

MINISTRY OF TEXTILES
OFFICE OF THE TEXTILE COMMISSIONER
48, VITHALDAS THAKARSEE MARG
NISTHA BHAVAN (NEW C.G.O. BLDG), MUMBAI - 400020
Tel No. 022-22001050 Fax : 022-22004693 :: E-mail : atufs.mum-textiles@gov.in
Website: www.txcindia.gov.in

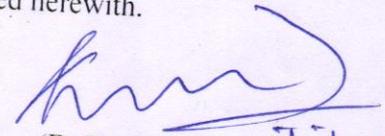
F.N. TS-16014/3/2024-TUF-76

Date: 16.09.2024

Sir/Madam,

Minutes of 39th Meeting of Technical Advisory-Cum-Monitoring Committee (TAMC) for discussing issues of ATUFS and Previous Versions of TUFs held in the office of the Textile Commissioner at 10:30 AM on 30.08.2024 through hybrid mode is enclosed herewith.

Encl: as above.


(D. Ravikumar) 13/10/2024
Director

To,

I-All members of TAMC Meeting

Copy to:

1. PS to TXC: For kind information
2. US (TUFS), MOT New Delhi
3. M/s STTL Ahmedabad
4. Computer cell, office of the TxC Mumbai

Minutes of 39th Meeting of Technical Advisory-Cum-Monitoring Committee (TAMC) for discussing issues of ATUFS and Previous Versions of TUFS at 10:30 am on 30.08.2024 through hybrid mode

The 39th Meeting of the Technical Advisory-cum-Monitoring Committee (TAMC) for discussing the issues on Amended Technology Upgradation Funds Scheme (ATUFS) and Previous Versions of TUFS chaired by Ms. Roop Rashi, Textile Commissioner was held at 10:30 am on 30.08.2024 through hybrid mode. The list of participants is at **Annexure-I**.

Agenda No.1:

Minutes of 38th meeting of TAMC held on 04.07.2024 were circulated to all the members on 23.07.2024 and no comments have been received, hence minutes may be treated as confirmed.

Agenda No. 2: Review of Progress of TUFS as on 26.08.2024

a. Progress of utilization of allotted fund for the financial year 2024-25.

S. No	Scheme	Allocation(BE) Rs. in Cr.	Expenditure Rs. in Cr.
1	ATUFS	635	47.54
2	MTUFS		0.00
3	RTUFS		0.00
4	RR-TUFS (bank routed)		1.96
5	RR-TUFS (MMS)		0.00
	Total		49.50

b. Segment wise details of UIDs issued & Subsidy released under ATUFS as on 26.08.2024:

S. No	Segment Name	UID Issued	Project Cost Rs. in Cr.	Provisional Subsidy Rs. in Cr.	Subsidy released Rs. in Cr.
1	Garmenting (15%CIS)	1468	3325.55	340.31	107.62
2	Multi activity (10%CIS/15%CIS)	2293	31693.05	2039.02	576.97
3	Processing (10% CIS)	1622	6602.54	445.28	183.9
4	Technical Textile (15% CIS)	534	4243.68	396.42	141.47
5	Weaving (10% CIS)	8369	23180.87	1733.37	1156.4



6	Other (Handloom, Jute, Silk) (10% CIS)	103	114.26	8.59	0.38
TOTAL		14389	69161.87	4963.15	2166.74

The progress and above data are placed before the TAMC for information.

Progress of ATUFS including Previous version of TUFS are slow due to huge shortage of Manpower at the level of Deputy Director and above authoring officers. Due administrative efforts and proposal are being send to MoT for filling up Vacant post of this office.

Further cases will be reallocated/distributed to all the Directors of this office and also settle in camp mode.

Agenda No.3: Ratification of decision taken by 76th Meeting of Internal Technical Committee chaired by Shri S.P. Verma Addl. Textile Commissioner

Sub Agenda no . 1 : For ratification of machinery manufacturer/authorized agents enlistment

Enlistment of 1 abroad machinery manufacturer as per Annexure-I recommended by Internal Technical Committee (ITC) in its 76th meeting dated 28.08.2024 is placed before the TAMC for ratification

Decision of 39thTAMC:- TAMC ratified the decision of 76th ITC

Sub Agenda no . 2 (Agenda Point No. 2. of 76th ITC):

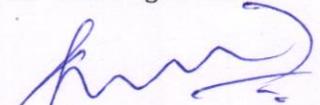
Physical verification of the manufacturer based on ITC decision

The enlistment application of M/s. Sai Mechatronics, Valsad, and Gujaratwas discussed in 74th Internal Technical Committee meeting dated 28.03.2024 and decided to carry out physical verification of the unit to ascertain the manufacturing activities of the machine applied for enlistment and benchmark technology of the machine. The unit applied for MC-3-d-6 - PLC Based Rashel machine for netting.

A technical team consists of Shri Saurabh Kumar Sinha (Deputy director, & Officer-in-Charge, R.O.Ahmedabad), Shri Narottam Kumar (Assistant director, Headquarter Office, Mumbai) and Shri Kislay (Technical Officer, Headquarter Office, Mumbai) visited the unit on 13.05.2024 as per the 74th ITC decision.

The details of the visit report as follows,

- Location and Plant details, Leave and License agreement of the unit, Manufacturing activities, Machines details, Electricity bills and trail run process. Submitted photos taken during the visit.



- In conclusion, they recommended for registration/enlistment of the manufacturer M/s. Sai Mechatronics, Valsad.

Decision taken by the 76th ITC: Based on the physical verification report of M/s. Sai Mechatronics, Valsad, the committee acceded to the request of M/s. Sai Mechatronics, Valsad to enlist them as Machinery Manufacturers under ATUFS.

Decision of 39thTAMC:- TAMC ratified the decision of 76th ITC

Sub Agenda Point No - 3 (Agenda Point No. 3. of 76th ITC): Physical verification of the manufacturer based on enlistment application.

As per direction of competent authority, Shri Narottam Kumar, Assistant director submitted the physical verification report of M/s. **Armstrong Machine Builders Private Limited, Nashik** on 09.05.2024 in reference to TMB section letter dated 01.04.2024.

As per the visit report, the unit visited on 08.05.2024 and details as follows,

- 1-Location details of their plants in Nashik
- 2-Details regarding raw materials, manufacturing activities, machines details, software used for mechanical & electrical designs and quality assurance process.
- 3-Concluding that the unit having capacity to manufacture the applied machine -Fully automatic material handling system - **MC02-83.**

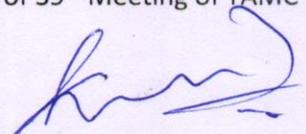
Section comments: The manufacturer submitted all required documents as per Circular no.6 (2018-2019) along with commercial invoice copy of the machine supplied to beneficiary. The unit applied for **fully automatic material handling system - MC02-83.** RO-Ahmedabad forwarded the enlistment application with UID details and confirmed that they received JIT request from the ATUFS Beneficiary.

Decision taken by 76th ITC: Based on the physical verification report of M/s. Armstrong Machine Builders Private Limited, Nashik, the committee acceded to the request of M/s. Armstrong Machine Builders Private Limited, Nashik to enlist them as Machinery Manufacturers under ATUFS.

Decision of 39thTAMC:- TAMC ratified the decision of 76th ITC

Sub Agenda Point No - 4 (Agenda Point No. 4. of 76th ITC): Manufacturer name differences

TUFS CELL forwarded a case regarding name difference issue in respect of the machinery manufacturer M/s. Picanol (Suzhou Industrial Park) Textile Machinery Co" Ltd.", China. The manufacturer enlisted in Annexure - I (serial no.41) and Annexure - II (serial no.140) under ATUFS.



The machine manufacturer has supplied Shuttleless Rapier Loom to ATUFS beneficiary M/s. Kavya Textiles, Surat (ATUFS/2016-17/811). TUFs cell submitted commercial invoice copy, Machine name plate photo and manufacturer declaration in support and details are as under:

Name in Commercial Invoice	Name in Machine name plate
Picanol (Suzhou Industrial Park) Textile Machinery Co" Ltd." Invoice Date- 30.08.2017 & 06.09.2017	PICANOL PST No. 2, Songzhuang Road, 215122 Suzhou PR China.

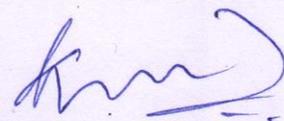
Machinery Manufacturer declaration: The machine name plate mentioned as "PICANOL, China" or "PST" both are the abbreviated form of and refer to "Picanol (Suzhou Industrial Park) Textile Machinery Co. Ltd." which has been mentioned as per our standard practice.

Decision Taken in 74th ITC decision dated 28.03.2024:: The committee examined the submitted documents and decided to call for machine name plate and invoice copy from ATUFS section in respects of other ATUFS claims of the same machine manufacturer.

Now, TUFs cell submitted copy of machine name plate photo and invoice of below ATUFS claims vide note dated 22.05.2024 in reference to this section note dated 12.04.2024,

S. No	Beneficiary Name	Invoice date
1.	Nandini Weaves- ATUFS/2018-19/1921	06.09.2018
2.	Nakshatra creation - ATUFS/2018-19/3187	09.11.2018
3.	Pritika Weaves - ATUFS/2018-19/1801	09.08.2018
4.	Chanchal fabrics - ATUFS/2019-20/121	18.07.2019
5.	Kavya Textiles, Surat - ATUFS/2016-17/811	30.08.2017(case referred)

Section comments: In all above cases, the complete name of the manufacturer mentioned in invoice as "Picanol (Suzhou Industrial Park) Textile Machinery Co Ltd." and machine name plate pattern is similar in all claims.



Decision Taken by 76th ITC: -ATUFS cell has confirmed that some of the above cases were already settled. As such the committee decided that ATUFS may settle this case also on similar lines as ATUFS section has already decided cases at their end without having opinion of ITC.

Decision of 39th TAMC:- TAMC ratified the decision of 76th ITC

Sub Agenda Point No-5 (Agenda Point No. 5. of 76th ITC): Manufacturer name not mentioned on the machine name plate only Logo mentioned reg. - Case Forwarded by RO-NAVI MUMBAI.

M/s. Shoran Design Private limited, Kolhapur purchased MC4-57 machine (Programmable Unit Production hanger and conveyor system) manufactured by M/s. INA Intelligent Technology (Zhejiang) Co., Ltd. China who enlisted at serial no.442.

The invoice issued by the authorized agent M/s. INL International Technology Pte Ltd., Singapore who enlisted at serial no.473. On machine name plate only logo is available without machinery manufacturer name. However the logo is not available in the commercial invoice which was issued by authorized agent.

Manufacturer declaration:

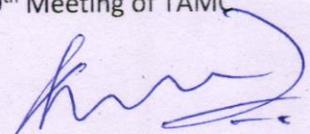
1-Our company logo is  and accepted worldwide for our products.

2-Submitted below Trade mark certificate's :

S No.	Description	Classification	Category
1	Only logo	35	advertising, commercial goods
2	Logo with tagline	39	cargos, logistics, packaging
3	Logo with tagline	7	sewing machines, textile machines, belt conveyors
4	Logo with tagline	9	Electronic items, software

RO-Navi Mumbai comments based on translated trademark registration certificate (Classification7) and as per 60th ITC decision :

It is observed that the logo (INA SYSTEM) mentioned in the trade mark registration certificate, which is **not matching** with the logo (INA SYSTEMS) mentioned on the machine plate. Hence, it is to inform that there is no merit of the claim in r/o. manufacturer M/s. INA Intelligent Technology (Zhejiang) Co., Ltd, China



Section comments : Only Manufacturer name is matching with the enlisted name in reference to translated trademark registration certificate.

Decision Taken by 76th ITC : The committee examined the documents submitted by the manufacturer and noted RO-Navi Mumbai's remark. Hence, the committee did not recommend the case for consideration.

Decision of 39th TAMC:- TAMC ratified the decision of 76th ITC

Sub Agenda Point No. 6 (Agenda Point No. 7. of 76th ITC): : Manufacturer name not mentioned on the machine name plate only Logo mentioned reg. - Case Forwarded by RO -Noida

RO-Noida requested to place the logo issue in respect of ATUFS claim M/s. Motilal Dulichand Pvt. Ltd. The machinery manufacturer M/S. HERZOG GmbH, GERMANY who enlisted at serial no.126 in Annexure -III under ATUFS is supplied one PLC based Braiding machine MC03-F-5 to above unit. During scrutiny, RO-Noida noted that the manufacturer name is not available on the machine name plate.

In this regard, RO submitted branding exercise and Trademark registration certificate from the manufacturer along with machine name plate & Invoice copy.

RO - Noida comments: Machine Manufacturer logo was found available on the machine name plate and invoice. Their branding exercises may be considered.



Section comments: Logo in the trade mark certificate is matching with the section records and submitted documents.

Decision Taken by 76th ITC :-The committee reviewed the trademark certificate and accessed the manufacturer's website. The committee noted that the registered trademark/website logo is available in both invoice and machine name plate. Hence, the committee recommended the case to consider for release of subsidy if other conditions are met as per ATUFS guidelines.

Decision of 39th TAMC: - TAMC ratified the decision of 76th ITC

Sub Agenda Point No. 7 (Additional Agenda Point No.1): Cases Forwarded by RO- Navi Mumbai - Name difference reg.

RO- Navi Mumbai vide letter no. 3(1653)/2022/ATUFS/ROM/Bhiwandi/173 dated 14.06.2023 forwarded agenda regarding difference in name of the machine manufacturer on machine name plate. M/s. Siddhachal Fab Pvt. Ltd. has purchased 08 No. of Two-For-one Twister machines from M/s. Charlie Machines, Surat, who is enlisted at Annexure-III. S.No.26:

During scrutiny found that the name of manufacturer is mentioned as "Charlee Machines" instead of "Charlie Machines" in the machine name plates.

The machine manufacturer M/s. Charlie Machines has submitted clarification letter that they failed to notice spelling error (manufacturer name) in the machine name plates of particular batch which is outsourced from third party supplier along with supplier declaration.

Comments of OIC(RO-Navi Mumbai):

Based on the submission of machine manufacturer and subsequent confirmation from the name plate supplier, it appears that the mistake in spelling of enlisted machine manufacturer name is inadvertent which can be considered. Moreover, there is a logo on the machine name plate and the invoice (copy enclosed) issued by the manufacturer which is also matching.

Decision Taken in 68th ITC dated 22.06.2023: The Committee examined the submitted documents and directed to call for manufacturer branding exercise, marketing practices and their trademark certificate in respect of their logo along with invoice copy. In addition to that, clarification may be called for the difference in logo between machine name plate and letterhead.

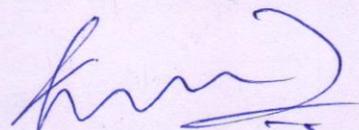
The details of reply from the manufacturer as follows,

- 1-Submitted note regarding note regarding branding exercise, marketing practices
- 2-Applied for trademark registration on 09.10.2023. As per the status shown in the Trademark registration website page, **the trademark applied is accepted and advertised.**
- 3-Submitted Copy of invoices in respect of M/s. Siddhachal Fab Pvt. Ltd. who purchased 08 No. of Two-For-one Twister machines

Decision Taken by 76th Meeting of ITC :- The committee reviewed the documents and confirmed the trademark certificate from the DPIIT website. Hence, the committee recommended the case to consider for release of subsidy if other conditions are met as per ATUFS guidelines

Decision of 39th TAMC:- Matter may be again reviewed in next ITC after scrutiny of similar cases

Sub Agenda Point No. 8. (Additional Agenda Point No.1): Case of manufacturer name difference in Annexure and machine name plate:



ATUFS Cell forwarded case of M/s TEXMAC BHD SDN, Malaysia (A Subsidiary unit of M/s United Texmac PTE Ltd., Singapore) regarding the name difference in Annexure and other name plate.

Name in Annexure-III: M/s TEXMAC BHD SDN, Malaysia
(Enlisted at Sr No-307 in Annexure-III)

Machine name plate: M/s TEXMAC SDN BHD, Malaysia

The enlistment documents were reviewed and following are the observation:

The unit had submitted all the documents with name of M/s TEXMAC SDN BHD, Malaysia except the MoU documents. The MoU document was with name M/s TEXMAC BHD SDN, Malaysia. The clarification regarding name difference in MoU and name plate was called from the manufacturer. The manufacturer submitted the revised MoU with name M/s TEXMAC SDN BHD, Malaysia. The manufacturer has also submitted Company registry data from Register of Companies with name M/s TEXMAC SDN BHD, Malaysia. It appears to be a typographical error and thus uploaded in Annexure-III.

Decision Taken by 76th ITC: The Committee has reviewed the documents submitted during the enlistment and noted that except for the MOU all other documents are in the name of M/S. TEXMAC SDN BHD, Malaysia. The manufacturer has again submitted the Company registry data and MoU. Hence the committee recommended to correct the manufacturer name along with its agents as "M/s TEXMAC SDN BHD, Malaysia" in annexure-III

Decision of 39th TAMC:- TAMC ratified the decision of 76th ITC

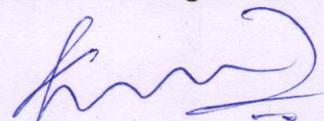
Agenda Point No. 4:-

Minutes of the 3rd Meeting of the Internal Committee to examine issues under previous versions of TUFs (MTUFs, RTUFs and RRTUFs) held on 28/08/2024 at 10.30 AM in the Conference Hall of the Office of the Textile Commissioner

Third meeting of the Internal Committee to examine issues under previous versions of TUFs (MTUFs, RTUFs and RRTUFs) was held under the Chairmanship of Additional Textile Commissioner on 28/08/2024 at 10.30 am in the Conference Hall of the Office of the Textile Commissioner.

Agenda No. 1: Preparation of modalities for taking possible course of action for settlement of cases under previous versions of TUFs.

In respect of concern of the industry regarding notice of recovery under previous versions of TUFs, IMSC under ATUFS in 10th meeting held on 05/02/2024 after considering the request of the industry stakeholders and detailed deliberations decided that a Committee of Textile Commissioner would re-examine various concerns raised/difficulties pointed out by the industry/banks in the protocol/procedures for disbursement of subsidy under older versions



of TUFs cases and suggest appropriate course of action including modifications in the protocol/changes in procedure, if any, and place as an agenda item before IMSC through TAMC/MoT.

In pursuance to the decision of the IMSC, first meeting of the Internal Committee to examine issues under previous versions of TUFs was held on 25/06/2024 and also with industry on 28/06/2024. Views of the industry and banks were placed before TAMC under ATUFs in 38th meeting held on 04/07/2024. TAMC decided that before taking up the matter for revision of protocol to IMSC, the Internal Committee may again conduct meeting with industry associations and major nodal banks in physical mode for preparing modalities for taking possible course of action covering the control concerns as raised by C&AG report and IMSC in its 3rd meeting held on 27/02/20219 before issue of protocol.

Second meeting of the Internal Committee to examine issues under previous versions of TUFs was held on 12/08/2024 under the Chairmanship of Additional Textile Commissioner for preparing modalities for taking possible course of action.

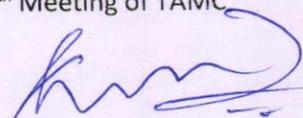
The settlement of cases involves uploading of six mandatory documents, examination of uploaded documents, willingness of the unit for conducting physical inspection, constitution of JIT, cooperation of the unit and bank after declaration of date for JIT, physical inspection by JIT, uploading of JIT report & submission hard copy to RO, examination of JIT reports by Regional Offices of the Textile Commissioner and Head Office, replies pending from banks and JIT for information, confirmations, clarifications and documents sought, release documents pending from banks etc.

In view of the above, the following issues are identified for discussion:

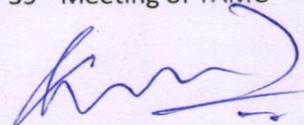
- a) Settlement of cases where no six mandatory documents are uploaded by banks/lending agencies.
- b) Settlement of cases where units are not giving willingness for conduct of physical verification by JIT.
- c) Settlement of cases where there is non-cooperation on the part of units/ banks after submitting willingness by the unit.
- d) Faster conduct of physical inspections and submission of JIT reports by JIT.
- e) Further flexibilities that can be provided in case of non-availability of any mandatory documents prescribed in the protocol.
- f) Modalities for faster processing of JIT reports and settlement of cases.
- g) Any other course of action for settlement of cases.

Deliberation of the Internal Committee:

- i. FIASWI vide e-mail dated 27.08.2024 has furnished their point-wise suggestions. Member Secretary read out the suggestions of FIASWI. A copy of letter dated 27.08.2024 received from FIASWI is at **Annexure-II**.
- ii. Regarding settlement of cases where no six mandatory documents are uploaded by banks/lending agencies Chairman requested SIMA to submit their views. Shri K Selvaraju Secretary General of SIMA expressed views of SIMA as given below:
 - a) Cases to be processed as per GR on respective schemes under previous versions of TUFs
 - b) The recommendations of the C&AG were for future scheme under TUFs



- c) Issues regarding settlement of cases under previous versions of TUFS have been discussed several times and all committed liabilities have been verified.
 - d) Banks have already released 70 to 80% of the subsidy and all are fit cases.
 - e) Under ATUFS Rs. 17822 crores have been allocated based on the committed liabilities for fit cases.
 - f) Competent Consultant with understanding of the schemes should have conducted evaluation/assessment of committed liabilities instead of NABCONS.
 - g) Beyond 10 years of repayment of loan banks need not keep documents.
 - h) Eligibility assessment document /ECN is not a part of the GR of schemes under previous versions of TUFS.
 - i) MTUFS cases are more than 14 yearsold, RTUFS cases 11 years old and RRTUFS cases 8 years.
 - j) Normally garmenting machines particularly sewing machine is replaced in 5 years and other segment machines in 7-8 years.
 - k) Many exporters of textiles and clothing have to replace their machines to maintain the quality of the product.
 - l) As the cases are very old and machines are replaced complete set of machines will not be available in any unit.
 - m) Some of the banks do not have documents to upload and we have to release subsidy based on available records.
 - n) The basis on which subsidies were released earlier may be followed for remaining subsidy also.
 - o) In many cases interest subsidy released and only capital subsidy is pending therefore there is no need to conduct complete verification.
 - p) In most of the cases loans are closed long back.
- iii. Chairman clarified to the participants that there is limited scope for relaxation in the protocol. This Committee will recommend to TAMC for onward recommendation to IMSC for relaxation based on the views of the industry and banks. What relaxations can be given in the protocol needs to be discussed. Banks were requested to provide RBI guidelines regarding time period of retention of documents after repayment of loan. However, banks have not provided the same. The schemes under previous versions of TUFS have been implemented by banks. Therefore, banks have to inform the reasons for not operating the provisions of protocol.
- iv. Shri Ganesh S. Bastawadkar, DGM, Canara Bank informed the participants that majority of accounts are closed. Out of 159 accounts approximately 136 accounts are closed. How many are really interested has to be seen. Persons are not available or machines are sold off. Some accounts are taken over by other banks.
- v. **After discussion with other participants all banks agreed that they will submit data for the cases where accounts are closed, machines are sold off, unit not in existence etc. and for cases where units are not willing to conduct physical inspection.**
- vi. Six mandatory documents were discussed individually for their availability with banks. The deliberation is given below for each document:
- a) Term loan sanction letter:
All bank participants confirmed that they have term loan sanction letter.



- b) Actual amount disbursed against the sanctioned term loan amount and date-wise disbursement of amount:

Bank participants expressed that for old cases date-wise disbursement of loan may not be available. But they will provide date-wise disbursement certificate for disbursement of loan.

- c) Reporting Formats (N1, N2 for MTUFS, R1, R2 for RTUFS & RR1, RR2 for RRTUFS):

Reporting formats mainly provide list of machines proposed for installation and their eligibility under the scheme. Based on the reporting formats eligibility of the case is determined and eligibility is conveyed to the branch by the TUFS Cell of the bank. SIDBI representative confirmed that they can provide list of machines considered under each account. After deliberation all bank participants agreed that they will provide certificate for the machines considered at the time of applying UID, in case of non-availability of reporting formats.

- d) ECN Certificate/Eligibility assessment under TUFS:

SIDBI representative informed that they can give certificate as on today for eligibility determined. Chairman enquired with bank participants whether banks can issue certificates for eligibility of the case based on the records available with them. All bank participants agreed that wherever eligibility assessment document or ECN is not available and ECN issued after the date of submission of application for UID they will provide certificate of the eligibility and admissible amount under TUFS as on current date.

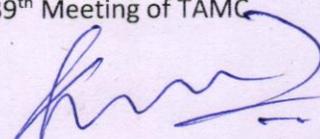
- e) Calculation sheet based on actual disbursement:

All bank participants agreed that they will provide certificate on similar lines of disbursement of term loan towards TUFS compatible machines.

- f) Letter/undertaking from the bank that they will participate as member of JIT:

Since there is no issue with this document hence no relaxation is required.

- vii. After deliberation Committee also requested bank participants to give declaration giving reasons i.e. accounts closed, beneficiary is not interested etc. Bank participants were also advised to share their list with associations for cooperation from units.
- viii. Regarding settlement of cases banks suggested for closure of cases where accounts are closed or machines sold off or unit not in existence. Banks were advised to recommend disposal of such type of cases with reasons.
- ix. Shri K Selvaraju Secretary General of SIMA informed that since cases have to be settled by 31.03.2025, it looks difficult to complete conduct of physical inspection for all the pending cases. Therefore, he advised that physical inspection for high subsidy value of above one crore may be conducted and lower subsidy value cases may be physically verified on random sample basis.

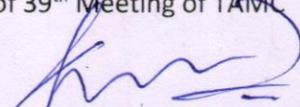


Recommendation of Internal Committee:

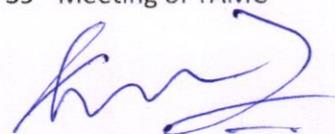
In view of the deliberations in the meeting, Internal Committee considered the following points for recommendation to TAMC in respect of settlement of cases under previous versions of TUFs:

- a) Term loan sanction letter is available with banks and they will provide it. Hence, no relaxation is required in protocol dated 14.06.2019 in respect of mandatory documents.
- b) Banks will provide certificate for date-wise disbursement of loan and calculation sheet as on current date wherever disbursement document is not available with banks. In this case, relaxation in protocol is required to allow to consider bank's certificate on date-wise disbursement of sanctioned amount in respect of respective TL accounts covered in protocol dated 14.06.2019 in case original disbursement schedule is not available with bank.
- c) Wherever reporting formats are not available with banks, they will provide certificate for the machines mentioned in reporting formats earlier on the basis of which the eligibility was decided by the banks in accordance to the provision mentioned in GR of respective Scheme, as per records available with banks. This also requires relaxation in protocol dated 14.06.2019 to allow to consider certificate of banks issued on current date stating very clearly in said certificate that from their records, below mentioned machineries/ assets were considered as claim of eligible subsidy against respective TL account covered in Protocol dated 14.06.2019.
- d) Wherever eligibility assessment document or ECN is not available and ECN issued after the date of submission of application for UID, banks will provide certificate of the eligibility and admissible amount under TUFs as on current date based on records available. This also requires relaxation in Protocol dated 14.06.2019 to allow to consider certificate of banks issued on current date stating very clearly in said certificate that from their records, below mentioned eligibility under TUFs was assessed by them as claim of eligible subsidy against respective TL account covered in Protocol dated 14.06.2019.
- e) Banks will provide account-wise status i.e. account closed, NPA accounts, machines disposed off and unit not interested in conducting physical inspection etc.
- f) Wherever there is non-cooperation from units, banks will share their list with industry associations for the same.
- g) For cases where there will be no response from units' banks will recommend for closure of the case with justified reason.

Decision of the TAMC:



- a) TAMC deliberated on the recommendations of the Internal Committee on the flexibilities to be provided by the Ministry/IMSC in regard to six mandatory documents.
- b) TAMC mentioned that concern of the MOT protocol 2019 was regarding due diligence which was not carried out by the banks and gaps in furnishing the documents as mentioned in protocol dated 14/06/2019 due to which pending claims could not be disposed off immediately. Hence, banks have to accept their responsibility.
- c) TAMC informed the participants that TAMC mandate is to see why the banks and industry could not be able to follow the protocol and have to see whether the concern of the protocol can be addressed through alternative mechanism/ substantive documents in place of mandatory six documents as per protocol dated 14/06/2019.
- d) In view of the above TAMC recommend modifications in the protocol in terms of flexibilities in six mandatory documents, without diluting the concern of the protocol 2019.
- e) TAMC agreed to the recommendation of the Internal Committee regarding six mandatory documents as follows:
 - i. First and sixth document i.e. term loan sanction letter and undertaking of the banks that they will participate in JIT documents needs no relaxation, as all banks agreed to provide the same in case of all accounts with them.
 - ii. Second and fifth document i.e. statement of date-wise disbursement of loan and calculation sheet, if not available with banks as on date, the bank will issue certificate as on current date referring to their available records stating very clearly in said certificate that details being furnished now are verified from available records with them.
 - iii. For third document i.e. reporting formats, if not available with banks, they will issue certificate that reporting formats are not available at present with them and they will provide certificate for the machines mentioned in reporting formats earlier on the basis of which the eligibility was decided by their banks in accordance to the provision mentioned in GR of respective Scheme, as per records available with banks.
 - iv. For fourth document i.e. eligibility assessment document / ECN though the IMSC in its 6th meeting held on 28/04/2022 has permitted to produce corroborative document but either one of these documents are not available with banks. Hence, to provide further ease to banks it is recommended to provide third alternative in terms of issuance of eligibility certificate as on date stating very clearly in said certificate that from their records, below mentioned eligibility under TUFs was assessed by them as claim of eligible subsidy against respective term loan account covered in protocol 2019.
- f) TAMC also stated that there will be requirement of relaxation in GR provisions of respective schemes if above recommendation made at Para e) above are accepted by IMSC. Therefore, IMSC may also consider to make modifications in respective Para of GR for above clauses.
- g) TAMC again stated that when above recommendations are made to ensure that it does not compromise original protocol rather actually factors the control concerns.



- h) The suggestions are actually in view of challenges in operationalizing MoT Protocol 2019. However, while the proposal is sent each recommendation should also explain that it takes care of the concerns underlying MoT Protocol 2019 as well as points observed in Audit.
- i) TAMC did not endorse the suggestion of the industry for physical inspection for high subsidy value of above one crore and lower subsidy value cases on random sample basis.

Agenda No. 2: Partial machines sold out after full repayment of loan. Machines were verified earlier in March 2018 by ROTXC Noida in some other context. Earlier JIT report available.

- Lap former, high speed comber and multi cylinder drying range have been sold by the unit before conduct of physical verification by JIT after full repayment of loan.
- The physical verification of the unit was conducted by Regional Office of the Textile Commissioner, Noida earlier in some other context. The JIT report is available.
- Due to earlier verification it is confirmed that machines were installed earlier.
- Therefore, unit is requesting not to recover subsidy for investment against these machines.

The issue was discussed in the 38th meeting of TAMC under ATUFS held on 04/07/2024 and TAMC deferred the issue to next meeting and desired to know the context in which the physical verification of the unit was conducted.

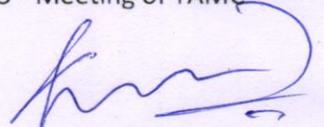
As per the JIT report it is understood that Head Quarter has instructed the Regional Office for physical verification of assets/machineries installed at the unit by JIT. The JIT report is signed by Assistant Director, RO Noida, SBI representative, NITRA PSC official. The JIT has certified that the machines are verified and are eligible in accordance to GR on RTUFS.

In the list of machines verified by the said JIT the names of the machines mentioned are given below:

- Multi-cylinder Drying Range with individual cylinder drives with Padding Mangle
- Lap Former – LH 15
- High Speed Combers of 450 nips/minute – LK – 64

Deliberation of the Internal Committee:

- i. Committee deliberated on the issue and viewed that physical inspection was conducted at the instruction of the Head Office to verify the eligibility of the case under RTUFS.
- ii. The physical inspection was done on 16.03.2018 by JIT comprising Assistant Director of Regional Office Noida, representative of State Bank of India and representative from NITRA PSC Bhilwara. A copy of the JIT report is enclosed as **Annexure - III**.
- iii. JIT report has concluded that the machines are verified as installed and eligible in accordance to GR of RTUFS.



- iv. JIT has also enclosed list of machines verified by them with the JIT report. The machines under consideration are appearing in the said list of machines.

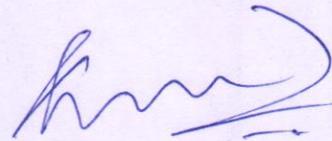
Recommendation of Internal Committee:

Internal Committee recommended that machines verified by JIT under protocol are only eligible machines and consideration of earlier verification will result in dilution of protocol.

Decision of the TAMC:

TAMC accepted the view of the Internal Committee and directed to process the case after removing these ineligible investments.

In the last, Chairman of the Internal Committee requested to the bank participants to submit RBI guidelines and/or bank-wise norms for retention of documents. Further, Chairman requested bank representatives to furnish unit-wise data regarding status of cases as discussed in the meeting. Chairman informed to the participants that based on the document and data, the recommendation can be forwarded.



list of participants

1. Ms. Roop Rashi, Textile Commissioner - In Chair
2. Shri Gopal Bhusal, Deputy Secretary – Ministry's representative
3. Shri S.P. Verma Addl. Textile Commissioner, O/o TxC Mumbai
4. Shri Iqbal Ahmad, Director, O/o TxC Mumbai
5. Shri Bharat Gandhi Chairman, Federation of Indian Art Silk Weaving Industry (FIASWI), Surat
6. Dr. K. Selvaraju Secretary General. , The Southern India Mills' Association, Coimbatore
7. Shri Mohan Sadhwani E.D. Clothing Manufacturers' Association of India (CMAI),
8. Chairman MCCI Bhilwara
9. Shri Sachin Kumar, E.D. Textile Machine Manufacturers association Mumbai
10. Shri D. Ravikumar, Director, O/o TxC Mumbai
11. Shri A. Ravikumar Executive Director, MATEXIL (SRTEPC) Mumbai
12. Shri S. Dhanasekaran, Deputy Director, O/o TxC Mumbai
13. Shri Pranav Parashar, Deputy Director, O/o TxC Mumbai
14. Shri Narottam Kumar, Assistant Director , O/o TxC Mumbai
15. Shri N.K. Singh, Assistant Director , O/o TxC Mumbai
16. Shri A. Paramasivan, Assistant Director, O/o TxC Mumbai
17. Shri Ashish Bhoje PDEXCIL Mumbai
18. Shri Avinash Magun, Director, O/o TxC Mumbai
19. TUFs Cell, Small Industries Development Bank of India(SIDBI)
20. TUFs Cell, Bank of India.
21. Ms. Saeeda Patel, AEPC
22. TUFs Cell Indian Overseas Bank
23. Shri Nimish Shah, TUFs Cell Punjab National Bank
24. Shri Rajeev Ranjan Bank of Baroda

Annexure-II

SR NO.	NAME OF THE UNIT	ELIGIBLE TEXTILE MACHINE COVERD UNDER WHICH ANNEXURE OF ATUFS	MOU FOR AUTHORIZED AGENT WITH % OF COMMISSION
ABROAD			
1	M/s.Windmoller & Holscher Kg, Lengerich, Germany (Parent unit of M/s. Windmoller & Holscher Machinery K.S, Czech Republic)	MC03-W-16	

ks
