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Minutes of the 19th meeting of the Internal Technical Committee under Amended Technology Up gradation Fund Scheme (ATUFS) held on 25-03-2021

The 19th meeting of the Internal Technical Committee under Amended Technology Up-gradation Fund Scheme (ATUFS) was convened on 25-03-2021 at 12.00 Hrs. under the Chairmanship of Shri S.P.Verma, Joint Textile Commissioner (T) in the conference hall of the Office of the Textile Commissioner, Mumbai. The list of participants is attached as Annexure-I. The agenda points which were discussed and decisions taken thereof are as under:-

Agenda No. 1: Confirmation of the minutes of 18th Internal Technical Committee Meeting.

Decision Taken: The Committee confirmed the minutes of the 18th Internal Technical Committee Meeting unanimously

Agenda No. 2: Verification and recommendation of 20 proposals for enlistment of Machinery Manufacturers/ Authorized Agents under ATUFS as per Para no. of 3.4 of Revised Resolution of ATUFS dated 02.08.2018 and subsequent order No. 6/5/2015-TUFS dated 06.08.2019.

Decision Taken : The list of 20 proposals (Abroad - 8 , Indigenous 5 - & Authorized agents -7) received from Textile Machine Manufacturers/Authorized Agents for enlistment under ATUFS, were scrutinized by the Internal Technical Committee and 8 proposals (Abroad- 1 & Indigenous- 1 & Authorized agents -6) were recommended to the Textile Commissioner for her approval to upload the same in this office website (Attached herewith as Annexure-II). In respect of one indigenous unit, it was decided to verify their activities through online presentation (through webex), and for another indigenous unit it was decided to carry out client verifications. Five proposals were deferred till appointment of a "Translator". In respect of one indigenous unit the Committee decided to call for documentary proof for the manufacturing activity at different places. Four applications for enlistments were not recommended by the Committee. The Committee also recommended the delisting of M/s. Scolour Technologies Pvt. Ltd enlisted at Sr.No. 372 under Annexure-III with immediate effect based on the units submission that the unit is not functioning now.

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Agenda No. 3: Consideration the enlistment of M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi as a textile machinery manufacturer under ATUFS .

M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey is already enlisted as a Machinery Manufacturer at S.No. 299 of Annexure-III under ATUFS. Subsequently it has been brought to the notice of this office that M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi and M/s. Sun Makina Dis Ticaret Ltd Sti are both sister concerns, with common directors and shareholders. Further M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi have vide declaration dt. 29-09-2020 informed this office that they are the manufacturing unit and their export / domestic sales are operated by M/s. Sun Makina Dis Ticaret Ltd Sti. As per the decision taken in the 14th TAMC meeting subsidiary unit / sister concern enlistment will be made on the production of certificate from the parent unit to this effect. Accordingly the parent company M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi , Turkey has now submitted the relevant documents for enlistment as textile machinery manufacturer under ATUFS.

Decision Taken: The Committee noted that in a declaration submitted now by M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirke, Turkey they have stated that they are the Manufacturing Company and M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey is operating their Export / Domestic Sales with Quality Management System. Whereas, earlier M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey had also submitted an undertaking that they are manufacturing Textile Machinery and the same was attested by the Embassy of India, Ankara, Turkey.

In view of the above, the Committee decided to call for the clarification from M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi., Turkey and M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey for their contradictory claims.

Agenda No. 4: Requests for name / address change of enlisted Machinery Manufacturers

1. M/s. Tex-Fab Engineers (India) Pvt. Ltd., Navi Mumbai enlisted at Sr. No. 18 of Annexure-IV have vide letter dt. 5/11/2020 requested to change their name to M/s. Tex-Fab Industries Private Limited, Navi Mumbai. The unit has submitted the Certificate of Incorporation issued by the Registrar of Companies in this context.

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Decision Taken: Based on the Certificate of Incorporation submitted by the unit, the committee recommended the change in name from M/s. Tex-Fab Engineers (India) Pvt. Ltd., Navi Mumbai to M/s. Tex-Fab Industries Private Limited, Navi Mumbai.

2. M/s. Sara International Pvt. Ltd., Noida enlisted as authorised agent at Sr. No.37 of Annexure-III have vide letter dt. 26/02/2021 requested to change their address from Noida to A-31, Hauz Khas, New Delhi. The unit has submitted a Registration Certificate from the Director General of Foreign Trade and GST Certificate in this context.

Decision Taken: The Committee noted that even in the original application the unit has mentioned their address as Hauz Khas, New Delhi. As such the committee recommended the change in address of the authorised agent from Noida to A-31, Hauz Khas, New Delhi

Agenda No. 5: Agenda Points received from Powerloom Development Cell:

1. **Consideration of Logo of Manufacturer found on machine plate in the absence of name of machine manufacturer under MMS-RRTUFS.**

In the 15th TAMC meeting it was decided that in absence of manufacturer name on the Consideration of Logo and name of the brand found on machine plate in absence of name of machine manufacturer under ATUFS machine and only the logo of manufacture is found on machine plate, the manufacturer should submit a note detailing their branding exercise, marketing practices and share their authentic logo. The internal Technical Committee (ITC) may then take a view on a case to case basis considering the explanation submitted by the manufacturer. Accordingly, Powerloom Development Cell has now submitted the clarifications of the machinery manufacturer M/s. Qingdao Wanchun Machinery Co., China forwarded by M/s. Kailash Process, Surat for the consideration of ITC.

Decision Taken : The Committee verified the documents submitted by PDC in respect of M/s. Kailash Process, Surat and also the details of the branding exercise, marketing practices and authentic logo submitted by the Manufacture M/s. Qingdao Wanchun Machinery Co., China. It was also observed that the logo is found on the commercial invoice as well as the photos of the machine plate submitted by the JIT. Hence, Committee recommended the case.

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2. PDC have vide Note dt. 22/03/2021 have forwarded the details of discrepancies found in the supply of rapier looms by M/s. Zhejiang Taitan Co., Ltd., China under Stand up India of PowerTex India Scheme.

Case-I : In the Certificate Country of Origin, the origin/exporter is M/s. Zhejiang Taitan Co. Ltd., China and Invoice is issued by M/s. Zhajian Taitan Co. Ltd., China. The name of the Manufacturer found on machine plates is M/s. Zhejiang Taitan Co. Ltd., China. (Copies of COO, Invoice and photo of machine plate is enclosed as Annexure-I)

Case-II : In the Certificate Country of Origin, the origin/exporter is M/s. Shenzhen Lisu Import and Exports Co. Ltd., China, Invoice is issued by M/s. Zhajian Taitan Co. Ltd., China. The name of the Manufacturer found on machine plates is M/s. Zhejiang Taitan Co. Ltd., China. Instead of M/s. Shenzhen Lisu Import and Exports Co. Ltd. China (Copies of COO, Invoice and photo of machine plate is enclosed as Annexure-II)

In view of the above, the competent authority has a doubt that if M/s. Zhejiang Taitan Co Ltd., China is a machinery manufacturer then why have they procured machines from other manufacturer i.e. M/s. Shenzhen Lisu Import and Exports Co. Ltd. China and supplied to the units after fixing their name plate.

Accordingly, PDC has now requested that the matter may be discussed in the ITC meeting to deliberate as to whether the machinery supplied by M/s. Zhejiang Taitan Co Ltd., China should be considered for subsidy under Stand-up India Scheme

Decision Taken: After due deliberation the ITC reconfirmed that Zhejiang Taitan Co. Ltd., China is a textile machinery manufacturer. However, as regards to country of origin issues the concerned section may decide at their level.

Agenda No. 6: Agenda Points received from TUFS Cell:

1. TUFS Cell have vide Note dt. 17/03/2021 forwarded a copy of MOT's Letter No. J-12/5/2020-Jute dated 4/3/2021 wherein they have informed that the criteria of the ATUFS Scheme needs to be widened so as to accommodate bench mark machinery of Jute Sector of

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conventional & upgraded technology in addition to the existing list of jute machinery covered under ATUF Scheme.

Decision Taken: The Committee noted that the Textile Commissioner has already referred this matter to the Jute Commissioner for his feedback, as this office does not have domain knowledge about the manufacturing process of Jute items and machines required to manufacture various kinds of jute products. Accordingly, we may await for the feedback from the Jute Commissioner.

2. TUFs cell have vide Note dt. 23/3/2021 forwarded the case of a unit who has purchased a PLC controlled fully automatic Mercerising machine with caustic recovery Plant (MC 02-A-3). From the photographs, it is observed that the caustic recovery plant is supplied by one manufacturer i.e. Unitop Aquacare and separate machine serial number is also given by the manufacturer who is enlisted only for manufacturing and supply of RO system not for caustic soda recovery plant. The Mercerising machine is supplied by another manufacturer i.e. M/s. Yamuna Machine works Ltd, However the invoice is raised by M/s. Yamuna Machine works Ltd only and therein the description of the machine is mentioned that as fully automatic mercerizing machine with caustic recovery Plant. Both the Machine suppliers are enlisted under ATUFS. In view of the above, decision on the eligibility of Mercerising Machine with caustic recovery plant may be taken which was purchased from 02 suppliers i.e. main part from one supplier and caustic recovery plant from another supplier but with single invoice.

Decision Taken: The Committee noted that under the TUF Scheme, only PLC controlled fully automatic Mercerising machine with caustic recovery Plant is allowed. As such machines purchased separately (standalone) i.e. mercerising machine from one manufacturer and caustic recovery plant from another manufacturer is not eligible.

3. TUFs Cell have forwarded the case of a unit which has purchased AC inverter driven PLC based Fabric inspection machine with fault analyzer and report generator and length measuring and cutting device (MC 02-71). RO has confirmed the specification of the machine that the fault analyser is based on manual observation. In this regard, the eligibility of the machine may be confirmed.

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Decision Taken : The Committee noted that under the TUF Scheme only PLC based Fabric inspection machine with fault analyzer and report generator and length measuring and cutting device is allowed. As such fabric inspection machine without fault analyser cannot be considered under the Scheme

4. In respect of the claim of M/s. MVS ACMEI Technology Pvt. Ltd, TUFS cell has observed that the Model number of the machine is wrongly mentioned in the name plate of the machine. Subsequently another name plate with the correct model number has been provided. Both the name plates are not affecting the eligibility of the case. As such the eligibility of such machines where the nameplate of the machine is changed subsequently for Model number may be decided by the committee.

Decision Taken : The committee asked TUFS cell to call for the explanation of manufacturer as to how they can change the name plate subsequently. Thereafter alongwith the explanation of the manufacturer, the matter may be once again taken up in ITC.

5. TUFS Cell vide note dt. 24/3/2021 has forwarded the case of a unit where the machine serial numbers of the Dyeing Machines are mentioned alongwith the model number in the name plate. The said machine manufacturer has submitted a certificate stating that the serial number of the said machines were mentioned under model number of the said machine and it should be read as the last 3 digit of model number of the machine. If the last 3 digit of the model number mentioned in the name plate is taken as machine serial number, the same is matching with invoice, manufacture's certificate and JIT report. TUFS Cell has requested to take a suitable decision as to whether the said machine serial number could be considered for processing subsidy claim.

Decision Taken : The Committee called for additional details from TUFS Cell. As such the Agenda was deferred to the next ITC meeting.

Additional Agenda No. 1: Agenda Point received from TUFS Cell:

1. A unit (M/s. Ramayani Creations, Alwar – ATUFS/2018-19/1290) has purchased machine MC 01-C-5 – (High speed computerised warping machine for knitting with minimum closed creel capacity of 200 and minimum speed of 100 Mts/ Min) from M/s. Karl Mayer India

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Pvt Ltd, Ahmedabad and invoice also issued by them. However as per the name plate photos of the machine submitted by the JIT, the machine manufacturer name mentioned as M/s. Karl Mayer (China) Ltd, China. Both the manufacturers are enlisted, however as per the Name plate, the machine seems to be imported and as per the invoice the machine is supplied by the indigenous enlisted machine manufacturer and hence the matter may be placed in the ITC for confirming the eligibility of the machine.

Decision Taken: The Committee noted that this can be a 'High Sea Sale' case as the invoice for an imported machine is being raised by an Indian company. As such it cannot be permitted.

Additional Agenda-2 :

- (a) M/s. Alps Industries Ltd vide representation dated 01.03.2021 has requested to consider the **Electronic Jacquards for 10% capital subsidy under M-TUFS**. The unit has referred
- i. Circular No.5 (2006-2007) dated 06.02.2007 which was force under TUFS from the period 01.04.1999 to 31.03.2007.
 - ii. Circular No.2 (2011-2012 Series) dated 29.07.2011 which was force under R-TUFS from the period 28.04.2011 to 31.03.2012.

As per M-TUFS in Annexure D-1 under heading "*list of machinery eligible for Weaving/Knitting units under TUF scheme*", the Jacquard & Dobby on Standalone basis is listed in Annexure D-1 -b (15). The machines listed in Annexure D-1 of M-TUFS are eligible for 5% IR.

Decision Taken: The said Circular No.5 (2006-2007) dated 06.02.2007 does not apply in this case as it not an essential component of the machine. The jacquard is an accessory for weaving machine. Hence ITC is of the view that the decision taken by this office earlier is valid and there is no technicality applicable in their claim to consider Jacquard machine for 10% CS also.

- (b) M/s. Alps Industries Ltd vide representation dated 01.03.2021 has requested to consider **Electrical Installation under M-TUFs** by giving the reference of Circular No. 2 (2011-12 series) dated 29.07.2011.

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The para-1(ii) of the said Circular dated 29.07.2011 is reproduced below:

Coverage of electrical installations under TUFs w.e.f. 01.04.2007.

"The Committee observed that electrical installations were covered in the erstwhile TUFs, but were omitted when the modified TUFs was announced w.e.f. 01.04.2007 and this omission was rectified in the 2nd meeting of TAMC held on 25.07.2008. Committee also observed that financial implication of coverage of electrical installations w.e.f. 01.04.2007 is not significant and therefore decided that coverage of electrical installations should be effective from the beginning of the modified TUFs, i.e. 01.04.2007."

In Additional Agenda No.7 of the 2nd meeting of TAMC held on 25.07.2008, the Committee decided that the electrical installations may be allowed with other specified investments upto 25% of the cost of machinery under para 3.3(2) (i) on TUFs. The same was included at Para-1(j) vide Circular No.4 (2008-2009 Series) dated 28.07.2008.

Decision Taken: The TAMC decision was already communicated to all lending agencies and on that basis the lending agencies must have submitted the claim with proper due diligence as was required under the scheme. In case the bank has not calculated the amount the claims are being re-visited through special JITs for release of their due payment if any. Hence, appropriate action may be taken accordingly by their Bank.

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List of Machine Manufacturers placed before 19th Internal Technical Committee

Sl. No.	File No.	Name of the unit	Indigenous	BUSINESS LICENCE				Valid I.S.O	Sales figure	Eligible Textile Machine covered under which annexure of ATUFS	ISO Verification on	Remark	Technical Committee Decision
				Certificate of incorporation	Udyog Aadhar	Ack from DIC	Under taking						
1	T-61	M/s. Techaida, D-121-122, Industrial Area, Phase: VII, Mohali, Punjab India.	Indigenous	-	Yes	-	Yes	Yes	Yes	MC-2-63	Verified	Unit has recently developed the one Calendering machine for trial in 2019, previously they are making catendering rollers. Sales figure shows only one machine sold in 2019 for year 2020-21	Take feedback from customer to whom the machine has been sold. Sales details may be called for year 2020-21
2	C-62	M/s. Centipro Engineering Pvt Ltd, 306, Vishal Ventila, 151/20B, Magarpatta Road, Pune, Maharashtra, 411013	Indigenous	Yes	Yes	-	Yes	Yes	Yes	MC-2-9, MC-2-(A)-3	Verified	All documents are in line may be considered	Recommended for MC-2-9 only
3	G-33	M/s. Gujtex Engineering Company, Plot No. B-18/9, Road No. 13, Hojiwala Industrial Estate, At& Po. Vanz, Tal. Choriyasi, Dist. Surat-394 230, Gujarat.	Indigenous	-	-	Yes	Yes	Yes	Yes	MC-2-73	Verified	As decided in the 12th ITC, It was called for Technical literature for manufacturing Boiler, however unit is submitted the copy of Technical Literature as they already previously submitted.	Not Recommended. As they are not manufacturing proper Industrial Boiler.
4	S-223	M/s. Scolour Technologies Shed No. 95, 1st Floor, New Functional Estate, Road No.6 Udhana Udhayog Nagar, Udhana, Surat-394210, Gujarat.	Indigenous	-	Yes	-	Yes	Yes	Yes	MC-2-46, MC-2-49	Verified	As decided in the 18th ITC. It was Not Recommended, as two units are found to be functioning from the same location. Unit is now submit their justification M/s. Scolour Technologies Pvt. Ltd. which was already enlisted at Sr.No.372 under Annexure-III, was not functioning now due to expiry of its last rent agreement. The mention address of business activity is now only for M/s. Scolour Technologies. As such previous enlistment may be delisted and new proposal may be considered.	Delist M/s. Scolour Technologies Pvt. Ltd enlisted at Sr.No.372 under Annexure-III with immediate effect. For existing M/s. Scolour Technologies, online verification of the unit may be done.
5	M-7	Parent Unit Name M/s. Menzel Engineering India Pvt. Ltd. Vasai Mumbai. Subsidiary Unit 1. M/s. Menzel Engineering India Pvt. Ltd. Ahmedabad 2. Menzel Engineering India Pvt. Ltd. Bhilad, Gujarat.	Indigenous	Parent Unit is already enlisted at Sr. No. 18 (Indigenous) in annexure - V.				Unit is requesting to add their manufacturing units situated in Ahmedabad & Bhilad. Unit has submitted Balance sheet for 2019-20 & GST Registration Certificate for consideration of subsidiary units.					Clarification may be called for from the unit with documentary proof for the manufacturing activity in Ahmedabad (Bhilad)

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List of Machine Manufacturers placed before 19th Internal Technical Committee

File no.	Name of the unit	Abroad	Embassy Certificate	BUSINESS LICENCE	Undertaking	Valid I.S.O/C E self declaration	Sales figure	Eligible Textile Machine covered under which annexure of ATUFS	ISO Verification	Whether as per direction of 18th TAMC, i.e., Embassy Certificate was routed through MoFA of concern country?	Remark	Technical Committee Decision
1 S-186	M/s. Sung Moo Machinery Co., Ltd. Korea. Email: sungmooa@unitel.co.kr	Abroad	Yes	-	Yes	Yes	Yes	MC-2-7	Verified	Yes	All documents are in line may be considered	Not Recommended. Due to discrepancy in the Korean and English translation of the Business Licence.
2 S-215	M/s. Shang Hsing Machinery Co., Ltd. Taiwan. Email: shahsing@ms43.hinet.net	Abroad	Yes	-	Yes	Yes	Yes	MC-2-59, MC-2-63, MC-2-77	Verified	Yes	All documents are in line may be considered	Recommended
3 Y-11	M/s. Yiwu Xinxu Trading Co. Ltd. China.	Abroad	Yes	Yes	Yes	Yes	Yes	MC-1-a-1	Verified	Yes	On the basis of translation, it is seems that the Unit is Manufacturer of Textile Machine & accessories and also a trader. However, Unit profile was not found in Website.	Deferred till appointment of a Translator
4 Y-12	M/s. Yoanion Industrial INC., Ltd. China	Abroad	Yes	Yes	Yes	Yes	Yes	MC-2-59	Verified	Yes	All documents are in line may be considered	Deferred till appointment of a Translator

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File no.	Name of the authorized agent and its Parent machine manufacturer	Indigenous/ Abroad	MoU for Subsidiary unit /Authorised Agent with % of commission	Remark	Technical Committee Decision
1	D-39 M/s. Mah Tech. Chennai. (Auth. Agent of M/s.DMS Dilmeler Makine Ve Tekstil San. Tic. A.s. Turkey)	Indigenous	Yes 5%	Parent Unit enlisted in Sr. No.388 Annex-III	Recommended
2	S-192 M/s. Epson India Private Limited. Bangalore (Auth. Agent of M/s. Seiko Epson Corporation Limited. Japan)	Indigenous	Yes 5%	Parent Unit enlisted in Sr. No.283 Annex-III	Recommended
3	W-8 M/s.Zhejiang Allwell Intelligent Technology Co.,Ltd. China. (Auth. Agent of M/s. Wenzhou Allwell Machinery Share Co.,Ltd. China)	Abroad	Yes 5%	Parent Unit enlisted in Sr. No.185 Annex-III	Recommended
4	Q-37 M/s. OM Satya Exim Pvt.,Ltd. Surat (Auth. Agent of Quanzhou Bushuo Machinery Co.,Ltd. China)	Indigenous	Yes 2%	Unit is already having one authorised agent M/s. Quanzhou Minimetals (Group) Corporation, China Sr.No.54 Annexure-III	Recommended
5	G-1 M/s. IIGM Pvt. Ltd. New Delhi. (Auth. Agent of M/s. Gerber Technology LLC. USA)	Indigenous	Yes 5%	Parent Unit enlisted in Sr. No.326 Annex-III	Recommended
6	P-48 M/s. Jean Lab Co., Mumbai (Auth. Agent of M/s. Pioneer Udyog., Delhi)	Indigenous	Yes 7%	Parent Unit enlisted in Sr. No.373 Annex-III	Recommended
7	K-39 M/s. Cosmic Electric Corp LLP New Delhi. (Auth. Agent of M/s. Kaulin Mfg. Co. Ltd. Taiwan)	Indigenous	Yes 10%	Parent Unit enlisted in Sr. No.204 Annex-III	Not Recommended

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