



ABSTRACT

Industries - SIPCOT Limited - Structured Package of Assistance - Sanction and release of Rs.200,00,00,000/- (Rupees Two Hundred Crore only) towards Soft Loan as part of incentive under Structured Package of Assistance to SIPCOT for the Financial Year 2021-2022 - Orders - Issued.

Industries (MIF.1) Department

G.O. (Ms) No.65

Dated: 24.03.2022

பிலவ வருடம் பங்குனி 10

திருவள்ளூர் ஆண்டு 2053

Read:

From the Managing Director, SIPCOT Letter No.F/SPA/GC/2009-2, dated 04.02.2022.

ORDER:

During the Revised Budget 2021-22, Government have approved the Revised Estimate under Structured Package of Assistance for the year 2021-22. According to approved RE 2021-22, Government have allocated a sum of Rs.350 crore under the head of Soft Loan (6860-60-600-I-AC-50201).

2. In the letter read above, the Managing Director, SIPCOT has stated that the total claims expected from the beneficiary units is Rs.640.54 crore and the funds available from the previous year sanction is Rs.154.59 crore. Due to availability of funds sanctioned in the previous year, the Managing Director, SIPCOT has also stated that SIPCOT has not requested for funds from the Government under the head of Soft Loan for the first two quarters and that it is expected to utilize 70% of the remaining claims during the current financial year.

3. In view of the above and funds allocated in RE 2021-22, the Managing Director, SIPCOT has requested the Government to sanction and release Rs.350.00 crore (Rupees Three hundred and fifty crore only) under the head of soft loan (6860-60-600-I-AC-50201) and credit the same into SIPCOT PD account.

4. The Government after careful examination of the proposal of the Managing Director, SIPCOT hereby sanction a sum of Rs.200,00,00,000/- (Rupees Two Hundred Crore only) towards Soft Loan under the Structured Package of Assistance for Financial Year 2021-2022 to SIPCOT.

5. The amount sanctioned at para 4 above shall be debited to the following head of account:-

Soft Loan- Rs.200 crore:

6860-Loans for consumer Industries - 60-Others - 600 - Others - AC-Soft Loan to Industrial Units under Structured Assistance Package - Controlled by the Industries Commissioner and Director of Industries and Commerce - 502-Outgo 01 Bearing interest (IFHRMS DPC-6860-60-600-AC-502 01)

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6. The Industries Commissioner and Director of Industries and Commerce, Chennai-32 is authorized to draw the amount sanctioned in para 4 above. The entire amount of Rs.200.00 crore (Rupees Two Hundred Crore only) shall not be paid in cash but it shall be credited to the following head of account by means of ECS in favour of PD Account of SIPCOT:

"K-Deposits and Advances-(b)-Deposits not bearing Interest - 8443.00-Civil Deposits - 800 - Other Deposits - DQ - Deposits of State Industries Promotion Corporation of Tamil Nadu (SIPCOT) Limited 801-Receipts - 02 - Not Bearing Interest-802-Out go 02-Not Bearing Interest

IFHRMS (DPC: 8443-00-800-DQ-80202) [Out go]

IFHRMS (DPC: 8443-00-800-DQ-80102) [Receipts]".

7. Tamil Nadu Financial Code Volume-I, chapter-X- Loans and Advances, articles from 219 to 225 prescribes the procedure to be followed till the final recovery of the loan. The Industries Commissioner and Director of Industries and Commerce should adhere to the said procedures. The Manual of Loans and Advances also contains the types of heads of department -wise loan, the Loan Register to be maintained by the respective department and the authority responsible for disbursement/collection/monitoring of collection, reconciliation of disbursements and recoveries and budgeting of Receipts and Outgo under the Loans and Advances. As per the above mentioned Code and Manual, the primary responsibility of monitoring and recovery of Loans and Ways and Means Advance sanctioned to the Loanee Institution by the Government solely rests with the Head of the Department / Administrative Department that draws and disburses the Loans / Ways and Means Advances.

8. This order issues with the concurrence of Finance Department vide its U.O.No.11430/Finance(Inds)/2022, dated 11.03.2022 and LSL No.56 (Fifty Six) / 2021-2022 and the IFHRMS Loan Request No.323 (Three Hundred and Twenty Three)

(BY ORDER OF THE GOVERNOR)

S. KRISHNAN

ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To

The Managing Director,
SIPCOT, 19-A, Rukmani Lakshmi pathy Road,
Egmore, Chennai - 600 008.

The Industries Commissioner & Director of Industries and Commerce,
SIDCO Complex, Guindy, Chennai - 600 032.

The Accountant General, Chennai - 600 018.

The Pay and Accounts Officer (East), Chennai - 600 008.

Copy to:

The Industries (OP.II) Department, Chennai - 600 009.

The Finance (Industries/BG.1/L&A Cell)Department, Chennai - 600 009.
SF/SCs.

// FORWARDED / BY ORDER //



SECTION OFFICER

Annexure to G.O.Ms.No. 65, Industries (MIF.1) Department,
Dated 24.03.2022

LOANS SANCTIONED BY GOVERNMENT OF TAMIL NADU

LOAN SANCTION LEDGER No.56/2021-2022

01.	Name of the Borrower	:	The Managing Director, SIPCOT, Chennai – 600 008.
02.	HOD Controlling the Borrower	:	Industries Commissioner and Director of Industries and Commerce, Chennai-600 032.
03.	Amount Sanctioned	:	Rs.200.00 Crore (Rupees Two Hundred Crore only)
04.	Sanction valid upto	:	31.03.2022
05.	Purpose of loan	:	To enable SIPCOT to release the amount towards Soft Loan to the eligible Companies after due assessment / verification under Structured Package of Assistance.
06.	Payable in Cash or Adjustment	:	By adjustment into PD Account under -8443.00-Civil Deposits-800. Other Deposits-DQ. Deposits of State Industries Promotion Corporation of Tamil Nadu (SIPCOT) Limited 801-Receipts - 02 - Not Bearing Interest - 802 Out go 02 - Not Bearing Interest. IFHRMS [DPC:8443-00-800-DQ-802 02] [Out go]" IFHRMS [DPC:8443-00-800-DQ-80102] [Receipts]

07.	Demand No., Sub-Head, Detailed Head under which loan is sanctioned. (Both Outgo and Receipt)	:	<p align="center">Demand No. 27 – Industries Department.</p> <p>“6860 Loans for Consumer Industries – 60. Others – 600. Others – AC- Soft loans to Industrial units under Structured Assistance Package – Controlled by the Industries Commissioner and Director of Industries and Commerce.502 – Outgo 01 Bearing Interest</p> <p>IFHRMS [DPC-6860-60-600-AC-502 01] [Outgo]</p> <p>[DPC 6860-60-600-AC-50101] [Receipts]</p>
08.	Repayment period	:	<p>The Soft loan will be given through SIPCOT to the investing companies covered by Structured Package of Assistance. The repayment period is different on company to company basis. The amount will be repaid after a certain number of years along with interest.</p>
09.	Moratorium towards repayment, if any	:	<p>The Soft loan will be given through SIPCOT to the investing companies covered by Structured Package of Assistance. The repayment period is different on company to company basis. The amount will be repaid after a certain number of years along with interest.</p>
10.	Date of which repayment to commence	:	-----
11.	Mode of payment		Annually
12.	Interest (a) Normal rate		0.1% Per Annum.

	(b) Penal rate of interest	2.50% Per Annum.
	(c) Mode of recovery of Interest	Quarterly
13.	The Head of Account to which interest has to be credited	"0049-Interest Receipts-04 Interest Receipts of State / Union Territory Government-190 Interest from Public Sector and Other Undertakings-AP-Loans to SIPCOT 225 - Interest 11 - Public Sector Undertakings [D.P. Code 0049 04 190 AP 22511]"
14.	G.O. No. and Date	G.O.(Ms) No.65, Industries (MIF.1) Department, dated 24.03.2022

S. KRISHNAN
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

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SECTION OFFICER

