



GOVERNMENT OF KERALA

Abstract

Kerala Financial Corporation – Funding of contractors engaged in executing Government works - Permission to exceed the upper limits of accommodation fixed by the State Financial Corporations Act-Sanctioned-Orders issued.

FINANCE (PUBLIC UNDERTAKINGS-A) DEPARTMENT

G.O.(Ms)No.39/2019/Fin Dated, Thiruvananthapuram, 21/01/2019

Read: 1. Letter.No.KFC/Credit/1545/2018 dated 27/11/2018.
2. Minutes of the 593th Board meeting of Kerala Financial Corporation.

ORDER

Kerala Financial Corporation had launched Vikas Scheme to assist contractors of the State for rebuilding Kerala after the flood. The Board of Directors of the Corporation observed that most of the contractors are having constitution of proprietorship and hence as per State Financial Corporations Act, the Corporation can finance up to Rs.8 crore only. The contract works awarded for infrastructure works are having an average value of Rs.20 crore and above and hence the Corporation is not able to extend the required assistance to them. Chairman & Managing Director of Kerala Financial Corporation vide letter read above has requested to grant special permission to the Corporation to fund contractors taking up Government Works up to a limit of Rs.20 crores, irrespective of the constitution of the entity.

Government have examined the matter in detail, and are pleased to

grant permission to Kerala Financial Corporation to increase the limit of financial assistance to registered contractors from Rs.8 crore to Rs. 20 crore.

By order of the Governor
S.V. KALA
ADDITIONAL SECRETARY (FINANCE)

To:

The Principal Accountant General(A&E), kerala,
Thiruvananthapuram.

The Accountant General (E&RSA), Kerala, Thiruvananthapuram.

The Chairman & Managing Director of Kerala Financial
Corporation.

The Nodal Officer WWW.Finance.kerala.gov.in

The Stock File/Office Copy

Forwarded/by order



Section Officer