



ABSTRACT

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FA
ITS

INTEREST – Rate of interest on Loans and Advances sanctioned by the State Government - Interest rates for the year 2009-2010 – Orders - Issued.

FINANCE (LOANS AND ADVANCES CELL) DEPARTMENT

G.O.Ms.No.79

Date: 15-3-2010.
Panguni – 1,
Thiruvalluvar Aandu 2041.

READ:

G.O. (4D) No.2, Finance (Loans and Advances Cell) Department, dated 31-3-2009.

ORDER :

Government direct that the rate of interest on various kinds of loans and advances by the State Government during the year 2009-10 shall be as shown below:-

Sl. No.	Class of Loan / Advance	Percent per annum for the year 2009-10
(1)	(2)	(3)
1.	Loans to State owned Industrial / Commercial Undertakings / Corporations, etc. including Financial Corporations and all other Local Bodies and Municipal Corporations:	
(a)	Plan Schemes for development purposes	10.00
(b)	Other Schemes	11.00
(c)	For capital formation and development purposes	10.50
(d)	For Working Capital Support	13.50
(e)	For Ways & Means advances, advances including loans to cover cash deficits	12.00
(f)	For Ways & Means advance to Tamil Nadu Civil Supplies Corporation Limited for Public Distribution System	8.00
2.	Loans to Co-operative Institutions and Co-operative Banks like Land Development Bank	10.00
(i)	Conveyance Advance:	
(a)	For purchase of Motor car	11.50
(b)	For purchase of Motor Cycle / Scooter	8.00
(c)	For purchase of Bi-cycle	5.50
(ii)	Other Personal Loans to Government Servants:	
(a)	For purchase of Computer	10.00
(b)	Others	10.00

Sl. No.	Class of Loan / Advance	Percent per annum for the year 2009-10
3.	Other items:	
	Loans which are not covered in any specific category mentioned above	12.00
4.	Value of seized stock under Essential Commodities Act, 1955	6.50
5.	Penal Interest	2.50

The above rates shall deem to have been taken effect from 1st April 2009.

2. The rates of interest are general and will not apply to cases where reduced rates of interest have been sanctioned specially by the Government or where loans have been sanctioned by the Government free of interest. The Government may also sanction Ways and Means advances at special rates of interest taking into account, the cost of borrowing of the Government.

3. The mobilisation advances to Contractors for World Bank assisted Projects wherein the standard bidding documents provide for exemption from paying of interest are however exempted from payment of interest.

4. The penal interest on all overdue instalments of principal and interest will be at 2.50 per cent more than the normal rates of interest per annum.

5. Except in the case of loans to Government Servants, interest in all cases unless specifically indicated otherwise should be paid every Calendar quarter on the outstanding balance.

6. Even at the stage of sanction of loan, in the sanction order, the period of repayment, rate of interest and schedule of repayment with dates shall be indicated. In case, it is a permanent loan, a specific mention of this fact should be made in the sanction order itself.

7. The applicability of the interest rates fixed herein shall be applicable for all loans sanctioned till the new interest rates for 2010-2011 are fixed.

(BY ORDER OF THE GOVERNOR)

**K.GNANADESIKAN
PRINCIPAL SECRETARY TO GOVERNMENT**

To
 All Secretaries to Government.
 The Secretary, Legislative Assembly, Secretariat, Chennai – 600 009.
 The Secretary to the Governor, Chennai – 32
 The Comptroller, Governors Household, Raj Bhavan, Chennai – 32.
 The Secretary to the Governor, Chennai – 32
 The Governor's Secretariat, Raj Bhavan, Guindy, Chennai – 600 032.
 All Department of Secretariat (OP/Bills), Chennai – 9.
 All Heads of Departments.
 All Collectors/ All District Judges / All Chief Judicial Magistrates.
 The Accountant General (Accounts & Entitlements), Chennai – 600 018
 The Accountant General (Accounts & Entitlements) Chennai – 600 018 (By name).
 The Principal Accountant General (Audit – I), Chennai – 600 018.
 The Principal Accountant General (Audit-I), Chennai – 600 018. (By name).
 The Accountant General (Audit – II), Chennai – 600 018.
 The Accountant General (Audit – II), Chennai – 600 018. (By name).
 The Accountant General (CAB), Chennai – 600 009/ Madurai.

The Registrar General, High Court, Chennai – 600 104.
 The Chairman, Tamil Nadu Public Service Commission, Chennai-600 002.
 The Registrar of all Universities in Tamil Nadu.
 The Director of Treasuries and Accounts, Chennai-15.
 The Director of Pension, DMS Complex, Chennai-600 006.
 The Director of Local Fund Audit, Chennai - 108.
 The Pension Pay Officer, Chennai 600 006.
 The Pay and Accounts Officer Secretariat, Chennai-9.
 The Pay and Accounts Officer, (North / South /East) Chennai-1 / 35 / 5.
 The Pay and Accounts Officer, Madurai – 625 001.
 All Treasury Officers / Sub – Treasury Officers.
 The Commissioner of Tribunal for Disciplinary Proceedings, No.6, Manickeswari Road, Chennai – 9.
 The Commissioner, Corporation of Chennai / Madurai/ Coimbatore/ Tiruchirapalli/ Salem/ Tirunelveli,
 Tuticorin, Vellore, Tirupur, Erode.
 All State Owned Corporations And Statutory Boards.
 All Divisional Development Officers/ Revenue Divisional Officers/ Tahsildars.
 All Block Development Officers/ Municipal Commissioners.
 All Chief Educational Officers/ Panchayat Union Commissioners.
 The Project Co-ordinator, Tamil Nadu Integrated Nutrition Project, No.570, Anna Salai, Chennai – 18.

Copy to:

The Secretary to Hon'ble Chief Minister, Chennai – 9
 The Secretary to Hon'ble Deputy Chief Minister, Chennai – 9
 The Senior Personal Assistant to Hon'ble Minister, Finance, Chennai – 9.
 The Private Secretary to Chief Secretary to Government, Chennai – 9.
 The Private Secretary to principal Secretary to Government, Finance Department, Chennai – 9.
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// FORWARDED / BY ORDER //

15.08.2010
 SECTION OFFICER