

**GOVERNMENT OF INDIA
MINISTRY OF TEXTILES
OFFICE OF THE TEXTILE COMMISSIONER
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**Circular No. 7
(2004-2005 Series)**

Sub: Technology Upgradation Fund Scheme (TUFS).

1. Decisions taken by Technical Advisory-cum-Monitoring Committee (TAMC) in its 25th meeting held at Mumbai on 8th February, 2005.

(i) Inclusion of Power Driven Flat Bed Knitting Machine for manufacture of Fancy Yarn.

Power driven flat bed knitting machine for manufacture of fancy yarn has been covered under Annex-D1 (a) (14) of the GR on TUFS and accordingly the existing entry has been amended as under :

Annex – D1 (a) (14) : Fancy yarn twistors and doublers with micro processors / cut chennile yarn machine / power driven flat bed knitting machine for manufacture of fancy yarn.

(ii) Inclusion of high production draw frame without auto-leveller.

High production draw frame with delivery speed of 500 meters and above per minute with / without auto-leveller has been covered under Annex-B (a) (5) of the GR on TUFS and accordingly the existing entry has been amended as under:

Annex – B (a) (5) : High production draw frame with delivery speed of 500 meters and above per minute with / without auto-leveller.

(iii) Inclusion of hot air dryer for yarn.

Hot air dryer for yarn has been covered under Annex-C (b) (iv) (8) of the GR on TUFS and accordingly the existing entry has been amended as under :

Annex – C (b) (iv) (8) : Fibre / yarn dryer.

- (iv) **Amendment to the provision under TUFs for transferring the TUFs loan from one bank / FI to another bank / FI as well as closing down one term loan account under TUFs and availing of fresh term loan only once during the period of project.**

Swapping of the TUFs loan three times during the tenure of the loan has been permitted under TUFs subject to the condition that portfolio (i.e. balance amount) remains unchanged and overall repayment period of the project does not exceed ten years.

- (v) **Inclusion of automatic strap cutter machine with electronic feed & cutting device.**

Automatic strap cutter machine with electronic feed & cutting device has been covered under Annex-E (64) of the GR on TUFs as under :

Annex – E (64) : Automatic strap cutter machine with electronic feed & cutting device.

- (vi) **Inclusion of cup moulding machine.**

Cup moulding machine has been covered under Annex-E (65) of the GR on TUFs as under :

Annex – E (65) : Cup moulding machine.

2. **Co-option of additional banks by IDBI / SIDBI.**

- (a) Industrial Development Bank of India (IDBI), the nodal agency for non-SSI sector of the textile industry has co-opted the *YES Bank Ltd.*, Mumbai.
- (b) Small Industries Development Bank of India (SIDBI), the nodal agency for SSI sector of the textile industry has co-opted the *Surat Mercantile Co-operative Bank Ltd.*, Surat.

The above modifications/ relaxation 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 Atul Chaturvedi, 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