

**GOVERNMENT OF INDIA
MINISTRY OF TEXTILES
OFFICE OF THE TEXTILE COMMISSIONER
POST BAG NO. 11500, MUMBAI - 400 020
Fax: 022 – 22002495, E-mail: dirss@txcindia.com
Website: www.txcindia.com**

No. 28(19)/2004-MS/

Date: 24th March, 2005

**Circular No. 10
(2004-2005 Series)**

Sub: Technology Upgradation Fund Scheme (TUFS) –

- 1. Clarification regarding deletion of downstream value addition norm stipulated for new spinning mills as well as expansion of existing spinning mills under TUFS.**

Reference is invited to para 1 (i) of Circular No.9 (2004-2005 series) dated 26th Feb., 2005 wherein it was mentioned that IMSC has decided to extend the benefit of deletion of downstream value addition norm stipulated for new spinning mills as well as expansion of existing spinning mills under TUFS to all such units which have started implementing their projects during 18 months prior to 20th Oct., 2004. The aforesaid IMSC decision has been interpreted as follows :

“The units which have modernised in conformity with relaxed norms prior to the decision of the IMSC, regarding reduction in MES of spinning units and deletion of downstream value addition stipulation would be eligible for TUFS incentive from 21st April, 2003 for the amount outstanding as on 21st April, 2003 (disbursed after 01.04.1999) in conformity with the scheme. The eligible amount disbursed after 21st April, 2003 would however be fully covered under TUFS”.

- 2. Clarification regarding the cut-off date for removal of the wind energy units from the eligible list of plant and machinery under TUFS.**

The cut-off date for removal of wind mill from the eligible list of plant and machinery under TUFS is 22nd Feb., 2005. The criteria for deciding cut-off date is date of sanction. Thus, any wind mill project sanctioned before 22nd Feb., 2005 by a bank under TUFS would be eligible for TUFS benefit.

The above clarifications in the TUF scheme may please be brought to the notice of all concerned.

(Smt Shashi Singh)
Director

To: -

1. Secretaries (Textiles) of all states
2. All PLIs of IDBI and SIDBI

3. To all Major Textile Industry Associations/ Trade Associations/All India Industry Associations/Chambers of Commerce & Industry.
4. Officer In-charge of all Regional office of the Textile Commissioner,
5. Secretary, Textiles Committee, Mumbai
6. Officer Incharge of all Powerloom Service Centers,
7. The Directors of all TRAs
8. Executive Directors of all EPCs
9. Development Commissioner (Handlooms)
10. Development Commissioner (Handicrafts)
11. Jute Commissioner
12. Member-Secretary, Central Silk Board
13. Director General , NIFT
14. Prominent News Agencies.

with a request to bring the above message to the notice of all concerned, by publishing / covering the above amendments/modifications in the TUFS, in the news papers/ periodicals / magazines etc

Copy for information to:

1. All members of IMSC & TAMC.
2. Shri Sudipto Roy, Joint Secretary, Ministry of Textiles, New Delhi - 11
3. Shri S.A. Baba, Director, Ministry of Textiles, New Delhi – 110 011

(Smt Shashi Singh)
Director