

**GOVERNMENT OF INDIA**  
**MINISTRY OF TEXTILES**  
**OFFICE OF THE TEXTILE COMMISSIONER**  
**POST BAG NO. 11500, MUMBAI - 400 020.**  
**Fax: 022 – 2002495**

No. 28(19)/2000-MS/

Date: - 31<sup>st</sup> July, 2002

**Circular No. 3**

**(2002-2003 Series)**

**Sub: Technology Upgradation Fund Scheme (TUFS).**

**1. Co-option of additional banks / financial institutions by Nodal Agencies**

- (i) Industrial Development Bank of India , the Nodal Agency for non-SSI Textile sector under TUFS vide letter No.IDBI.HO.TUFS . (6)/ dated.16-07-2002 has co-opted ‘ Tamilnad Mercantile Bank Ltd.’ as a PLI for non-SSI textile sector underTUF scheme. IDBI has also co-opted the Jammu & Kashmir Bank Ltd. as a PLI for non-SSI textile sector underTUFS on all India basis, vide letter No IDBI.HO.TUFS . (6)/369 dated 21-05-2002.
- (ii) Industrial Finance Corporation of India (IFCI), the nodal agency (NA) for jute industry under Technology Upgradation Fund Scheme, vide letter No. Credit III/TUFS/2002 dated.26-04-2002 has co-opted “Canara bank” as a PLI for jute industry under theTUF Scheme.

**2. Decisions taken by Inter-Ministerial Steering Committee ( IMSC) in its 12<sup>th</sup> meeting held at New Delhi on 5<sup>th</sup> July, 2002.**

**(i) Coverage of second hand imported circular knitting machines underTUFS.**

Second hand imported circular knitting machine has been covered undeTUFS by making an additional entry in para 3.2(2) j (j) as under:

3.2 (2) (j) Circular knitting machine of upto 5 years vintage and with a residual life of minimum of 10 years

- (ii) Effective date of eligibility of interest reimbursement consequent to the amendments/modifications approved by the IMSC of TUFS from time to time.**

Whenever a new machine or equipment which is equal or superior than the benchmarked equipments or machines, already included in the existing list of items of the GR, is made eligible under TUFS, the TUFS benefits for such equipments may be extended for the loans disbursed after 1-4-1999. In case inclusion of any machinery/equipment is due to relaxation of norms laid down in the GR of TUFS, the effective date of eligibility of interest reimbursement would be applicable only from the date of the meeting.

**(iii) Eligibility of TUF assistance for Effluent Treatment Plants (ETP) on stand alone basis.**

In case of an individual unit or an independent unit setting up Effluent Treatment Plant for its own use or substantively for a group of willing textile units in that area, it will be eligible for coverage under TUFS.

**(iv) Installation of semi-automatic looms by new units in the decentralized powerloom sector.**

New units in the decentralized powerloom sector are permitted to install semi-automatic looms with benchmarked technology features under TUFS.

The above modifications 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 Incharge 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 Sudhir Bhargava, Joint Secretary, Ministry of Textiles, New Delhi - 11
3. Shri P.K.Gera, Director, Ministry of Textiles, New Delhi – 110 011

(Smt. Shashi Singh)

Director