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GOVERNMENT OF TAMIL NADU
2017



Manuscript Series

FINANCE (LOANS AND ADVANCES CELL) DEPARTMENT

G.O.Ms.No.297, Dated 09th October 2017

(Heyvilambi, Purattasi 23, Thiruvalluvar Aandu 2048)

INTEREST – Rate of interest on Loans and Advances sanctioned by the State Government – Interest rates for the year 2017-2018 – Orders - Issued.

READ - the following paper:

G.O. Ms. No.208, Finance (Loans and Advances Cell) Department, dated 08.07.2016.

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ORDER:

The Government directs that the rate of interest on various kinds of loans and advances by the State Government during the year 2017-18 shall be as shown below:-

Sl. No.	Class of Loan / Advance	Percent per annum for the year 2017-2018
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	11.00
	(b) Other Schemes	11.00
	(c) For capital formation and development purposes	11.00
	(d) For Working Capital Support	13.00
	(e) For Ways & Means advances, advances including loans to cover cash deficits	13.00
	(f) For Ways & Means advance to Tamil Nadu Civil Supplies Corporation Limited for Public Distribution System	9.50
2.	Loans to Co-operative Institutions and Co-operative Banks like Land Development Bank	9.50

Sl. No.	Class of Loan / Advance	Percent per annum for the year 2017-2018
3.	Loans to Government Servants	
	(i) House Building Advance:	
	(a) For loans upto Rs.50,000/-	5.00
	(b) For loans from Rs.50,001/- to 1,50,000/-	6.50
	(c) For loans from Rs.1,50,001/- to 5,00,000/-	8.50
	(d) Above Rs.5,00,000/-	9.50
	(ii) Conveyance Advance:	
	(a) For purchase of Motor car	11.00
	(b) For purchase of Motor Cycle / Scooter	8.50
	(c) For purchase of Bi-cycle	5.00
	(iii) Other Personal Loans to Government Servants:	
	(a) For purchase of Computer	9.50
	(b) Others	9.50
4.	Other items:	
	Loans which are not covered in any specific category mentioned above	12.25
5.	Value of seized stock under Essential Commodities Act, 1955	6.00
6.	Penal Interest	2.50

2. The above rates will be applicable for all loans and advances being sanctioned during the financial year 2017-2018 and shall be deemed to have taken effect from 1st April 2017 onwards and till the new interest rates for 2018-2019 are fixed.

3. 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.

4. The mobilization 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.

5. The penal interest on all overdue instalments of principal and interest will be at 2.50 per cent in addition to the normal rates of interest per annum.

6. 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.

7. 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.

(BY ORDER OF THE GOVERNOR)

K. SHANMUGAM
ADDITIONAL CHIEF SECRETARY TO GOVERNMENT

To

All Additional Chief Secretaries / Principal Secretaries / Secretaries to Government, Secretariat, Chennai - 600 009.

The Secretary, Legislative Assembly, Secretariat, Chennai – 600 009.

The Secretary to the Governor, Chennai – 600 032.

The Comptroller, Governors Household, Raj Bhavan, Chennai – 600 032.

The Governor's Secretariat, Raj Bhavan, Guindy, Chennai – 600 032.

All Department of Secretariat (OP/Bills), Chennai –600 009.

All Heads of Departments.

All Collectors/ All District Judges / All Chief Judicial Magistrates.

The Principal Accountant General (A & E), Chennai – 600 018.

The Principal Accountant General (G&SSA) Chennai – 600 018.

The Accountant General (E&RSA), Chennai – 600 018.

The Accountant General (CAB), Chennai – 600 009/ Madurai.

The Registrar General, High Court, Chennai – 600 104.

The Chairman, Tamil Nadu Public Service Commission, Chennai-600 003.

The Registrar of all Universities in Tamil Nadu.

The Director of Treasuries and Accounts, Chennai-600 015.

The Director of Pension, DMS Complex, Chennai-600 006.

The Director of Local Fund Audit, Chennai - 600 108.

The Pension Pay Officer, Chennai 600 006.

The Pay and Accounts Officer Secretariat, Chennai-600 009.

The Pay and Accounts Officer (North/ South/ East), Chennai-600 001/ 600 035 /600008.

The Pay and Accounts Officer, Madurai – 625 001.

All Treasury Officers / Sub – Treasury Officers.

The Commissioner of Disciplinary Proceedings, Kuralagam, Chennai – 600 108.

The Commissioner, Corporation of Chennai / Madurai / Coimbatore/ Tiruchirapalli / Salem / Tirunelveli / Tuticorin / Vellore / Tirupur / Erode.

All State Owned Corporations and Statutory Boards.

All Assistant Director of Rural Development Department (Panchayats / Audit) / 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 –600 018.

Copy to:

The Secretary to Hon'ble Chief Minister, Chennai – 600 009.

The Special Personal Assistant to Hon'ble Deputy Chief Minister, Chennai –.600 009.

The Private Secretary to Chief Secretary to Government, Chennai – 600 009.

The Private Secretary to Additional Chief Secretary to Government, Finance Department, Chennai –.600 009.

The Private Secretary to Secretary (Expenditure) to Government, Finance Department, Chennai –600 009.

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