



GOVERNMENT OF KERALA

Abstract

Industries Department– Comprehensive Revival Scheme for Co-operative Spinning Mills (under TEXTFED)- Modernisation of Alleppey Co-operative Spinning Mills(Product Development) -Purchase of Raw Material(cotton)- Administrative Sanction accorded - Orders issued.

INDUSTRIES (C) DEPARTMENT

G.O.(Rt)No.351/2024/ID Dated,Thiruvananthapuram, 21-05-2024

Read 1 Letter No.HL/666/2024-P2 dated 01/04/2024 from the Director of Handloom & Textiles

2 Minutes of the Departmental Working Group held on 09/04/2024

3 e-Anumathi AS No.AS/IND/24/34212 valid up to 31/03/2025

ORDER

The Director of Handloom & Textiles, as per letter read above, has submitted a proposal under Modernisation of Alleppey Co-operative Spinning Mills (Product Development), for the purchase of Raw Material(cotton), under the project Comprehensive Revival Scheme for Co-operative Spinning Mills under TEXTFED, for an amount of Rs.150 lakh.

2)The Director of Handloom and Textiles has reported that the spinning mills are proposed to be revived in the areas including that of raw material front, modernisation, production, diversification and development of quality products. It is also reported that production cost has increased tremendously since the raw material cost carved major part of the production cost and mills are striving to find funds to procure raw material to maintain the mill running. Hence a financial support is needed to procure the raw material (cotton) for Alleppy Co-operative Spinning Mills Ltd.

3)Expected outcome of the proposed project is as follows:

i)Enhanced Productivity

ii)High production of quality finished goods leads to very good sales realization

4)The financial implication of the proposed project is as follows:

s.no	Particulars	Amount in lakh
1	Purchase of raw material (Cotton 30mm) (510 Bales)	150
	TOTAL	150

5) The Director of Handloom and Textiles has requested to sanction an amount of Rs.150 lakh for the proposal for Modernisation of Alleppey Co-operative Spinning Mills (Product Development), for the purchase of Raw Material (Cotton), under Comprehensive Revival Scheme for Co-operative Spinning Mills under TEXFED.

6)There is a Budget provision of Rs.985 lakh for the year 2024-2025 under the head of account 6851-00-109-74-01(P) for the scheme 'Comprehensive Revival Scheme for Co-operative Spinning Mills'.

7)The Departmental Working Group Meeting of Industries Department held on 09/04/2024 considered the proposal for Modernisation of Alleppey Co-operative Spinning Mills(Product Development) for the purchase of Raw Material(Cotton), under Comprehensive Revival Scheme for Co-operative Spinning Mills (under TEXFED) and recommended for issuing Administrative Sanction for the proposal for an amount of Rs.150 lakh, subject to the condition that cotton should be procured through Cotton Board.

8) Government have examined the recommendation of the Departmental Working Group(Industries) and are pleased to accord Administrative Sanction for the proposal for Modernisation of Alleppey Co-operative Spinning Mills(Product Development) for the purchase of Raw Material(cotton), under Comprehensive Revival Scheme for Co-operative

Spinning Mills (under TEXTFED), for an amount of R s. 1,50,00,000/- (Rupees One Crore Fifty Lakh only) by debiting the expenditure under the head of account 6851-00-109-74-01(P) from the current year's budget provision, subject to the condition that cotton should be procured through Cotton Board.

(By order of the Governor)
BIJU PRABHAKAR
SECRETARY

To:

The Director of Handloom and Textiles, Thiruvananthapuram

The Managing Director, TEXTFED, Thiruvananthapuram

The General Manager, Alleppey Co-operative Spinning Mills, Alappuzha

District Treasury Officer, Thiruvananthapuram.

Chief Executive Officer, K-Bip, Thiruvananthapuram

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

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

Finance Department

Planning & Economic Affairs Department vide minutes of WGM held on
09/04/2024

Industries (J) Department

~~I~~&PRD Department (for posting the G.O in the Government website)

SF/ OC.

Forwarded /By order

Signed by

Sreekumar R

Section Officer

Date: 22-05-2024 14:21:03