

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

APSCSCL – Finance & Accounts – Availing of Cash Credit facilities from Non SBI Banks at lower rates of Interest on the guarantee given by Government of Andhra Pradesh – Cash Credit facilities availed from (7) Banks – Preparedness for KMS 2018-19 – Orders – Issued.

(CONSUMER AFFAIRS, FOOD AND CIVIL SUPPLIES (CS.I) DEPARTMENT)

G.O.Ms.No. 21

Date: 14 -09- 2018

Read the following:

1. G.O. Ms. No.19, Consumer Affairs, Food and Civil Supplies (CS-I) Department, Dt. 24.11.2017
2. Note from the Commissioner of Civil Supplies Dept., Dt. 31-08-2018

ORDER:-

In the reference first read above, Government have been permitted the Andhra Pradesh State Civil Supplies Corporation Limited, Vijayawada to extend the Government Guarantee for taking fresh loans with an interest rate of 7.9% or less to the tune of Rs, 15,000 crores initially for clearing all the existing loans with higher rate of interest subject to the following terms and conditions:

- i. The loan amount for which Guarantee is given is enhanced to Rs. 15,000 crores to cover swapping of high cost loans outstanding and also to take fresh credit to manage this year procurement operations. The Corporation can utilize only the amount required.
 - ii. The Corporation have to Pay the Guarantee commission @2% of Guaranteed amount i.e Rs. 1500 crores to State Government as onetime measure.
 - iii. Remaining debt repayment and future procurement operations are to be managed by disposing the additional stocks available with Andhra Pradesh State Civil Supplies Corporation Limited, Vijayawada and realizing the dues receivable from the Govt. of India.
 - iv. Andhra Pradesh State Civil Supplies Corporation Limited, Vijayawada shall take any further loans only with the approval of the Govt. of Andhra Pradesh to keep their debt burden under control.
2. The Vice Chairman and Managing Director, Andhra Pradesh State Civil Supplies corporation Limited, Vijayawada is authorized to enter loan agreements with the Commercial Banks for debt swapping and fresh loans to a tune of Rs. 15,000 Crore for procurement of paddy from the farmers and take necessary steps for pledging the stocks

with the respective banks as per the norms and maintain the accounts as per the terms and conditions in the Bank Agreement. He is also requested to send necessary proposals to the Government for extending the Government Guarantee from Finance Department to the loans taken by them time to time. Further, the A.P State Civil Supplies Corporation Ltd., is directed to prudently utilize the loan in order to reduce interest burden.

3. In the reference 2nd read above, the Commissioner of Civil Supplies, Vijayawada has requested to accord permission for acquiring of cash credit facilities at one month MCLR ranging from 7.9% to 8.10% and the corporation will keep the offers on hand to meet the urgencies in Paddy Procurement Operations.

4. After careful examination of the proposal of Commissioner of Civil Supplies, Vijayawada, Government hereby accord permission to take working capital loans upto monthly MCLR upto 8.10% to 8.15%.

5. The Commissioner of Civil Supplies, A.P., Vijayawada is requested to obtain the periodical reports from the Andhra Pradesh State Civil Supplies Corporation Limited,, Vijayawada and send the Cash Credit position to the Government for record purpose.

6. This order issues with the concurrence of Finance (C & DM) Department vide their U.O.Note.no. 21022/11/2018/C&DM, Dt 04.09.2018.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B.RAJSEKHAR
E.O.PRINCIPAL SECRETARY TO GOVERNMENT

To,
The Vice Chairman and Managing Director, Andhra Pradesh State Civil Supplies Corporation Limited, Vijayawada.
The Commissioner of Civil Supplies, Andhra Pradesh, Vijayawada.
Copy to:
The Finance Department (C & DM) Department.
SC/SF

// FORWARDED :: BY ORDER //


SECTION OFFICER