

Gujarat Textile Policy

“Farm - Fibre - Fabric - Fashion (Garment) to Foreign (Export)”

Resolution No. TEX/102012/65117/I dt. 25-6-2013

Scheme period: from 5-9-2012 to 4-9-2017

All machinery specified under TUF Scheme of GOI

Segment	Benefit
Ginning	✓Interest subsidy of 5% ✓ Limit- Without any ceiling- 5 yr period <i>Investment in new plant & machineries</i>
Spinning (100% Cotton or Blended or any kind of Spun Yarn) Spinning on ring, rotor or Jet Spinning	✓Interest subsidy - 7%, ✓Limit- Without any ceiling- 5 yr period ✓Assured supply of Lignite for captive power plant ✓VAT exemption <i>Investment in new plant & machineries and also in Second Hand Imported machinery having 10 years vintage & residual life of minimum 10 years as certified by Chartered Engineer/C.A.</i> <i>(upto 50% of value of new imported machinery or actual purchase value, whichever is less)</i> <i>No VAT concession for second hand machinery</i>

Interest Subsidy will be in addition to any other incentive available from other scheme of GOI

Segment	Benefit
Weaving (Powerloom)	<ul style="list-style-type: none"> ✓ Interest subsidy of 5% ✓ Limit- Without any ceiling- 5 yr period ✓ Power tariff subsidy @ Rs. 1 per unit in the billed amount(for five years period) <p><i>Investment in new plant & machineries</i></p> <p><i>and also in Second Hand Imported shuttle less loom having 10 years vintage & residual life of minimum 10 years as certified by Chartered Engineer/C.A.</i></p> <p><i>(Benefit will be given only after successful operation of the machinery for 6 months period after commencement)</i></p> <p><i>No VAT concession for second hand machinery</i></p>
Dyeing & Processing	<ul style="list-style-type: none"> ✓ Interest subsidy of 5% ✓ Limit- Without any ceiling- 5 yr period <p><i>Investment in new plant & machineries</i></p>
Knitting, Apparel & machine carpeting	<ul style="list-style-type: none"> ✓ Interest subsidy of 5% ✓ Limit- Without any ceiling- 5 yr period <p><i>Investment in new plant & machineries</i></p>

Segment	Benefit
Technical Textile (All 13 segments of T.T & any other product as notified by MOT, GOI)	<ul style="list-style-type: none"> ✓ Maximum Interest subsidy of 6% without any ceiling ✓ Limit- Without any ceiling- 5 yr period <p><i>Investment in new plant & machineries and also in Second Hand Imported machineries having 10 years vintage & residual life of minimum 10 years as certified by Chartered Engineer/C.A.</i></p> <p><i>(upto 60% of value of new imported machinery or actual purchase value, whichever is less)</i></p>

For VAT concession unit has to remain in production/service for at least 10 years from the date of commencement of commercial production

Segment	Benefit
Technology Acquisition and Upgradation	<ul style="list-style-type: none"> • <i>Enterprises acquiring technology for the first time in India for specialised application</i> • <i>Upto 50% of the investment for technology acquisition/collaboration</i> • <i>Maximum 25 lakhs per process/product</i> <p>•(For purchase of drawing, design & technology development through engaging experts/R & D &/ or technical consultancy)</p> <p><i>Mere imported of machinery or technology will not be considered as technology acquisition</i></p>

For VAT concession unit has to remain in production/service for at least 10 years from the date of commencement of commercial production

Segment	Benefit
<p>Assistance to Apparel Training Institution & Trainees</p> <p>Setting up of Training Institution</p>	<p>✓ Assistance up to 85%, Max Rs.3 crore, excluding land cost</p> <p>✓ Need based Support towards equipment</p>
<p>Upgradation of facilities in ITIs</p>	<p>✓ One time grant of total cost of additional equipment required.</p>
<p>Assistance to Training Centers</p>	<p>✓ Assistance up to 50% of investment for purchase of equipment & machinery, electrification, furniture</p> <p>✓ Max Rs. 20 lakhs per centre</p>
<p>Reimbursement of tuition fees to trainees:</p>	<p>✓ Assistance @ 50% of total fee, maximum up to Rs. 7,000 per trainee per course (Minimum 15 day/120 hours)</p> <p>Apparel production in institutions approved by SLC</p>
<p>Assistance for training to trainers</p>	<p>✓ Reimbursement of training cost with maximum of Rs. 7,000 per trainer per week (for approved training institution/training centre at 100%, other institutes 50%)</p> <p>✓ Maximum 4 weeks training period</p>

Segment	Benefit
<p>Training Support for Powerloom Sector</p> <p>(For fresh trainees)</p>	<ul style="list-style-type: none"> ✓ Benefit to powerloom training centres operated by: ✓ ATIRA(Ahmedabad & Dholka) ✓ MANTRA at Pandesara, & Sachin ✓ Other PSC or skill development centres promoted by State/Central Govt. <p>✓ Stipend to Trainees – Rs. 2500 per month for three months</p> <p>✓ (Minimum 90% attendance is must in the training period)</p>
<p>Assistance for advanced training to power loom owner/jobber and worker</p> <p>(To P/L worker, jobber to upgrade skill to work on auto looms, high speed auto looms and shuttleless looms for improving style, skill & behavior)</p>	<p>Assistance for advanced training to power loom owner/jobber and worker –</p> <p>Allowances towards cost of transport & incidental expenses</p> <p>For weavers @ Rs. 200/day (for 2 days) For Jobbers @ Rs. 300/day (for 6 days)</p> <p>No allowances will be given to Power loom owner</p>

Textile & Apparel Park

- ✓ Industry Association / Industrial House/Co-operative society OR any Government body like GIDC
- ✓ Assistance of up to 50%, Max **Rs. 10 crore**
- ✓ Min 20 no. of manufacturing/service units (max 25% service & allied enterprise)

Spinning Park

- ✓ Min 10 no. of Spinning units in min 150 acre land
- ✓ Assistance of up to 50%, **Max Rs. 30** crore of total project cost for establishing common infrastructure facilities, excluding land cost.
- ✓ Upto 35% of land may be utilized for weaving units in order to support spinning activities
- Stamp duty exemption to developers & units in park

Additional Support
In general

- ***Support for Modernization of the Unit by way of interest subsidy***
 - ✓ Investment should be more than 25% of cost of existing plant & machineries
- ***Support for Energy & Water Conservation to existing units (more than 3 years)***
 - ✓ Assistance up to 50%, Max Rs. 50,000 for Energy Audit and Water Audit (for processing units)
 - ✓ Assistance up to 20% of cost of equipments, Max Rs. 20 lakhs
- ***Support for Environmental Compliance***