unit. The assistance shall be limited to 50% of the interest paid by the unit to the bank/financial institution up to a period of 12 months from the date of disbursement of the 1<sup>st</sup> installment of the loan. Unit which avail additional terms loan from 1<sup>st</sup> April 2019 to 31<sup>st</sup> December 2021 are eligible for this assistance. The assistance shall be released to the loan accounts of the applicant unit through the financial institution concerned on quarterly reimbursement basis.

4. The Government Order read above stands modified to the above extent only.

5. The above amendments shall be effected from the date 02/06/2020 and additional benefits proposed above are also to be extended to all those units already benefited through the scheme.

(By order of the Governor)  
Malathy S  
Additional Secretary

To:

The Director of Industries and Commerce, Thiruvananthapuram

The Principal Accountant General(Audit), Thiruvananthapuram

The Accountant General(A&E)Audit, Thiruvananthapuram

The Treasury Director, Thiruvananthapuram

All General Managers, District Industries Centres (through DIC)

The Finance (Planning) Department

494678/2021/O/O ADIO(E-GOV) DI&C

The Planning & Economic Affairs Department

The Director, Information and Public Relation (Web and New Media) Department  
(for publishing in the official website)

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Forwarded /By order

Section Officer