Minutes of the 24th meeting of the Internal Technical Committee under Amended Technology Up gradation Fund Scheme (ATUFS) held on 12.08.2021

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The 24th meeting of the Internal Technical Committee (ITC) under Amended Technology Upgradation Fund Scheme (ATUFS) was convened on 12.08.2021 from 11.30 A.M. 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: Verification and recommendation of 8 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 8 proposals (Abroad - 4, Indigenous – 4) received from Textile Machine Manufacturers/Authorized Agents for enlistment under ATUFS, were scrutinized by the Internal Technical Committee. Out of the said 8 proposals, 5 proposals (Abroad- 3 & Indigenous-2) were recommended to the Textile Commissioner for her approval to upload the same on website of the Textile Commissioners Office (Attached herewith as <u>Annexure-II</u>). In respect of 1 (One) indigenous unit, it was decided to verify their manufacturing capability through video conferencing, and for another indigenous unit, it was decided to call for additional details to consider their request as subsidiaries units. The application of one aboard unit was deferred for want of proper Embassy Certificate, as only Apostille Certificate was submitted by the unit, whereas Indian Embassy is already available there.

<u>Agenda Point No. 2</u>: 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

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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

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The said matter was placed in the 19th ITC meeting held on 25-03-2021 and the decision taken therein is reproduced below:

Decision Taken in 19th ITC: 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.

Accordingly, this office has vide email dt. 19/7/2021 called for the clarification in respect of their contradictory claims. M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi., Turkey have now in their email dt. 27/7/2021 accepted the fact that they have produced incorrect documents for attestation before the Embassy of India, Ankara, Turkey mentioning therein that M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey as original manufacturer instead of exporter of Automatic Wet Wipe Manufacturing Machine due to clerical mistake on the part of the documentation clerk.

However, M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi have later submitted the proper embassy certificate and also a Declaration-cum-Memorandum of Understanding specifying their role and stating therein that there is no commission amount involved between the two companies as they are functioning under the same Management with Common Directors.

In view of the above we can enlist M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi, Turkey as a machinery manufacturer and M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey as an Export Office of the above manufacturer.

Decision Taken : As the company viz. M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey got enlisted as a Machinery Manufacturer under ATUFS based on false document, as now they themselves have stated that they are not machinery manufacturers. Hence, Committee recommended that both M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi, Turkey & M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey should be debarred from enlisting under

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ATUFS Scheme. Further M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey which is already enlisted under ATUFS at Sr. 299 (Abroad) of Annexure-III may be delisted. The committee also opined that No subsidy benefit should be given to any unit, who have purchased machines from either M/s. Kansan Makina Sanayi Ve Ticaret Anonim Sirketi, Turkey or M/s. Sun Makina Dis Ticaret Ltd Sti, Turkey.

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Agenda Point No. 3: Query raised M/s. Ramsons Engineering Co, Surat

The application of M/s. Ramsons Engineering Co, Surat was kept in the 1st ITC meeting and was rejected as the ISO certificate was found suspended. Further the unit was also informed to submit ISO 14000 certificate instead of ISO 9000 certificate, as per the requirement under Circular No. 6 (2018-19 series) dt. 31/08/2018, for manufacturers of processing machines.

Now M/s. Ramsons Enginnering Co, Surat has contested that as their manufacturing unit is an engineering company which does not generate any pollution and not adversely affect the environment. Therefore, they have got themselves certified for Quality Management System i.e. ISO 9000 only and not ISO 14000.

The major objective of the ISO 14000 series of norms is "To promote more effective and efficient environmental management in organizations and to provide useful and useable tools - ones that are cost effective, system-based, flexible and reflect the best organizations and the best organizational practices available.

Decision Taken: The Committee felt that the contention of the unit M/s. Ramsons Engineering Co, Surat, that there is no need for a unit manufacturing textile machinery to submit ISO 14000 certificate is correct. The ISO 14000 certificate is meant for effective and efficient environmental management and as Textile Machinery Manufacturing units do not generate any pollution and they should not be compelled to give ISO 14000 certificate. Accordingly, recommended for modifying the requirements as mentioned in Circular 6 (2018-2019 series) dt. 31/08/2018.

Agenda Point No. 4 : Requests received from the Federation of Indian Art Silk Weaving Industry.

1. FIASWI has informed that Crepe Two machines is a variant of Two for One Twister and perform basic activity of Two for One Twister and has all the essential things for Two for One Twister such as 60/70 dia spindle, tensioner, bolster, overfeed mechanism, drum, cradle etc. This machine can produce the following type of yarn :-

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a. Filament twisted yarn

- b. Twisted yarn with heat setting
- c. Crepe twisted yarn

The machine also has false twist magnetic spindle and heat setting attachment to manufacture value added yarn like crepe twisted yarn. The machine is also equipped with electronic control panel for better operation and control of the machine.

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However, as the machine is double deck machine with inbuilt heat setting and false twist arrangement in the shortened yarn path, the placement of drop wire is not operationally feasible. In some cases drop wires has been removed by the operator at buyers' end as the machine operators feel it is not useful.

Looking into the design of the machine and in particular the yarn path of the machine, FIASWI has requested to modify the specification of the Two for One Twister under Sr. No. MC-1 B.5 so as to allow such Two for One Machine without drop wire.

Decision Taken: As the machine is not of benchmarked technology the committee did not consider the proposal to modify the specification of Two for One Twister under Sr. No. MC-1 B.5.

2. FIASWI request to allow machinery with Agents plate.

FIASWI has requested to allow machinery with Agents plate as the buyer has procured the machinery from TUF approved supplier, who has been benchmarked as per TUFS guidelines. Once a manufacture is benchmarked by this office, it is assumed by the buyer that the machinery supplied by such supplier complies with all the norms and conditions for approval of claim under TUFS. Also many claims under TUFS were earlier approved with plate of agent instead of manufacture, so the rejection of claims now will be a hardship on the buyer.

In view of the above, FIASWI has requested to condone such mistakes or to give an opportunity to the units and suppliers of such machinery to rectify the mistake so that the subsidy may be approved after Re-JIT,.

Decision Taken: The committee did not agree to the request of FIASWI to allow machinery with Agents Name Plate under ATUFS.

Agenda Point No. 5: M/s. Arka International has submitted necessary documents for enlistment of their manufacturing company M/s. Inkcups, USA under ATUFS. The machinery manufacturer has claimed the manufacturing of the machine listed at MC-2-40. However, the machinery description as per undertaking is "PLC controlled fully automatic Pad Printing machine with pneumatic blanket control" whereas as per this office GR the description is "PLC controlled fully automatic flat bed printing machine with pneumatic blanket control". The unit has further informed that the Pad Printing machine is an alternative system for heat transfer label printing for

Textiles / Garment Manufacture. The case is placed before ITC to decide on the eligibility of the said machines under ATUFS.

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The said matter was placed in the 23rd ITC meeting held on 29-07-2021 and the decision taken therein is reproduced below:

Decision Taken: The Committee opined that Computerised Label Printing Machine is already covered under ATUFS at MC-4-48, hence manufacturer may be asked to confirm the same and if agreed, then revised undertaking may be submitted by them for considering their request for enlistment under ATUFS.

Accordingly, this office had requested vide email dt. 10/08/2021 to the unit to confirm whether their machine is Computer PLC controlled. The unit have now vide email dt. 11/08/2021 confirmed that their machine is a pneumatic label printing machine with control panel board and there is no computer inside the machine.

Decision Taken: As the machinery manufacturer has not submitted proper clarification and undertaking, hence in absence of proper documents, committee has asked that after submission of proper documents, the case to be placed before the committee for consideration.

		Name of the unit	New Yorker	BUSINESS LICENCE			Underta		Sales		ISO		
	File no.		Indigenous	Certific ate of incorpor ation	Udyog Aadhar	Ack from DIC	king	I.S.O	figure	Machine covered under which annexure of ATUFS	Verificat ion	Remark	Technical Committee Decision
1	D-11	M/s. Durga Associates 38/263, Madhyam Marg, Rajat Patha Circle, Mansarovar, Jaipur-302020, Rajasthan.	Indigenous	-	Udyog Aadhar	-	Yes	Yes	Yes	MC-2-9, MC-2- 36, MC-2-37	Verified	All documents are in line. Hence, it may be considered	Recommended
2	R-60	M/s. Raunaq Industries. 85-b, Gokal Ka Bagh, 100 FT Road, Amritsar-143001	Indigenous	-	Udyam Certificat e	-	Yes	Yes	Yes	MC-3-d-6		The application was rejected as per 4th IMSC decision, and now the unit again submitted all fresh requried documents, Hence, it may be considered	Recommended
3	E-21	M/s. Elex International B-XXIII-1706.7, Link Road, Indutrial Area-A, Near Cheema Chowk, Ludhiana- 141 003, Punjab	Indigenous	-	Udyog Aadhar	-	Yes	Yes	Yes	MC-04-38, MC- 04-71		All documents are in line. Hence, it may be considered	Online Verification to be done
4	M-7	Parent Unit Name. M/s. Menzel Engineering India Pvt. Ltd. Vasai Mumbai. <u>Subsidiary Uint.</u> 1. M/s.Menzel Engineering India Pvt. Ltd. Ahmedabad 2. Menzel Engineering India Pvt. Ltd. Bhilad, Gujrat.	Indigenous	Parent Unit is already enlisted at Sr. No. 18 (Indeginous) in annexure - V.							V.	The 19th ITC decided to call for clarification from the unit with documentary proof for the manufacturing activity in Ahmedabad & Bhilad, Accordingly parent unit has submitted GST Certificate, Udyam registration, factory license, PAN, IEC certificate & catalogue pertaining to Ahmedabad & Bhilad unit. Hence ITC may consider enlisting the units.	Call for additeinal details for linking of the units as like subsidiary and parent. case defered

Assistant Director TMBITDS Section

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Sl. no.		Name of the unit	e	Certificat		Undert aking		figure	Eligible Textile Machine covered under which annexure of ATUFS	re tion	Whether as per direction of 18th TAMC, i.e.,Embassy Certificate was routed through MoFA of concern country?		Remark	Technical Committee Decision
				Yes	Yes	Yes	CE	Yes	MC-4-23, MC-4-26, MC-4-27, MC-4-42, MC-4-90, MC-4-91		Yes	The Embassy of India, Milan has issued the certificate as applicant unit as a textile machinery manufacturer. The 18th TAMC has decided to consider such documents. Hence the ITC may consider as eligible.	All documents are in line. Hence, it may be considered	Recommended
2	H-55	M/s. Handsaeme Machinery, Belgium	Abroad	Yes	-	Yes	CE		MC-2-22,MC-68,MC- 83,MC-3-(f)-2,MC-3- (h)-2,MC-3-(i)-17,MC- 4-21,MC-4-99,MC-4- 100,MC-4-107	CE	Yes	Attestation from Embassy India is not required for apostiled documents which is self declaration of Embassy of India, Brussels	line. Hence, it may be	Differed for proper documentation (Embassy Certificate may be asked from the unit)
3	A-130	M/s. Amba Projex Ltd. United Kingdom, England	Abroad	Yes	Yes	Yes	CE		MC-2-28,MC-2-35,MC- 2-76,MC-2-77,MC-2- 82,MC-3-E-1,MC-3-E- 3,MC-3-E-4,MC-3-E- 9,MC-3-E-10,MC-3-E- 12,MC-3-E-14,MC-3-H- 1,MC-3-H-6,MC-3-H- 14,MC-7-27,MC- 28,MC-7-54		Yes	The unit has submitted a certificate from the British Deputy High Commission in Mumbai informing that the unit is a UK based company and is a member of the British Textile Machinery Association.	All documents are in line. Hence, it may be considered	Recommended
		M/s. Michishita Iron Works Co., Ltd. Japan	Abroad	Yes	Yes	Yes	Yes	Yes	MC-01-a-15	Verified	Yes	Osaka-Kobe Japan has	All documents are in line. Hence, it may be considered	Recommended

Assistant Director TNB (TDS Section

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