



## GOVERNMENT OF KERALA

### Abstract

Finance Department - KFC - Agro - based MSME Loan Scheme (KAMS) - extending the State Government interest subvention of 3% for the FY 2025-26 - Orders - Issued.

### **FINANCE(PU-A)DEPARTMENT**

G.O.(Ms)No.92/2025/FIN Dated,Thiruvananthapuram, 16-07-2025

Read 1 GO(Ms)No.107/2022-Fin dated 23/06/2022 .

2 GO(Ms)No.104/2024-Fin dated 17/08/2024 .

3 Para 794 of Budget Speech 2025-26

Letter No.KFC-TVM/134/2023-DM1 dated 26/05/2025 from  
4. the Chairman & Managing Director, Kerala Financial Corporation .

### ORDER

In the Budget Speech 2022-23, the Hon'ble Finance Minister had announced a new loan scheme through Kerala Financial Corporation for promoting the agricultural sector. Accordingly, vide Government Order cited 2nd above, sanction was accorded for implementing a new loan scheme for promoting Agro based Industries, Agri-Start-Ups, Processing, Marketing, Trading of Agricultural Products, Food processing Units, Warehouses, Godowns and Cold Storage in which loan up to Rs.10 Crore was to be provided with an outlay of Rs.250 Crores, with interest rate of 5% and interest subvention of 3% and by limiting the interest subvention up to Rs.3 Crore only for the Financial Year 2022-23.

2) As per the Government Order read 2nd paper above, sanction was accorded to continue the State Government interest subvention of 3% to units under the "KFC Agro-based MSME Loan Scheme" (KAMS) for FY 2024-25 also, subject to the condition that the maximum financial commitment on the part of the Government will be Rs.3.48 crore.

3) In the Budget Speech for FY 2025-26, the Hon'ble Finance

Minister has declared the continuation of the "KFC Agro -based MSME Loan Scheme (KAMS)", with a focus on supporting agri-linked industries and agro-startups. As per the announcement, loans up to Rs.10 Crore will be extended under the Scheme at a concessional interest rate of 6%, incorporating a 3% interest subvention from the State Government.

4) In the letter read 4 th paper above, the Chairman & Managing Director of Kerala Financial Corporation has requested to issue necessary Government Orders to continue the State Government interest subvention of 3% to units financed under the "KFC Agro - based MSME Loan Scheme"(KAMS) for FY 2025-26.

5) Government have examined the matter in detail and are pleased to accord sanction to continue the Scheme with State Government interest subvention of 3% to the units under the "KFC Agro-based MSME Loan Scheme (KAMS)" for the financial year 2025-26 subject to the condition that the maximum financial commitment on the part of the Government will be Rs.3.48 Crore.

(By order of the Governor)  
PATIL AJIT BHAGWATRAO I A S  
SECRETARY

To:

- 1.The Principal Accountant General(A&E), Kerala, Thiruvananthapuram
- 2.The Accountant General(Audit II), Kerala, Thiruvananthapuram
- 3.The Chairman & Managing Director, Kerala Financial Corporation, Vellayambalam, Thiruvananthapuram.
4. The Nodal Officer, Finance ctfmweb@gmail.com
- 5.Stock file/Office Copy(E-2079588)

Forwarded /By order

  
Section Officer