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Dear Members,

Sub: **Uttar Pradesh Textile and Garmenting Policy - 2022**

The Department of Handloom and Textiles, Government of Uttar Pradesh has notified its new Textile and Garmenting Policy-2022 (copy enclosed) on 17.10.2022.

2. The main objective of this policy is **to establish Uttar Pradesh as a Global Textile Manufacturing Hub and to promote sustainable growth of the entire value chain.**

3. Specific objectives of the policy are:

- a) Attract investment in the textile and apparel sector to the tune of INR 10,000 Crore
- b) Generate employment opportunity for 5 lakh persons
- c) Development of five (05) Textile and Apparel Parks through private sector
- d) 50% increase in earnings of Handloom and Power loom weavers
- e) Modernisation of power looms and their operation through solar energy
- f) Increase production of silk yarn in the state

4. Some of the salient features of the Policy are as follows:

i. In the new policy, a provision is being made to give 100% stamp duty and A subsidy of 25% of land cost will be reimbursed to investors who buy land directly from such Government agencies. In Gautam Budh Nagar district, this subsidy will be 15% of land cost.

ii. 100% exemption from electricity duty will be given to the new textile and garmenting units for a period of 10 years.

iii. Subsidy of 50% of the project cost for developing infrastructural amenities for self-use such as (i) Road, (ii) Drainage & Water Supply, (iii) Power Supply (power line, transformer etc.), subject to a maximum of INR 3 Crore for each unit (at the rate of INR 1 Crore for each of the components).

iv. To promote export of garments, 25% to 75% reimbursement of freight cost of the container from unit to port, will be provided to new Garmenting units, for a period of 5 years.

v. A Capital Subsidy of 25% of the investment made on purchase of Plant and Machinery will be reimbursed to the textiles and garmenting units, which generates minimum employment of 50.

vi. In order to promote the export of textile goods/garments produced in the state, if any youth (resident of Uttar Pradesh) wants to start a new export house or company in the state, then 75% of the fee spent in registration will be reimbursed and 75 percent of the project. cost for necessary infrastructure facilities will be reimbursed, subject to a maximum of INR 20 Lakh per export house/company.

vii. In order to promote the export of textile goods/garments produced in the state, two buyer-seller meets, one in the western and other in the eastern region, will be organized in a year. An amount of INR 20 Lakh per buyer-seller will be spent for necessary arrangements etc. If any organization related to exports wants to organize a buyer-seller meet at its own level, then the 50 percent of the total cost of event will be reimbursement, subject to a maximum of INR 10 Lakh per buyer-seller meet.

5. For detailed features of the Policy, please refer to the enclosed document of Uttar Pradesh Textile and Garmenting Policy-2022.

6. AEPC's Circulars are available on AEPC's Website www.aepcindia.com

7. This is for your information please.

With regards.

Yours sincerely,

Dr. L. B. Singhal

Secretary General

Enclosures: [As above](#)