

FIFTEENTH KERALA LEGISLATIVE ASSEMBLY

COMMITTEE

ON

**PUBLIC UNDERTAKINGS
(2023-26)**

✓ 11th
..... REPORT

(Presented on ..01..02..2024...)

SECRETARIAT OF THE KERALA LEGISLATURE

THIRUVANANTHAPURAM

2024

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(2023-26)**

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On

**The action taken by Government on the Recommendations contained in the
Thirty Second Report of the Committee on Public Undertakings (2016-19)
relating to Malabar Cements Limited based on the Reports of the
Comptroller and Auditor General of India for the
year ended 31st March 2008, 2009, 2010 and 2014**

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COMMITTEE ON PUBLIC UNDERTAKINGS (2023-26)

COMPOSITION

Chairman:

Shri E. Chandrasekharan

Members:

Shri A. P. Anilkumar

Shri Anwar Sadath

Shri Ahammed Devarkovil*

Shri T. V. Ibrahim

Shri P. Mammikutty

Shri K. P. Mohanan

Shri D. K. Murali

Shri P. Nandakumar

Shri Kadakampally Surendran

Shri P. Ubaidulla

Legislature Secretariat:

Shri Shaji C Baby, Secretary in charge

Shri Venugopal. R, Joint Secretary

Smt. Jayasree. M, Deputy Secretary

Shri Mohanan. O, Under Secretary

* In the vacancy of Shri K. B. Ganesh Kumar sworn in as Transport Minister w.e.f. 16.01.2024.

INTRODUCTION


This report is based on the action taken by the Government on the recommendations of the Thirty Second Report of the Committee (2016-19) related to Malabar Cements Limited based on the Audit Report of the Comptroller and Auditor General of India for the year ended 31 March 2008, 2009, 2010 and 2014.

The Statement of Action Taken by the Government included in this Report was considered by the Committee at its meeting held on 24.07.2019 and 07.6.2022.

This Report was considered and approved by the Committee at its meeting held on 22.12.2023.

The Committee place on record their appreciation for the assistance rendered to them by the Accountant General (Audit), Kerala who was present during the examination of the Action Taken Statements included in this Report.

Thiruvananthapuram,
..01..02..2024


E. CHANDRASEKHARAN
Chairman,
Committee on Public Undertakings.

REPORT

This Report deals with the action taken by the Government on the recommendations contained in the Thirty Second Report of the Committee on Public Undertakings (2016-19) relating to Malabar Cements Limited based on the Report of the Comptroller and Auditor General of India for the year ended 31st March 2008, 2009, 2010 and 2014.

The Thirty Second Report of the Committee on Public Undertakings (2016-19) was presented to the House on 18.05.2017 and the Report contains 4 recommendations and replies furnished by the Government to these recommendations.

The Committee considered the action taken statements received from the Government on the recommendations in the above report at its meetings held on 24.07.2019 and 07.6.2022.

The Committee accepted the action taken statements to the recommendation in Para No. 8 without remarks in its meeting held on 24.07.2019 and sought clarification on replies to para Nos. 6, 7 and 9. After considering the clarification sought by the Committee, the Committee accepted the action taken statement on para 6 and 9 without remarks in the meeting held on 7.6.2022. These recommendations, additional information sought by the Committee and the replies furnished by the Government form Chapter I of this Report.

After considering the reply on additional information on the recommendation in para 7, the Committee accepted the reply to the recommendation on Para No. 7 with remarks. This recommendation, additional information sought, the reply furnished by the Government and remarks of the Committee form Chapter II of this Report.

CHAPTER – I

ACTION TAKEN STATEMENTS FURNISHED BY THE GOVERNMENT ON THE RECOMMENDATIONS OF THE COMMITTEE WHICH HAVE BEEN ACCEPTED BY THE COMMITTEE WITHOUT REMARKS

Sl. No.	Para No.	Department Concerned	Conclusions/Recommendations	Action Taken by the Government
(1)	(2)	(3)	(4)	(5)
1	6	Industries	The Committee laments that the Company could have avoided payment of penal interest amounting to ₹2.84 crore if it had taken measures to remit the statutory dues by the due date	<p>The Taxes (B) Department, Govt of Kerala, vide letter dated 24.02.2011 informed that as per Section 32 of KVAT Act the company was granted order to defer the tax up to 06.08.2010 and on expiry of the said order the company is liable to pay tax on the entire turnover.</p> <p>Based on the above letter and after obtaining approval from the Board the deferred KVAT amount of Rs. 20,08,43,533/- was paid to Assistant Commissioner, Special Circle, Commercial Taxes, Palakkad on 02.08.2011.</p> <p>The Assistant Commissioner, Special Circle, Palakkad vide notice dated 18.08.2011 informed that the above deferred KVAT has been paid without interest which is due from 07.08.2010 as per GO (P) No. 209/2007/TD. Further as provided in KVAT Act, where any tax or any other amount due or demanded is paid by any dealer or other person, the payment so made shall be appropriated first towards</p>

			<p>interest accrued on such tax. Hence from the above amount of Rs 20,08,43,533/- an amount of ₹2,41,08,319/- has been adjusted towards interest from 07.08.2010 to 07.08.2011 and directing to pay the balance amount with interest from 07.08.2011.</p> <p>The Assistant Commissioner, Special Circle, Commercial taxes, Palakkad again issued a notice dated 22.02.2013, demanding interest amounting to RS 2,84,47,817/- on delayed payment of deferred KVAT. In order to avoid penal action and revenue recovery proceedings the Company paid the amount on 11.03.2013.</p> <p>Based on the above facts kindly request to drop the query. The same is noted for further compliance.</p>
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ADDITIONAL INFORMATION SOUGHT BY THE COMMITTEE

Para No.	Department Concerned	Additional Information	Reply From Government
6	Industries	<p>38 കോടി രൂപ മറ്റ് sick കമ്പനികൾക്ക് നൽകുന്നതിന് നിർദ്ദേശിച്ചുകൊണ്ടുള്ള സർക്കാരിന്റെ കത്തും ഡെഫർമെന്റിനായി സ്ഥാപനം സർക്കാരിന് നൽകിയ അപേക്ഷയുടെ പകർപ്പും വിശദാംശങ്ങളും ലഭ്യമാക്കുക.</p>	<p>38 കോടി രൂപ മറ്റ് sick കമ്പനികൾക്ക് നൽകുന്നതിന് നിർദ്ദേശിച്ചുകൊണ്ടുള്ള സർക്കാർ കത്തുകളുടെ പകർപ്പും ഡെഫർമെന്റിനായി കമ്പനി സർക്കാരിന് നൽകിയ അപേക്ഷയുടെ പകർപ്പും ഇതോടൊപ്പം ഉള്ളടക്കം ചെയ്യുന്നു. (Annexure I)</p>

Sl. No.	Para No.	Department Concerned	Conclusions/Recommendations	Action Taken by the Government
(1)	(2)	(3)	(4)	(5)
2	8	Industries	The Committee is disssatisfied with the lack of transparency in the tender proceedings for the supply of limestone to the Company. The Committee is distressed to note that the Company suffered an avoidable extra expenditure of ₹ 16.97 lakh due to transportation of excess moisture laden limestone.	<p>PSUs are even not willing to agree to any reduction based on moisture on quantity which they take the position as one of beyond control. Company is however insisting on some reduction on material quantity on private bidders, In negotiation process, in order to ensure continued supply at reduced rates for an essential raw material, Company need to arrive at optimum mutually agreeable terms with L1 which is the best possible solution at that point of time. Else, company would have end up with a situation of nil supplies and further protracted tendering process the result of which is uncertain. In this case MCL was very much in need of the material due to elapse of Tamil Nadu Minerals (TAMIN) agreement.</p> <p>Presently Company is following E-tendering and it is submitted that the points highlighted in the query is fully complied. Since the negotiation was carried to elicit maximum benefit to the company and there are significant advantages accrued by way of reduction in rate, considering the genuineness of the exercise, it is once again submitted that the query may kindly be dropped.</p>

3	9	<p>The Committee observes that the Company was unable to fully explore the benefits of Enterprise Resource Planning (ERP) System which was installed in the Company with a huge expenditure of more than ₹ 1.30 crore. The Committee further notes that the failure of the Company to prepare accurate user requirement specification forced the Company to introduce automation only in limited areas. The Committee recommends that the Company should complete full automation and discontinue all manual processing.</p>	<p>In the report, regarding the installation of ERP system in the Company, the following deficiencies were observed.</p> <p>A. MM module</p> <ol style="list-style-type: none"> 1. System needs to be modified to cater materials requiring quality checks by putting them in Restricted Stock instead of Unrestricted Stock. 2. In the price comparison list reports Previous order prices and sources of procurement are not appearing. 3. Configuration of Unit of Material (UoM) is limited to two decimal points. 4. Same material codes are used for different materials. 5. Approved vendor list is not displayed while processing the Purchase Requisition, even though the list exists in the vendor master. 6. The module is lacking the provision of grading the incoming raw material based on quality. 7. Not possible to identify emergency and routine purchases. 8. Purchase Requisition authorization limits are not mapped in the module <p>B. HR module</p> <ol style="list-style-type: none"> 1. Various data relating to personnel management are done through MS Excel and exported into SAP
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				<p>2. Employee shift change is not managed through HR module, but is done manually.</p> <p>3. Salary bills are prepared outside the system using manual calculation</p> <p>4. Leave management utility is not properly working</p> <p>5. Section-wise employee list is not possible to generate</p> <p>C. Module FICO</p> <p>1. Various elements of Pay & allowance are worked out in MS Excel and exported to SAP.</p> <p>D. PP Module.</p> <p>1. The output rate, stoppage hrs, and specific power consumption for evaluation is not included in the SAP</p> <p>2. Hourly monitoring of various raw materials for raw mill, kiln and cement mill are not available in the SAP in a single window</p> <p>3. Provision for adding new raw materials has to be available.</p> <p>E. SD module</p> <p>1. While supplying empty bags, in its invoice the invoice no. of the original consignment has to be included</p> <p>2. The available balance amount of the customer is not displayed along with balance quantity while generating</p>
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				<p>sales invoice.</p> <p>F. PM module</p> <ol style="list-style-type: none"> 1. Equipment-wise running details are not captured in the module <p>G. Other points</p> <ol style="list-style-type: none"> 1. ABC analysis of inventories for ensuring better control over high value stocks is not initiated 2. Non utilization of purchased module licenses for Customer Relationship Management (CRM express), Employees Self Service (ESS) and Environment, Health & Safety (EHS). 3. Security and Password policy is not present 4. Deficiencies in training <p>Already some level of continued training has been given for those using SD, MM and FICO modules.</p> <p>All the above issues are going to be tackled through the following planned manner:</p> <p>Phase I: Continuing with the process of giving extensive training already undertaken, those using other modules are also will be trained. The entire training in this category will be completed by 3 months time.</p> <p>By this time, the duplicate/ mismatched material codes will be removed from the material master.</p>
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				<p>Phase II: In this case, the company is going to give training at BPO level for 2 persons in each of the six modules.</p> <p>The selection of person will be through screening to identify people having necessary computer knowledge and basic acumen for such responsibilities. This process will be completed within a period of 2 months.</p> <p>The training to all these selected functional persons will be completed by the end of this year.</p> <p>Phase III: Immediately the Company is going to engage SAP consultants through tendering process to urgently attend the functional/inadequacies/deficiencies of the ERP system. The process is already started.</p> <p>Phase IV: Through suitable SAP consultants identified, it is decided to customise all the purchased module licenses including implementing EHS module. This activity is planned to be taken up with Phase III.</p> <p>By doing the above phased modifications, all the issues raised in the report will be alleviated and the SAP-ERP system will be more efficient and better utilized.</p>
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ADDITIONAL INFORMATION SOUGHT BY THE COMMITTEE

Para No.	Department Concerned	Additional information	Reply from Government
9	Industries	<p>2006-07-ൽ കെൽട്രോൺ വഴി സ്ഥാപനത്തിൽ ഇൻസ്റ്റാൾ ചെയ്ത സോഫ്റ്റ് (ERP System) പൂർണ്ണമായും പ്രവർത്തിക്കുന്നില്ലെന്ന 24.07.2019 ലെ തെളിവെടുപ്പ് യോഗത്തിലെ മറുപടിയുടെ അടിസ്ഥാനത്തിൽ കെൽട്രോണിൽ നിന്നും എത്ര രൂപ പെനാൽറ്റി ഈടാക്കിയെന്നും, സോഫ്റ്റ് വെയർ മോഡിഫിക്കേഷനായി പുതിയ ടെണ്ടർ എത്ര രൂപയ്ക്കാണ് നൽകിയതെന്നുമുള്ള വിശദാംശങ്ങൾ ലഭ്യമാക്കുക.</p>	<p>മലബാർ സിമന്റ്സിലെ വിവിധ ഡിപ്പാർട്ട്മെന്റുകളായ ഫിനാൻസ്, മെറ്റീരിയൽസ്, സെയിൽസ്, പ്രൊഡക്ഷൻ, പ്ലാന്റ് മെയിന്റനൻസ്, എച്ച്.ആർ എന്നിവയുടെ പ്രവർത്തനം ഏകോപിപ്പിക്കുന്നതിന് SAP-യുടെ ഇ.ആർ.പി.സിസ്റ്റം വാങ്ങിയിരുന്നു. പ്രസ്തുത സിസ്റ്റം കമ്പനിയിൽ പ്രവർത്തികമാക്കുവാൻ (കസ്റ്റമൈസേഷൻ) വേണ്ടി 50 ലക്ഷം രൂപ ചിലവിൽ കേരള പൊതുമേഖലാ സ്ഥാപനമായ കെൽട്രോണിനെയാണ് ഏൽപ്പിച്ചിരുന്നത്. പ്രസ്തുത സിസ്റ്റം 2007-ൽ കമ്പനിയിൽ നടപ്പിലാക്കിയപ്പോൾ ചില ജോലികൾ ഒഴികെ ഇ.ആർ.പി.സിസ്റ്റത്തിന്റെ പ്രവർത്തനത്തിനായുള്ള ഭൂരിഭാഗം ആവശ്യങ്ങളും നടപ്പിലാക്കിയിരുന്നു. ചില ജോലികൾ ചെയ്ത് തീർക്കാൻ ഉള്ളതിനാൽ കെൽട്രോണിലേയ്ക്ക് നൽകേണ്ട തുകയിൽ നിന്നും 5 ലക്ഷം രൂപ കമ്പനിയിൽ നിലനിർത്തുകയും, പിന്നീട് ബാക്കി ജോലികൾ പൂർത്തീകരിക്കുവാൻ വേണ്ടി ചെന്നൈയിലുള്ള ക്വട്ടേഷൻ എന്ന കമ്പനിയെ 4 ലക്ഷം രൂപയ്ക്ക് ഏൽപ്പിക്കുകയും ചെയ്തിരുന്നു. അത്തരത്തിൽ പൂർണ്ണമായും നടപ്പിലാക്കിയ ഇ.ആർ.പി. സിസ്റ്റം അടുത്ത 10 വർഷത്തേയ്ക്ക് അതായത് 2007 മുതൽ 2017 വരെ മുഴുവൻ പ്രവർത്തനക്ഷമതയോടു കൂടി നല്ല രീതിയിൽ ഉപയോഗിക്കുവാൻ കമ്പനിയ്ക്ക് സാധിച്ചു. ജീവനക്കാരുടെ വിരമിക്കലും, പുതിയ നിയമനങ്ങളും മൂലം ഇ.ആർ.പി.</p>

			<p>സിസ്റ്റത്തിൽ പരിശീലനം നൽകേണ്ടത് ആവശ്യമായി വന്നിരിക്കുകയാണ്. കൂടാതെ മാറിയ ടാക്സ് നടപടിക്രമങ്ങളും, ജി.എസ്.ടി-യിൽ വന്ന നടപടി ക്രമങ്ങളിലെ മാറ്റവും , ജി.എസ്.ടി നടപ്പിലാക്കിയതും, കഴിഞ്ഞ പത്ത് കൊല്ലങ്ങളിൽ വന്ന കമ്പനിയിലെ നടപടിക്രമങ്ങളിലെ മാറ്റങ്ങളും മറ്റും ഉൾക്കൊള്ളിച്ച് ഇ.ആർ.പി. സിസ്റ്റം കാലാനുസൃതമായി കൂടുതൽ പ്രവർത്തനക്ഷമതയുള്ളതാക്കുന്നതിന് വേണ്ടി ടെൻ്റർ ക്ഷണിക്കുകയും അതിന്റെ അടിസ്ഥാനത്തിൽ 30 ലക്ഷം രൂപ ചിലവിൽ കസ്റ്റമൈസേഷൻ വരുത്തിക്കൊണ്ടിരിക്കുകയുമാണ്.</p> <p>SAP-യുടെ ഇ .ആർ. പി. സിസ്റ്റം പൊതുവായി ലോകത്താകമാനമുള്ള പല തരത്തിലുള്ള സ്ഥാപനങ്ങളും ഉപയോഗിച്ച് വരുന്നുണ്ട്. സ്ഥാപനങ്ങളുടെ പൊതു ആവശ്യത്തിന് ഉപയോഗിച്ച് വരുന്ന സോഫ്റ്റ് വെയർ ആയതുകൊണ്ട് ശാസ്ത്ര സാങ്കേതിക മേഖലകളിലെ പുരോഗതിയനുസരിച്ച് SAP-യുടെ ഇ .ആർ.പി. സോഫ്റ്റ് വെയറിൽ കാലാകാലങ്ങളിൽ മാറ്റം വരുത്തി കൊണ്ടിരിക്കുന്നുണ്ട്. സോഫ്റ്റ് വെയർ ഉപയോഗിക്കുന്ന സ്ഥാപനങ്ങൾക്ക് അത്തരം മാറ്റങ്ങൾ ഉൾക്കൊള്ളിക്കാൻ കസ്റ്റമൈസേഷൻ ആവശ്യമായി വരുന്നുണ്ട്.</p> <p>ധാരാളം സ്ഥാപനങ്ങൾ ഉപയോഗിക്കുന്ന ഒരു പൊതുവായ സോഫ്റ്റ് വെയർ ആയതിനാൽ സ്ഥാപനങ്ങളുടെ പ്രധാന ആവശ്യങ്ങൾക്കനുസരിച്ച് ഇ.ആർ.പി. സോഫ്റ്റ് വെയറിലെ ആവശ്യമായ ഭാഗങ്ങൾ (മോഡ്യൂളുകൾ) മാത്രമേ ഓരോ സ്ഥാപനങ്ങളും ഉപയോഗിക്കുന്നുള്ളൂ. ആയതിനാൽ ഇ.ആർ.പി.യുടെ മുഴുവൻ പ്രോഗ്രാമുകളും എല്ലാ</p>
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			<p>സ്ഥാപനങ്ങൾക്കും ഉപയോഗിക്കാൻ കഴിയുകയില്ല. സ്ഥാപനങ്ങളിലെ എല്ലാ കാര്യങ്ങൾക്കും SAP യുടെ ഇ.ആർ.പി. സിസ്റ്റത്തിൽ മാറ്റങ്ങൾ വരുത്തി ഉപയോഗിക്കുവാൻ അധിക സാമ്പത്തിക ചെലവ് വരുന്നതിനാൽ പൊതുവായി എല്ലാ മേഖലകളിലേയ്ക്കും ഈ സോഫ്റ്റ് വെയർ ഉപയോഗിക്കുന്നത് പ്രായോഗികമല്ല.</p>
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CHAPTER – II

ACTION TAKEN STATEMENTS FURNISHED BY THE GOVERNMENT ON THE RECOMMENDATION OF THE COMMITTEE WHICH HAS BEEN ACCEPTED BY THE COMMITTEE WITH REMARKS

Sl. No.	Para No.	Department Concerned	Conclusions/Recommendations	Action Taken by the Government
(1)	(2)	(3)	(4)	(5)
1.	7	Industries	The Committee recommends stern action against the Company officials responsible for the lopsided contract executed between the Company & ARK Wood & Industries (P) Ltd for sourcing of flyash from ARK which had resulted in a loss of ₹36.18 lakh to the Company. The Committee wants to have a detailed and updated report of the Vigilance enquiry initiated against the officials.	<p>A Vigilance Case (VC 13/16/PKD) was registered on 09/07/2016 at VACB, Palakkad as per the order dated 08/07/2016 of the Hon'ble High Court of Kerala in RP No 560/2016 of WP (C) 4932/2016 filed by Sri. Joy Kaitharam, General Secretary, Human Rights Protection Centre, Thrissur. This case has been registered u/s 13(1) (c) (d) r/w 13(2) of Prevention of Corruption Act 1988 and Sec 409, 420, 120 (B) of IPC.</p> <p>Name and Address of Accused Persons :-</p> <p>1. Prakash Joseph, code number 1349, Legal Officer, Malabar Cements Limited, Walayar, Palakkad. (S/o M.P.Joseph, Mannoorettonnil veedu, House No 238, Chandranagar Extention colony, Chandranagar, Palakkad)</p>

				<p>2. Sundaramoorthy, Former Managing Director, Malabar Cements Limited, Walayar (S/o Maarimuthu, No. 3, Trichy Main Road, Ganesapuram, Puliur, Karur district, Tamil Nadu.</p> <p>3 . V.M Radhakrishnan, Former Managing Director, M/s ARK Wood and Metals Pvt., Limited, Coimbatore, (S/o P. Velayudhan Nair 18/714, Nineetha, DPO Road, Palakkad. (Private Individual)</p> <p>4. S. Vadivelu, Former Executive Director, M/s ARK Wood and Metal Pvt. Ltd. Coimbatore. (S/o. SubbayaKounder, House No. 62, Orkaliyur, Jamin Oothukuli P.O Pollachi Taluk, Coimbatore District. (Private Individual)</p> <p>Sri. Prakash Joseph, Legal Officer, Malabar Cements Limited (Accused 1) has been suspended from the services of the Company with effect from 06/03/2018 by the Managing Director, Malabar Cements Limited.</p> <p>The report dated 16/07/2018 of the Director, Vigilance and Anti Corruption Bureau is enclosed.</p>
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ADDITIONAL INFORMATION SOUGHT FOR BY THE COMMITTEE


Para No.	Department Concerned	Additional Information	Action Taken by the Government
(2)	(3)	(4)	(5)
7	Industries	മലബാർ സിമന്റ്സ് ലിമിറ്റഡ് എന്ന സ്ഥാപനത്തിന്റെ മുൻ എം.ഡിയും ലീഗൽ ഓഫീസറും പ്രതിചേർക്കപ്പെട്ട (VC13/16/PKD) വിജിലൻസ് കേസിന്റെ നിലവിലെ സ്ഥിതി സംബന്ധിച്ചും, കേസന്വേഷണത്തിന് സ്റ്റേ ഓർഡർ നിലനിൽക്കുന്നുണ്ടോയെന്നും എങ്കിൽ അതിന്റെ അടിസ്ഥാനത്തിൽ അന്വേഷണം നിർത്തിവെച്ചിട്ടുണ്ടോ എന്നുമുള്ള വിവരങ്ങൾ ലഭ്യമാക്കുക.	വി.സി.13/2016/പി.കെ.ഡി. വിജിലൻസ് കേസ് ഇപ്പോഴും അന്വേഷണഘട്ടത്തിലാണ്. ടി കേസന്വേഷണത്തിന് സ്റ്റേ ഓർഡർ ഒന്നും നിലനിൽക്കുന്നില്ല. കേസന്വേഷണം പുരോഗമിക്കുന്നു.

While considering the reply, as the matter in the recommendation is pending under Vigilance enquiry, the Committee suggested the Industries department to provide details regarding the current status of vigilance enquiry prevailing.

Remarks:

Since the matter in the recommendation is pending under vigilance enquiry, the Committee suggests to provide details regarding the current status of the vigilance enquiry prevailing.

Thiruvananthapuram,
01.02.2024.


E. CHANDRASEKHARAN,
 Chairman,
 Committee on Public Undertakings.



GOVERNMENT OF KERALA
Abstract

Industries Department - Kerala Small Industries Development Corporation Limited - Funding Pattern for the implementation of Mini Tool Room Cum Training Centre, Olavanna, Kozhikode - Approved - Orders issued

INDUSTRIES (F) DEPARTMENT

GO (MS) No. 47/2010/Ind

Dated, Thiruvananthapuram 30/06/2010

Read: 1. G.O. (Ms) No. 103/2010/ID dated 30.04.2010.

2. Minutes of the meeting chaired by Honourable Minister for Industries held on 22.06.2010

ORDER

As per the Government Order read above, Government have approved to implement the eight new projects announced in the Budget Speech 2010-2011 by mobilizing funds to the tune of Rupees one hundred crore as Investment by KMWL and Malabar Cements Limited (KMWL - 60 crore and Malabar Cements Limited - Rs. 40 crore). A Tool Room at Olavanna, Kozhikode to be implemented by Kerala Small Industries Development Corporation Limited is one of the projects announced in the Budget Speech 2010-2011.

2. As per the Minutes read above the following decision has been taken with regard to the funding pattern for the implementation of the Tool Room Project at Kozhikode.

- (i) The projects are to be financed on an 1:1:1 ratio cited as follows:—
First part should be as advance to share participation from PSUs (KMWL/MCL), the second part as soft loan from these PSUs and the third part from self generated fund of the concerned PSU / loan from FIs / KSIDC and banks. The soft loan shall carry 7% interest.
- (ii) Government guarantee may be provided for obtaining loan from Banks / FIs / other agencies including KSIDC, KFC and Power Finance Corporation for financing these projects. Payment of soft loans from the manufacturing PSUs may be subordinated to repayment of loans to these financial institutions. However, interest on soft loan may be paid as per the payment schedule.
- (iii) RIAB will conduct reviews of the project progress fortnightly. The Hon. Minister for Industries & Commerce will review the projects on a monthly basis.

The proposed project for setting up a Mini Tool Room cum training centre, Olavanna, Kozhikode at an estimated cost of Rupees twelve crore, is with an aim to set up the tool room as a common facility centre for micro, small and medium enterprises and to assist them in product and prototype development and also as a centre to provide training in tooling / machining short-term courses in tool design, die design, mould design concepts and hi-tech facility for modern tool room. The funding pattern will be as follows:—

	Source	Amount (in lakhs)
Equity	Malabar Cements Limited	400
Loan		400
Own fund / loan from Financial Institutions / KSIDC		400
Total		1200

4. Government have examined the matter in detail and are pleased to accord approval for the above said decisions and funding pattern for implementing the Tool Room Project at Olavanna, Kozhikode.

5. Kerala Small Industries Development Corporation Limited shall take immediate steps to avail the funds in the above manner for the speedy completion of the project.

By Order of the Governor

T. Balakrishnan

Additional Chief Secretary to Government

To

The Managing Director, Kerala Small Industries Development Corporation Limited, Thiruvananthapuram.
 The Secretary, Public Sector Restructuring and Internal Audit Board, CMD Buildings, Thycaud, Thiruvananthapuram.
 The Principal Accountant General (Audit) Kerala, Thiruvananthapuram.
 The Accountant General (A&E), Kerala, Thiruvananthapuram.
 Industries (J) Department
 SF / OC

Forwarded / By Order

Section Officer

Copy to:—

The Special Private Secretary to Minister for Industries.



GOVERNMENT OF KERALA

Abstract

Industries Department - Public Sector Undertakings - TRACO Cable Company Limited - Fund Allocation for the implementation of Green field project of Traco Cable Company Ltd - Orders issued.

INDUSTRIES (H) DEPARTMENT

G.O. (Rt) No.930/2010/ID.

Dated, Thiruvananthapuram, 30.6.2010

Read: (1) G.O (MS) No.103/2010/ID dt 30-04-2010

(2) Minutes of the meeting held on 22-06-2010 convened by Hon M(Ind)

1. As per the G.O read as 1st paper above Govt have approved the green field project of Traco Cable Company Ltd along with the other green field/expansion projects mentioned in the budget Speech 2010-11.

2. In the minutes of the meeting read as 2nd paper above the following decisions were taken:-

- i) The projects are to be financed on an 1:1:1 ratio cited as follows:-
First part should be as advance to share participation from PSUs (KMMI/MCE); the second part as soft loan from these PSUs and the third part from self generated fund of the concerned PSU / loan from FIs / KSIDC and banks. The soft loan shall carry 2% interest.
- ii) Government guarantee may be provided for obtaining loan from Banks / FIs / other agencies including KSIDC, KFC and Power Finance Corporation for financing these projects. Payment of soft loans from the manufacturing PSUs may be subordinated to repayment of loans to these financial institutions. However, interest on soft loan may be paid as per the payment schedule.
- iii) RLAB will conduct reviews of the project progress fortnightly. The Hon. Minister for Industries & Commerce will review the projects on a monthly basis.

3. The project is for establishing a new House Wiring Cables unit at Thalassery Taluk in Kannur District. The Project envisages the manufacture of four sizes of House Wiring Cables in different colours for electrical application.

The total cost of the project is estimated at Rs. 1200 Lakhs. The funding pattern will be as follows:-

	Source	Amount (in lakhs)
Equity	MCL	400
Loan		400
Own fund/loan from FIs / KSIDC		400
Total		1200

4. Government have examined the matter in detail and are pleased to approve the decisions taken in the meeting detailed at para 2 above and the above funding pattern for implementation of the green field project of Traco Cable Company Ltd.

5. The company will take immediate steps to avail the funds for completion of the projects in time.

By order of the Governor,

T. BALAKRISHNAN

Additional Chief Secretary to Government

To

1. The Managing Director, TRACO Cable Company Ltd, Panampilly nagar, Kochi
2. The Accountant General (A&E/Audit), Kerala, Thiruvananthapuram.
3. The Secretary, R.I.A.B, Thiruvananthapuram.
4. Industries (D) Department
5. Special Private Secretary to the Minister (Industries & Commerce)
6. SF/OC

Forwarded By order


Section Officer

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K I H D I V
UNITED Electrical

Form No.	Date	No.	Exn
PI: speak	11/11/10	3312	SM
PI: submit			SM
Time limit			SPC
Urgent			

MANUFACTURER

GOVERNMENT OF KERALA

Abstract

Industries Department - Public Sector Undertakings - United Electrical Industries Limited - Fund Allocation for the implementation of Green field project of United Electrical Industries Limited - Orders issued.

INDUSTRIES (H) DEPARTMENT

G.O. (Rt) No.931/2010/ID.

Dated, Thiruvananthapuram, 30.6.2010

Read: (1) G.O (Ms) No.103/2010/ID dt 30-04-2010

(2) Minutes of the meeting held on 22-06-2010 convened by Hon. Min.

1. As per the G.O read as 1st paper above Govt have approved the green field project of United Electrical Industries Limited along with the other green field/expansion projects mentioned in the budget Speech 2010-11.

2. In the minutes of the meeting read as 2nd paper above the following decisions were taken:-

- i) The projects are to be financed on an 1:1:1 ratio cited as follows: First part should be as advance to share participation from PSUs (KMML/MCL), the second part as soft loan from these PSUs and the third part from self-generated funds of the concerned PSU / loan from FIs / KSIDC and banks. The soft loan shall carry 7% interest.
- ii) Government guarantee may be provided for obtaining loan from Banks / FIs / other agencies including KSIDC, KFC and Power Finance Corporation for financing these projects. Payment of soft loans from the manufacturing PSUs may be subordinated to repayment of loans to these financial institutions. However, interest on soft loan may be paid as per the payment schedule.
- iii) RIAB will conduct reviews of the project progress fortnightly. The Hon. Minister for Industries & Commerce will review the projects on a monthly basis.

3. The project envisages manufacture of LCD meters at Kushalmannam Palakkad at an estimated cost of Rs.500 lakhs. Type UEM-2B Static Meter is designed and manufactures to satisfy the highest standards of accuracy and

availability of energy measurement in Single Phase Two Wire Circuits. The funding pattern will be as follows:-

	Source	Amount (in lakhs)
Equity		250.00
Loan	MCL	250.00
Total		500.00

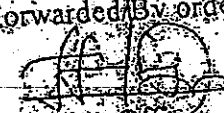
4. Government have examined the matter in detail and are pleased to approve the decision taken in the meeting detailed at para 2 above and the above funding pattern for implementation of the green field project of United Electrical Industries Limited.

5. The company will take immediate steps to avail the funds for completion of the projects in time.

By order of the Governor
 EBALAKRISHNAN

Additional Chief Secretary to Government

- To
1. The Managing Director, United Electrical Industries Company Limited, Pallimukha, Kollam
 2. The Accountant General (A&E/Audit), Kerala, Thiruvananthapuram
 3. The Secretary, RIAB, Thiruvananthapuram
 4. Industries (I) Department
 5. Special Private Secretary to the Minister (Industries & Commerce)
 6. SP/OC

Forwarded By order

 Section Officer

Kerala Soaps



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5 JUL 2010

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GOVERNMENT OF KERALA

Abstract

Industries Department- Kerala Soaps, a unit of KSIE- Implementation of Green field projects - Fund Allocation sanctioned- Orders issued.

INDUSTRIES (B) DEPARTMENT

GO (Ms) No 148/2010/ID

Dated, Thiruvananthapuram 01.07.2010

- Read: 1. G. O. (Ms) No. 103/2010/ID dated, 30/04/2010
2. G. O. (Ms) No. 129/10/ID dated, 21/06/2010.
3. Minutes of the meeting held by Hon'ble Minister (Industries) with the Chairman, RIAB and other officers on 22/06/2010.

ORDER

As per G.O.s read as 1st and 2nd papers above Government have approved the expansion project of 'Kerala Soaps, a unit of KSIE' along with the other green field/expansion projects of PSUs mentioned in the Budget Speech 2010-11.

2. The modalities for implementation of the expansion projects were subsequently discussed in detail by the Hon'ble Minister (Industries) with the Chairman, RIAB and other officers on 22/06/2010 and the following decisions were taken.

- i. The projects are to be financed on an 1 : 1 : 1 ratio as follows. First part should be as advance to share participation from PSUs viz (KMML/MCL); Second part will be as Soft Loan from these PSUs; The soft loan will carry 7 % interest. Third part from self generated fund of the PSU concerned /loan from FIs/KSIDC and Banks.

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ii Government guarantee will be provided for availing loan from Banks/FIs/other Agencies including KSIDC, KFC and Power Finance Corporation for financing these projects. Repayment of soft loans availed from the manufacturing PSUs be subordinated to repayment of loans to the Financial Institutions. However, interest on soft loan be paid as per the payment schedule.

3. It is proposed to install additional production line of 1 MT/hour to produce 6000 MT of soap per annum in Kerala Soaps at the Kozhikode unit at an estimated cost of Rs. 500 lakhs as part of revival of all erstwhile brands of KSO Limited and also to introduce new range of consumer products as per the following funding pattern.

	Source	Amount (in lakhs) Rs
Equity		250
Loan	Malabar Cements Limited	250
Own fund/loan from FIs/KSIDC		NIL
Total		500

4) Government have examined the matter in detail and are pleased to accord sanction for implementation of the expansion Project of 'Kerala Soaps, a unit of KSIE' as per the above funding pattern and also subject to the other conditions said in para 2 above.

5) RIAB will review the progress of implementation of the expansion project every fortnight. Government will review the progress on a monthly basis.

By Order of the Governor:

(Sd/)

K.C. Vijayakumar
Joint Secretary to Govt.

To

The Managing Director, Kerala State Industrial Enterprises Limited,
Thiruvananthapuram.

The Managing Director, Malabar Cements Limited, Walayar, Palakkad.

The Accountant General (A&E), Thiruvananthapuram

The Principal Accountant General (Audit), Thiruvananthapuram

The Secretary, RIAB, Thiruvananthapuram

The Finance Department

S/F, O/c

Forwarded by Order


Section Officer

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03 JUL 2010

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GOVERNMENT OF KERALA

Abstract

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GM(T)	
GM(C)	
Secretary	
GM (P&A)	

Industries Department - Fund allocation to various projects mentioned in the Budget Speech 2010-11- Funding pattern for the implementation of Expansion project of Trivandrum Spinning Mills Ltd., Thiruvananthapuram - Sanction accorded - Orders issued.

INDUSTRIES(C) DEPARTMENT

G.O (RT) No. 939/2010/ID

Dated, Thiruvananthapuram, 1.07.2010.

- Read : 1) G.O (MS) No. 103/2010/ID dated 30.04.2010.
- 2) Minutes of the meeting held on 24.06.2010.

ORDER

As per the Government Order read above, Government have approved 8 Green Field Projects and Expansion of 3 Units which were mentioned in the Budget Speech 2010-11. This includes the project for expansion of Trivandrum Spinning Mills Ltd., Thiruvananthapuram with a total cost of Rs. 5 Crore.

2) In the Minutes of the meeting read as second paper above, the following decisions were taken regarding the above projects.

- i) The projects are to be financed on an 1:1:1 ratio as follows. First part should be as advance share participation of PSUs (KMML/MGL), the second part as soft loan from these PSUs and the third part from self generated fund of the concerned PSU /loan from FIs/KSIDC and Banks. The soft loan shall carry 7% interest.
- ii) Government guarantee may be provided for obtaining loan from Banks, FIs/Other agencies including KSIDC, KFC & Power Finance Corporation for financing these projects. Payment of soft loans from the manufacturing PSUs may be subordinated to repayment of loans to these financial institutions. However interest on soft loan may be paid as per the payment schedule.
- iii) RIAB will conduct reviews of the project progress fortnightly.

3) The Expansion Project of Trivandrum spinning Mills Ltd., Thiruvananthapuram envisages to expand the capacity of one Open End Spinning machine (360 Rotors) to two Open End Spinning Machine of total installed capacity of 720 Rotors with an estimated total outlay of Rs 500 lakh promoter's contribution for this project. Rs 1 crore is available with Trivandrum Spinning Mills from the leasing out of Mill's land to M/s. Hill Country Life Care Limited. Funding pattern of the project will be as follows

	Source	Amount (in lakhs)
Equity		200
Loan	MCL	200
Own fund/Loan from FIs/KSIDC		100
Total		500.00

4) Government have examined the matter in detail and are pleased to accord sanction for implementation of the Expansion project of Trivandrum Spinning Mills Ltd., Thiruvananthapuram with the above funding pattern.

By order of the Governor,
T. BALAKRISHNAN
 Additional Chief Secretary to Govt.

To

1. The Director of Industries & Commerce, Thiruvananthapuram.
2. The Director of Handloom & Textiles, Thiruvananthapuram.
3. The Managing Director, Kerala State Textile Corporation Ltd., Thiruvananthapuram.
4. The Principal Accountant General (A), Thiruvananthapuram.
5. The Accountant General (A&E), Kerala, Thiruvananthapuram.
6. The Secretary, RIAB, Thiruvananthapuram.
7. Managing Director, Malabar Cements Limited, Waiayar, Palakkad.
8. Managing Director, KSIDC, Thiruvananthapuram.
9. The Finance Department.
10. Industries (J) Department.
11. S/F/O/C.

Forwarded / By Order


 Section Officer

Copy to:- PS to Minister (Industries)
 PA to Additional Chief Secretary (Industries)
 SA to Additional Secretary (Industries)



(10)

MCL - MD'S OFFICE
Invent. No. 2221
Date: 10-7-10

GOVERNMENT OF KERALA
Abstract

Industries Department - Green field projects announced in the Budget Speech 2010-2011 - KSEDC Ltd, Tool room/Training Centre, Kuttippuram, Malappuram - Clearance to avail funding by Malabar Cements Ltd and other financial institutions - Approved - Orders issued

INDUSTRIES (D) DEPARTMENT

G.O.(Ms) No. 146/2010/ID. Dated, Thiruvananthapuram 30-06-2010.

Reads: (i) G.O.(Ms) No. 103/10/ID dated 30-04-2010.
(ii) Lt. No. 15248/12/10/ID dated 24-06-2010 from Industries (D) Department.

ORDER

Based on the green field/expansion projects announced in the Budget Speech 2010-11, a joint meeting of Minister (Industries) and Minister (Finance) had taken place on 08-04-2010 and approved eight green field projects and identified the implementing agencies vide Government Order cited 1st above.

The projects are to be financed on 1:1:1 ratio. The first part should be as advance to share participation from PSUs (KMMV/MCL). The second part should be as soft loan carrying 7% interest from these PSUs. Third part should be from self-generated fund of the concerned PSU/loan from Financial Institutions/KSIDC and banks.

One of the projects is for KSEDC Ltd (KELTRON) for setting up a mini tool room at the premises of Keltron Electro Ceramics Ltd, Kuttippuram. The project envisages Hitech facility for modern tool room machinery required for shaping, milling, turning, grinding accuracy from 0.5 to 1 micron for all tooling jobs and precious job works. The total project cost sanctioned is Rs.12 Crores. The funding pattern will be as follows:-

	Source	Amount (in lakhs)
Equity	MCL	400
Loan		400
Own fund/loan from FIs / KSIDC		400
Total		1200

(....2)

S/L UP W/M

250

Government guarantee will be provided for obtaining loan from Banks/FIs/other agencies including KSIDC, KFC and Power Finance Corporation for financing these projects. Payment of soft loans from the manufacturing PSUs will be subordinated for repayment of loans to these financial institutions. However, interest on soft loan will be paid as per the payment schedule.

In the circumstances, Government are pleased to accord sanction to KSEDC Ltd to avail fund from the respective PSUs/Financial Institutions for implementing the project of Tool Room/Training Centre at the premises of Keltron Electro Ceramics Ltd, Kuttippuram, Malappuram in a time bound manner.

(BY ORDER OF THE GOVERNOR),

T. BALAKRISHNAN
ADDITIONAL CHIEF SECRETARY TO GOVT.

To

The Managing Director, Kerala State Electronics Development Corporation Ltd,
Keltron House, Vellayambalam, Thiruvananthapuram.
The Managing Director, Keltron Electro Ceramics Ltd, Kuttippuram, Malappuram.
The Managing Director, Malabar Cements Ltd, Waiyap, Palakkad.
The Managing Director, KSIDC Ltd, Thiruvananthapuram.
The Director of Industries & Commerce, Thiruvananthapuram.
The Accountant General (Addtl) / (A & E) Kerala, Thiruvananthapuram.
The Finance Department.
The Industries (I) Department.
The Secretary, RIAB, Thiruvananthapuram.
The Stock Exchange Office Copy.

Copy to:-

The PS to Minister (Industries).
The P.A. to Addl. Chief Secretary (I.C).
The C.A. to Secretary, Industries (IP).
The C.A. to Addl. Secretary, Industries (IP).
The C.A. to Deputy Secretary.

Forwarded/By Order,


Section Officer.

Annexure - I

APIS 2004
Company



മലബാർ സിമന്റ്സ് ലിമിറ്റഡ്
(ഒരു കേരള സർക്കാർ സ്ഥാപനം)
MALABAR CEMENTS LTD
A Govt. of Kerala Undertaking



M.SUNDARAMOORTHY
MANAGING DIRECTOR

MD/92/2010/6303
03-08-2010

The Additional Chief Secretary to Government
Industries (H) Department
Government of Kerala
Secretariat
Thiruvananthapuram 695 001

Sir,

Sub: Malabar Cements Limited (MCL) -
Cherthala Grinding Unit (CGU) - Payment of deferred KVAT -
Request for deferment and repayment without interest.

1. Government of Kerala, vide Government Order (P) No.139/2004/TD dt.9-8-2004 and published as S.R.O.No. No.859/2004 dt.9-8-2004 in the Kerala Gazette Extraordinary dt.9-8-2004, had exempted Industrial Units owned by PSUs which are manufacturing cement using fly ash as raw material from payment of sales-tax for a period of nine years from the date of commercial production or until full utilisation of exemption of 500% of fixed Capital Investment of the Unit.

A copy of the Government Notification in this regard is enclosed as ANNEXURE - I.

Registered Office & Works:

Walayor - 678 624, Palakkad Dist., Kerala; Tel: Office: 0491-2862373/74; 2862228/33; 2862117/18; Fax: 0491-2862230
Cement Grinding Unit, Pallippuram, Cherthala - 688 541, Alappuzha; Tel: 0478-2552186, 2553687/88 Fax: 0478-2553417
Email: ro@malabarcements.com Website: www.malabarcements.com



2. Based on the above Government Notification, sales tax exemption was claimed till 31-3-2005, on the Portland Pozzolana Cement (PPC) sold from the Cherthala Grinding Unit (CGU) under the KGST Act.
3. On introduction of Kerala Value Added Tax Act (KVAT) with effect from 1-4-2005, the exemption granted under the KGST Act has ceased.
4. Under proviso to Sub-Section (1) of Section 32 of the KVAT Act, Government had decided to grant deferment of tax for an amount equal to the balance amount available, after availing the sales-tax exemption sanctioned as per Government Order (P) No.139/2004/TD dt.9-8-2004 and published as S.R.O.No. No.859/2004 dt.9-8-2004 in the Kerala Gazette Extraordinary dt.9-8-2004, or for a period of seven years from the date of commencement of commercial production, whichever is earlier on the eligibility worked out at one hundred percent of fixed capital investment.
5. Under proviso to Sub-Section (2) of Section 32 of the KVAT Act, if deferment is granted and the liability equal to the amount of any such tax exemption has been created as a loan by Government, it will not attract interest for the period of exemption granted.
6. Subsequently, Government of Kerala, Vide Order (P) No.209/2007/TD dt.09-10-2007 has permitted Malabar Cements Limited to defer the tax payable under KVAT Act for an amount equal to the balance amount available after availing the sales-tax exemption sanctioned as per Government Order (P) No.139/2004/TD dt.9-8-2004 and published as S.R.O.No. No.859/2004 dt.9-8-2004 in the Kerala Gazette Extraordinary dt.9-8-2004, or for a period upto 6-8-2010, whichever is earlier on the eligibility worked out at one hundred per cent of the fixed capital investment.



A copy of the above Government Order (P) No.209/2007/TD dt.09-10-2007 is enclosed as ANNEXURE - II.

7. As per the above Government Order, the payment of Deferred KVAT is due from 7-8-2010.

8. The balance of Deferred KVAT payable as per workings of the company is Rs.20,08,43,533.20 (Rupees Twenty Crore, Eight Lakh, Forty Three, Five Hundred and Thirty Three and Paise Twenty Only).

9. The Cherthala Grinding Unit (CGU) is closed for the last more than 15 months owing to labour dispute. The net loss (provisional) incurred by the company so far due to closure of the CGU is Rs.570 lakhs. Now the Walayar Plant has to bear the entire maintenance cost of CGU, besides absorbing the monetary loss on account of non-functioning of the unit.

10. Even though the CGU is closed and the electricity consumption has come down drastically (we are using at present is just for lighting purpose), we have to remit electricity charges for 1875 KVA (i.e., 75% of 2500 KVA which is our contract demand at present) which comes to Rs.3,90,000/- per month. For meeting the lighting and maintenance purpose, we need just 200 KVA only for which the electricity charges comes to Rs.33,000/- month. With the KSEB charging for the entire 1875 KVA, we are losing nearly Rs.3,57,000/- per month and the loss we have already suffered on this account during the last 15 months comes to Rs.56.25 lakhs. Though we have taken up the matter with the Government as well as KSEB, we are yet to get a positive response in this regard.

11. The Plant of MCL at Walayar has already completed 25 years of its life. Most of the plant and machinery have either crossed its normal life or become obsolete, necessitating the company to invest huge amounts of both capital and revenue nature to carry modernisation/upgradation/modification jobs in order to improve the efficiency of the existing Plant and Machinery.



12. The Board of Directors has approved the Capital Expenditure Budget for 2010-11 amounting to Rs.80 crores for Plant Modernisation/Upgradation/Modification jobs. The company has already initiated steps to implement the Board approved capital projects.

13. After meeting the Capital Expenditure proposals which are essential and are to be implemented under a time-bound programme during the current year itself, the funds position of the company may become critical and the company will find it difficult to implement the inevitable modification, modernisation and upgradation projects approved by the Board due to lack of funds.

14. The Cement Industry is passing through a severe crisis nowadays. The cement production in the neighbouring States has increased manifold; whereas the cement consumption (especially in the State of Kerala) has gone down drastically. This has caused acute cut-throat competition among the private sector giants in the industry which in turn culminated in all-time record low price reduction of cement. The cement price is going down day by day. During the current financial year (2010-11) itself, the price has gone down to the extent of Rs.40 to 45 a bag. The cement price of MCL which stood at Rs.235/- per bag ex-factory at the beginning of the current financial year has dipped below Rs.202/- per bag.

15. Other private sector cement companies are selling cement at Rs.190 to 200 per bag. MCL cannot accord a price below Rs.200/- per bag as the cost of production of cement itself comes to that level. While the other cement companies are privileged with lesser cost of production, the cost of production of MCL is high due to various reasons.

16. Further, the cost of raw materials has already gone up high due to increase in the cost of petroleum products.



17. The Board of Directors of MCL, at its 180th Meeting held on 19-07-2010, has directed to take up the matter with the Government for:

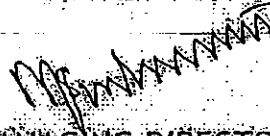
- (i) deferring the payment for a further period of two years from the due date of payment, i.e., 6th August 2010.
- (ii) Allowing the company to pay the deferred in 10 interest-free equal instalments (Rupees two crores each) after two years from 6th August 2010.

18. In view of the mentioned facts under paras 1 to 17 above, Government may kindly consider for:

- (iii) deferring the payment for a further period of two years from the due date of payment, i.e., 6th August 2010.
- (iv) allowing the company to pay the deferred in 10 interest-free equal instalments (Rupees two crores each) after two years from 6th August 2010.

Submitted.

Yours faithfully
For MALABAR CEMENTS LIMITED


MANAGING DIRECTOR

Encl: as above.

MCL - M.D.'s Office
Inward No. MD/ 21075
Date ... 12/08/04

©
Government of Kerala
കേരള സർക്കാർ
2004



Reg. No. 102/10000
KLT/V(NV)22003-2005

KERALA GAZETTE

കേരള ഗസറ്റ്

EXTRAORDINARY

അസാധാരണ

PUBLISHED BY AUTHORITY

അധികാരികളുടെ അനുമതി പ്രകാരമുള്ളതാണിത്

Vol. XLIX Part 49	Thiruvananthapuram.	9th August 2004	No. 1512
	തൃശ്ശൂർ.	2004 ഓഗസ്റ്റ് 9	
	Kollam.	18th September 1926	
	കൊല്ലം.	1926 സെപ്റ്റംബർ 18	

GOVERNMENT OF KERALA

Taxes (B) Department

L. CHANDRAN

G. O. (P) No. 129/2004(T) Dated, Thiruvananthapuram, 9th August, 2004

S. R. O. No. 859/2004. In exercise of the powers conferred by Section 10 of the Kerala General Sales Tax Act, 1963 (15 of 1963), the Government of Kerala, having considered it necessary in the public interest so to do, hereby make an exemption in respect of the tax payable under Section 5 of the said Act by industrial units owned by Public Sector Undertakings which are manufacturing central using fly ash as a raw material, for a period of nine years from the date of commencement of commercial production or until full utilization of exemption of 500 per cent of the fixed capital investment of the unit, whichever is earlier.

In order of the Government

S. R. O.

Secretary to Government

Explanatory Note

(This does not form part of the Notification, but is intended to indicate general purport.)

Fly ash waste produced at Newsprint factories in the State is a serious health hazard on account of environmental pollution. As a part of the policy for pollution control, Government have decided to provide incentive to Industrial Units manufacturing Cement using Fly ash, as raw material by exempting the payment of sales tax upto 500 per cent of the amount of fixed capital for a period of nine years.

This Notification is intended to achieve the above object.

M. E



GOVERNMENT OF KERALA

Taxes (B) Department

NOTIFICATION

G.O.(P) No.209/2007/TD. 1007 Dated, Thiruvananthapuram, 9th October 2007

S.R.O. No. 859/2007. In exercise of the powers conferred by sub-section (1) of section 32 of Kerala Value Added Tax Act, 2003 (Act 50 of 2004), the Government of Kerala, having considered it necessary in the public interest so to do hereby permit to defer the tax payable under the said Act by M/s. Malabar Cement Ltd., Palakkad for an amount equal to the balance amount available after availing the sales tax exemption sanctioned as per G.O. (P) No.129/2004/TD dated, 9th August, 2004 and published as S.R.O. No.859/2004 in the Kerala Gazette Extraordinary dated 9th August, 2004 or for a period upto 6th August 2010 whichever is earlier on the eligibility worked out at one hundred per cent of fixed capital investment.

By order of the Government,

By order of the Government,

S. M. P. Panicker
Secretary to Government

P. M. Pandiyan,
Secretary to Government.

Explanatory Note

(This does not form part of the notification, but is intended to indicate its general purport.)

Government have decided to grant the deferment of tax, under proviso to sub-section (1) of section 32 of Kerala Value Added Tax Act, 2003, to M/s. Malabar Cement Ltd., Palakkad for an amount equal to the balance amount available after availing the sales tax exemption sanctioned as per G.O. (P) No. 129/2004/TD dated, 9th August 2004 and published as S.R.O. No.859/2004 in the Kerala Gazette Extraordinary dated 9th August, 2004 or for a period of seven years from the date of commencement of commercial production whichever is earlier on the eligibility worked out at one hundred per cent of fixed capital investment.

This notification is intended to achieve the above object.