

MINISTRY OF TEXTILES
OFFICE OF THE TEXTILE COMMISSIONER
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F.No.12(7)/32ndTAMC/ATUFS/2022/TUFS/

Date : 19.12.2022

Sir/Madam,

Sub: Minutes of the 32nd meeting of Technical Advisory Monitoring Committee (TAMC) under ATUFS held on 31.10.2022 and 14.12.2022-reg.

Sir/Madam,

The Minutes of the 32nd meeting of Technical Advisory Monitoring Committee (TAMC) held on 31.10.2022 and 14.12.2022 in the Office of the Textile Commissioner through VC Mode for discussing the issues pertaining to ATUFS /previous version of TUFS is enclosed herewith.

Encl : as above.

30/12/2022 19/12/2022
(Usha Pralhad Pol)
Deputy Director General

To,

All members of TAMC Meeting

Copy to :

1. PS to Tx.C. : For kind information
2. Shri Anil Kumar K.C., US, MOT, New Delhi
3. M/s. Silver Touch Technologies Ltd.
4. Computer cell of O/o TXC Mumbai.

Minutes of 32nd meeting of Technical Advisory-Cum-Monitoring Committee (TAMC) for discussing issues of ATUFS and Previous Versions of TUFS held on 31.10.2022 and 14.12.2022 through VC

32nd Meeting of the Technical Advisory-cum-Monitoring Committee (TAMC) for discussing the issues on Amended Technology Upgradation Funds Scheme (ATUFS) and Previous Versions of TUFS chaired by Ms. Roop Rashi, Textile Commissioner was held virtually on 31.10.2022 and 14.12.2022. The list of participants is at Annexure-I.

Agenda No.1:

The minutes of 31st meeting of TAMC held at 05:00 p.m. on 14.09.2022 was circulated to all the participants and placed on Office website on 15th September 2022, and no comments has been received hence the minutes may be treated as final.

Agenda No. 2: Review of Progress of TUFS

a. Progress of utilization of allotted fund for the financial year 2022-23.

(Rs. in Crores)

| S. No | Scheme | Allocation | Expenditure |
|-------|----------------------|------------|---------------|
| 1 | ATUFS | 650 | 440.86 |
| 2 | MTUFS | | 0.00 |
| 3 | RTUFS | | 0.21 |
| 4 | RRTUFS(bank routed) | | 71.81 |
| 5 | RRTUFS (MMS) | | 3.58 |
| | Total* | | 516.46 |

* as on 16.12.2022

b. Segment wise details of UIDs issued & Subsidy released under ATUFS as on 16.12.2022:

(Rs. in Crores)

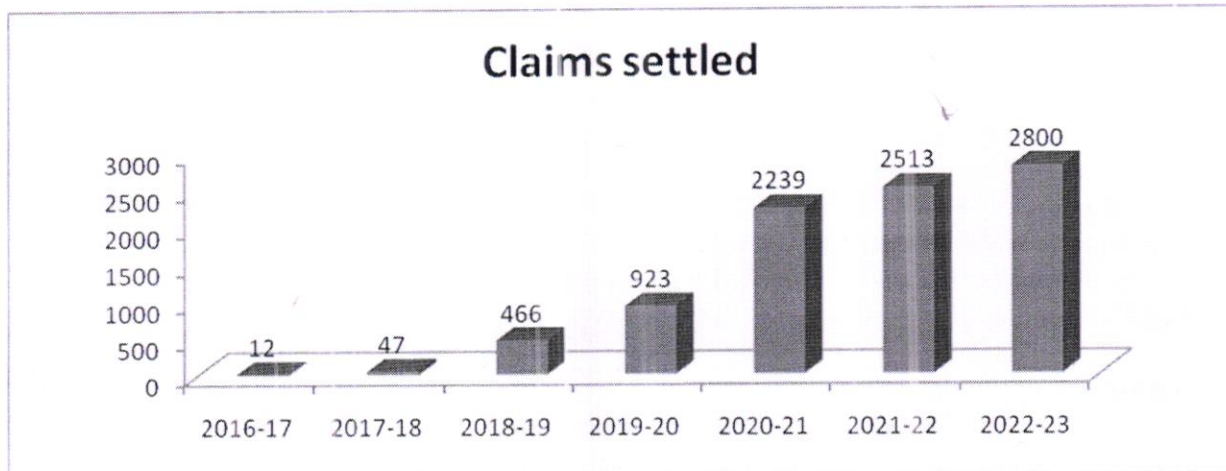
| Sr. No. | Segment Name | No. Of UID Issued | Project Cost Rs In Crore | Subsidy Amount Rs in Crore | Actual Subsidy released Rs in Crore # |
|--------------|---------------------------------|-------------------|--------------------------|----------------------------|---------------------------------------|
| 1 | Garmenting(15% CIS) | 1468 | 3325.55 | 340.31 | 60.02 (277) |
| 2 | Multi activity(10% CIS/15% CIS) | 2293 | 31693.05 | 2039.02 | 401.1 (793) |
| 3 | Processing(10% CIS) | 1622 | 6602.54 | 445.28 | 135.7 (784) |
| 4 | Technical Textile(15% CIS) | 534 | 4243.68 | 396.42 | 93.9 (175) |
| 5 | Weaving(10% CIS) | 8369 | 23180.87 | 1733.37 | 846.6 (5127) |
| 6 | Other (10% CIS) | 103 | 114.26 | 8.59 | 0.3 (2) |
| TOTAL | | *14389 | 69159.95 | 4962.99 | 1537.8(7158) |

*Three UID has been cancelled as per the request of the entity

Figures with in brackets represents no. of cases settled

c. 88 No. of cases of One Time Correction in UID under ATUFS have been cleared/settled as on 28.09.2022

d. 71 No. of cases of transfer to Takeover Term Loan Accounts from one bank to another bank under ATUFS have been cleared/settled as on 28.09.2022



The progress and above data are placed before the TAMC for information.

Decision of 32nd meeting of TAMC: The Committee noted the progress.

Agenda No. 3:- In RRTUFS claims some of the Nodal Banks giving reporting Formats R-1& R2 instead of RR1 and RR2. In this connection, the period of Schemes and period of formats are as under:

| Sl No. | Scheme | Scheme Period | Overlapping Period for both RTUFS & RRTUFS | Format applicable | Format applicable in r/o cases sanctioned w.e.f. |
|--------|------------|---|--|-------------------|---|
| (1) | (2) | (3) | (4) | (5) | (6) |
| i. | Older TUFS | 01.04.1999 to 31.03.2007 | NA | T1 & T2 | 01.04.1999 to 31.03.2007 |
| ii. | MTUFS | 01.04.2007 to 28.06.2010 | NA | N1 & N2 | 01.04.2007 to 28.06.2010 |
| iii. | R-TUFS | 28.04.2011 to 31.03.2012 and extended upto 31.03.2013 | 01.04.2012 to 31.03.2013 | R1 & R2 | 28.04.2011 to 31.03.2012 and extended upto 31.03.2013 |
| iv. | RRTUFS | 01.04.2012 to 12.01.2016 | 01.04.2012 to 31.03.2013 | RR1 & RR2 | 01.04.2012 to 12.01.2016 |

Since there is an overlapping period of R-TUFS and RR-TUFS, applicable formats will be as mentioned in the column (5) in the table above. It is also clarified that for UIDs under RTUFS applicable reporting formats will be R1 and R2 while for UIDs under RRTUFS applicable reporting formats will be RR1 and RR2. In case incorrect reporting format has been submitted to JIT by the concerned lending agency, the same may re-submitted in the applicable format on current date.

Decision of 32nd meeting of TAMC: Committee decided to accept application as per the format prescribed in above table. Further, in case incorrect reporting format has been submitted to JIT by the concerned lending agency, the same may re-submitted as per the format given in the table above on current date.

Agenda No.04:- Settlement of cases under previous versions of TUFS

In pursuance to the decisions of the IMSC under ATUFS, in its 6th and 7th meetings held on 28/04/2022 and 22/07/2022 respectively, regarding settlement of cases under previous versions of

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TUFS, a Public Notice dated 12/08/2022 was issued. As per the said Public Notice, for ongoing claims of all previous versions of TUFS in which unit/bank has not submitted requisite documents/clarifications sought, by the Office of the Textile Commissioner/RO, two reminders to the branch of the concerned bank with a span of 21 days to submit revised documents/clarifications will be sent and a final notice by registered post with AD will be issued stating that within 21 days if the required reply or documents not received the claim will be settled based on the documents available and provided by JIT to the Office of the Textile Commissioner. Further, the units who have availed subsidy under previous versions of TUFS shall be issued two reminders seeking their willingness for physical verifications of machinery/assets by JIT with a span of 21 days from the date of issue of letter by the concerned ROTxC and a final notice by a registered post with AD stating to communicate willingness within 21 days from the date of issue of final notice. Failing to non-submission of willingness within the stated time period subsidy released will be recovered with penal interest @10% p.a.

In this connection, Federation of Indian Art Silk Weaving Industry (FIASWI) has represented to HMOST requesting to give two reminders with a span of 30 to 45 days and thereafter final notice. If there are scope of recovery, units will be ready to pay, but again sometime it may happen that penal interest will be higher or equivalent to recover amount and requested to remove penal interest clause from subsidy recovery, because industry is passing through recession as well as financial crisis and subsidy in MTUFS/RTUFS/RRTUFS are pending since last long.

HMOST has desired that the appropriate action may be initiated in this regard.

TAMC may deliberate on the issue so that it can be taken up in next IMSC meeting.

Decision of 32nd meeting of TAMC: TAMC has decided to seek details of such cases from FIASWI for review.

Agenda No. 5:- One time correction approved under MMS RRTUFS to M/s Unique Corporation, Surat (R001/2013/9746 for Name of machine from "Texturising Machine" to "Position Bi-conical Precision Cheese winder"

Above change is being placed for information to TAMC and IMSC.

Decision of 32nd meeting of TAMC: TAMC noted one time correction approved under MMS RRTUFS. The same will be place before the next IMSC for information as per the decision taken in the 5th meeting IMSC for the Agenda No. 6(b).

Agenda No. 6:- This is to inform that the meeting of Committee with Stakeholders was held on 28.09.2022 at 11.30AM under the Chairmanship of Shri S.P.Verma, Additional Textile Commissioner thorough Video Conferencing to discuss the eligibility of Ducting and Piping of Humidification Plant under RRTUFS. The details of discussion and decision are as under:

| Sl. No. | Issues | Decisions |
|---------|---|--|
| 1. | JIT has recommended the eligible cost of i. Humidification Plant Machines : Rs.70,18,895/-. ii. Ducting for H.Plant : Rs.1,15,85,409 and iii. Piping for H.Plant : Rs.80,46,400 /-. As per Annexure-MC-2-a-15 of GR under RRTUFS " <i>Industrial Humidification system with air washer plant and air filters to maintain RH and temperature with / without de-humidifiers (Chillers)</i> ". | Shri D.Suresh, SIMA: He has informed that the length of ducting & piping from Humidification Plant runs throughout the Unit. Hence the cost of ducting & piping will be more than the actual main Humidification Plant. Further, he has informed that the ducting & piping cost is very high when it purchased from renowned manufacture. Therefore, units are purchasing ducting & Piping from other manufacturers/suppliers only to reduce the cost. He suggested that the cost of ducting & piping |

| | | |
|---|--|--|
| | | is to be restricted to 20% of main machine cost. Shri Bharat Gandhi, FIASWI: He has opined that as the cost of ducting & piping is more than the main Humidification plant hence the ducting & piping may be considered as accessories of Humidification plan and restricted to 20% of main machine cost as per GR on RRTUFS. |
| 2 | <p>Shri Vipin Kohli, JTxC: He informed that earlier in the 2nd Technical Committee Meeting held on 06.04.2022 at 11.30AM, it was decided to restrict the cost of ducting & piping is to be restricted to 20% of main machine cost. He also informed that there is no limit of investment on ducting and piping as it spread entire unit. Hence, the cost of ducting & piping is to be restricted to 20% of main machine cost.</p> <p>Shri Ajay Pandit, JTxC(T): He informed that from the invoices it observed that the unit has claimed ducting, piping, false ceiling and the same cannot be considered as main machine. The cost of ducting & piping is to be restricted to 20% of main machine cost.</p> <p>Shri Sourav Sinha, Deputy Director(T): He has informed that the machines for humidification plant purchased along with all equipments from the machine manufacturer are eligible for subsidy. In this case, the machines purchased from machine manufacturer whereas Ducting and Piping have purchased from other than machine manufacturer. Hence, the Ducting and Piping may be considered as accessories of humidification plant and to be restricted @20% of the main machine cost as per para 3.2(7) of the GR on RRTUFS.</p> <p>Shri S.P.Verma, ATxC & Chairman of the Committee is also agreed with the decision of members that the Ducting and Piping for Humidification Plant to be considered as accessories for main Humidification Plant and restricted to 20% of the main machine cost.</p> | <p>Decision: The Committee decided to consider Ducting and Piping for Humidification Plant to be considered as accessories for main Humidification Plant and restricted to 20% of the main machine cost as per para 3.2(7) under RRTUFS GR which is re-produced below: <i>"Accessories / attachments / sample machines / spares received along with the machinery upto the value of 20% of the machinery cost eligible under RR-TUFS or actual value whichever is lower will be eligible".</i></p> |

TAMC may deliberate and decide the issues.

Decision of 32nd meeting of TAMC:- TAMC ratified the above decision of aforesaid Committee.

Agenda no . 7 : For ratification of machinery manufacturer/authorized agents enlistment

Enlistment of 21 machinery manufacturer/authorized agents as per **Annexure-II** recommended by Internal Technical Committee (ITC) in its 49th, 50th, 51st & 52nd meeting held on 25.08.2022, 08.09.2022, 22.09.2022 and 13.10.2022 respectively is placed before the TAMC for ratification

Decision of 32nd meeting of TAMC:- TAMC ratified the enlistment of machine suppliers.

Agenda no . 8 (Agenda Point No. 2.1 of 49th ITC):

RO Ahmedabad vide letter no. 17(21)/3173/2017/ATUFS/ROA/319 dated 29.07.2022 requested to place the date of manufacturing issue where commercial invoice is issued prior to date of dispatch of the machine in respect to JIT report of M/s. Parul Silk Mills, Surat under ATUFS.(TUFS Ref. No. ATUFS/2016-17/1327)

1. The unit has purchased 01 Nos. of Sectional warping machines from M/s. Jiangyin 4 Star Kaji Izumi Machinery Co. Ltd., China vide Invoice No. JFDLPSM01 dated 29.02.2016.
2. The date of Bill of Lading is 10.03.2016 and Country of Origin Certificate is 15.03.2016.
3. However, the machine name plate indicates date as 2016 3
4. Since the date of manufacturing as per name plate is after the date of Invoice, a clarification was sought from the applicant unit.
5. The unit has submitted a clarification from the machine manufacturer that invoice date is 29.02.2016 as the machine was ready for dispatch on that date. As the machine was dispatch in the month of March 2016, the name plate was affixed with Mar 2016 and the Bill of lading is dated 10.03.2016.
6. In this regard RO Ahmedabad submitted a copy of the Machine Plate photo, Invoice, Bill of Lading. Country of Origin Certificate, query raised vide mail and the reply received from the unit along with clarification from the machine manufacturer.

Decision Taken by ITC: ITC examined the documents and opined that in accordance to the international trade practices, the invoice is to be issued once the machines reaches to the final stage (post packing stage) and ready for dispatch. In aforesaid case, the invoice date is prior to the date of manufacturing mentioned in machine name plate. Hence the committee did not recommend the case.

The TAMC may review and ratify the decision.

Decision of 32nd meeting of TAMC:- SIMA and CMAI has pointed that it may be possibility of very close dates, TAMC has decided to seek clarification from Machine supplier/manufacturer regarding circumstances of mentioning different dates in different shipping documents and machine. ITC may relook into the matter in the light of the views of SIMA and CMAI and place it before the next meeting of TAMC.

Agenda no . 9 (Agenda Point No. 3.1 of 49th ITC): The manufacturer Name is unavailable in Machine name plate, only Logo available.

RO Indore forwarded mail with respect to M/s. Balar Velvet., Surat regarding manufacturer name M/s. Qingdao Jinsanyang Textile Machinery Technology Co. Ltd. China is not available in the machine name plate wherein only logo is available. The manufacturer enlisted at serial no. 48 in Annexure –III under ATUFS.

RO submitted below documents,

1. Commercial invoice
2. Machine name plate photo
3. Declaration from M /s. Qingdao Jinsanyang Textile Machinery Co. Ltd. China who is enlisted as different manufacturer at serial no. 02 in Annexure –III under ATUFS) confirming that the machine is manufactured by M/s. Qingdao Jinsanyang Textile Machinery Technology Co. Ltd. China in their letter head.

Section Note:

- In 10th meeting dated 18.09.2020 of ITC, the committee not considered the proposal of M/s. Qingdao Jinsanyang Textile Machinery Co. Ltd, China for the same Logo issue — “JSY” as no logo is present in the commercial invoice.

- Above two companies namely M/s. Qingdao Jinsanyang Textile Machinery Technology Co. Ltd. China and M /s. Qingdao Jinsanyang Textile Machinery Co. Ltd. China using the same logo in their letterhead and technical catalogue. Further, it is noted from the manufacturer website showing **copy right: M/s. Qingdao Jinsanyang Textile Machinery Co. Ltd. China.**
- No logo is present in the commercial invoice.

Decision Taken by ITC: - ITC reviewed the matter with submitted documents by RO -Indore and did not recommend the case as their logo was not found mentioned in their Commercial Invoices.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 10 (Agenda Point No. 3.2 of 49th ITC)

RO Indore forwarded request to make suitable decision on three names found on the machine on processing the claim of M/s. Aero International, Surat. The details as follows,

1. M/s Pacific Textile Machinery (Changshu) Co. Ltd., China
 - Enlisted as machinery manufacturer at Serial no. 202 of Annexure-III
 - Name mentioned in Machine name plate, Packing list and Commercial Invoice.
2. M/s China Texmatech Co. Pvt. Ltd
 - Enlisted at Serial no. 226 of Annexure-III as authorized agent of M/s Pacific Textile Machinery (Changshu) Co. Ltd., China
 - Name mentioned in Machine name plate
3. M/s China Textile Machinery Co. Ltd
 - Not received application for enlistment/ no records in relation with other
 - Name mentioned on the loom front rest

RO Indore submitted the clarification for the name of M/s China Textile Machinery Co. Ltd as "the machine design was made by M/s. China Textile Machinery Co. Ltd. (CTM) and machine is manufactured by M/s. Pacific Textile Machinery (Changshu) Co. Ltd., China " as per manufacturer statement along with Machine photos, COO, Packing list and Commercial Invoice.

Decision Taken by ITC: - After detailed deliberation on the matter it is noted that ITC has no mandate to verify or validate the sub manufacturing activities of the machine like its designing etc. The manufacturer and authorized agent are already enlisted. Hence, RO-Indore may decide the eligibility in accordance to TAMC decision and ATUFS guidelines.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 11 (Agenda Point No. 4 of 49th ITC): Case forwarded by ATUFS Cell

TUFS Cell forwarded a request of RO Amritsar vide letter no 30 (505)/2022-23/ATUFS/ASR/77 dated 05/08/2022 regarding JIT report of M/s. Fab Texere India Pvt. Ltd. The unit purchased Jacquard machine from M/s. Staubli Lyon SAS, France. During JIT it is found that machine name plate comprises only logo of the machinery manufacturer not manufacturer name.

In this regard RO Amritsar submitted the following documents in support of the matter,

1. Invoice Copy
2. Name plate of machinery photo Copy

Section note:

Based on the submitted documents,

- Invoice comprises logo and manufacturer name as Stamp. (The same stamp is also available in documents submitted during enlistment)
- Same Logo mentioned in the invoice and machine name plate.
- “Made In France” written in machine name plate. The manufacturing unit is also based in France.

Decision Taken by ITC: - ITC examined the documents and noted that the logo available in invoice and name plate is same. ITC recommended the case for consideration and ATUFS cell may release the subsidy if other conditions are in line with ATUFS guidelines.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no. 12 (Agenda Point No. 4 of 50th ITC) : Cases Forwarded by TUFS Cell

TUFS cell vide note no.12 (3252)/JIT/ATUFS/2021/TUFS/186 dated 30/08/2022 forwarded issue of difference in model mentioned in invoice in comparison with machine name plate.

M/s. Global FIBC Pvt. Ltd. (ATUFS Ref. No- ATUFS/2016-17/1692) has purchased 21 No's circular looms {10 No's-LSL 620(HF), 7 No's-LSL 8(HF) and 04 No's-LSL 6} from M/s. Lohia Corp Limited.

In regard to model LSL 620(HF) as per invoice copy, in some of the machines model mentioned as LSL-620-HF and in some of the machines model mentioned as “LSL-620” in the machine name plate. In regard to model “LSL 8(HF)” as per invoice copy, the model no mentioned as “LSL-8” in the machine name plate.

RO Navi Mumbai forwarded declaration letter from the manufacturer for confirming the difference between model mentioned in name plate and invoice copy. In this regard ATUFS cell submitted Invoice copies, Machine name plate photos and declaration from manufacturer.

Section Note: As per the information available in the manufacturer website “HF” means “ Heavy fabric” and “LF” means “ Light fabric”

Decision Taken by ITC: Based on the explanation given by the unit and the information available on the manufacturer website, the committee has recommended to consider the case for release of subsidy subject to the fulfillment of all other criteria of the scheme.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no. 13 (Agenda Point No. 5 of 50th ITC): Physical Verification report from RO Ahmedabad

RO Ahmedabad vide let.no. 17(71)/91/2020/MIC/ATUFS/ROA/168 dated 29.08.2022 submitted physical verification report as per the decision of 45th meeting of ITC dated 27.06.2022.

The details of the report regarding accessories manufacturing units as follow:

1. **M/s. United Textile Accessories** - The unit applied for Heald Wires, Drop Wires and Flat Reeds as per undertaking submitted during application for enlistment. As per the visit report the Unit has involved manufacturing of Heald Wires and drop wires with capacity of 4,00,00,000 per annum and Drop Wire 12,00,00,000 per annum respectively. Not involved in the production of

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Flat reeds. Unit provided revised undertaking excluding Flat reeds along with visit report.

2. **M/s. Royal Industries-** The unit applied for Heald Wires, Drop Wires and Flat Reeds as per undertaking submitted during application for enlistment. As per the visit report the Unit has involved in manufacturing of Heald Wires and drop wire with capacity of 4,00,00,000 per annum and Drop Wire 12,00,00,000 per annum respectively. Not involved in the production of Flat reeds Unit provided revised undertaking excluding Flat reeds along with visit report.

3. **M/s. Pradeep Industries** - The unit applied for Drop wire as per undertaking submitted during application for enlistment. As per the visit report the Unit has involved in manufacturing of drop wire with the capacity of 12,00,00,000 per annum.

In addition to that report the supporting documents i.e., GST certificate, Pan Card, Udyam certificate, Electricity bill, Sales Invoices, ISO certificate, undertaking, Samples and Catalogues were included.

Decision Taken by ITC: ITC has gone through the inspection report submitted by R.O.Ahmedabad and recommended enlisting the following accessories manufacturing units for the restive accessories manufactured by them.

| Sr. No. | Name of the Unit | Accessories Manufactured |
|---------|---------------------------------|----------------------------|
| 1 | M/s. United Textile Accessories | Heald Wires and Drop wires |
| 2 | M/s. Royal Industries | Heald Wires and Drop wire |
| 3 | M/s. Pradeep Industries | Drop Wire |

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 14 (Agenda Point No. 7 of 50th meeting of ITC): Higher Price of Shuttle less rapier loom.

RO Indore vide letter no 35(1)/AHMD/ROI/2020/1 dated 01.09.2022 forwarded higher invoice pricing of looms in compare with the similar looms from other manufacturer. The higher pricing noted during scrutiny of three manufacturers as below.

1. M/s. Mayank Fabrics
2. M/s. Jay Khodiyar Textile
3. M/s. Vansh Textiles

The price and technical details are as below,

| S. No | Machine Supplier | Invoice date | Rapier loom Details |
|-------|--|--------------|---|
| 1 | Zhejiang Xinhui Textile Machinery Co. Ltd. China | 03.02.2018 | 360 cm Rapier (Model – OptiM+) 2688 Hook High Speed Electronic jacquard with Standard Accessories USD 61050/Loom-approx. Rs. 43 lakhs (@ 70.5 conversion rate) |
| 2 | Zhejiang Xinhui Textile Machinery Co. Ltd. China | 03.02.2018 | 360 cm Rapier ((Model – OptiM+) 6144 Hook High Speed Electronic Jacquard with Standard Accessories USD 72950/Loom-approx. Rs. 51.4 lakhs (@ 70.5 conversion rate) |

RO informed that till date in scrutiny, the price range for similar loom width +J/Q has been observed to be in the range of 55000 to 57000 USD (M/s. Zhejiang Taitan Co. Ltd., China). Commercial Invoice copies and packing list also submitted.

RO Indore requested to make suitable decision in the instant case even though the price of the

loom appears to be falling in the price range of 15-20% higher in comparison to similar model of known manufacturers, in the absence of pricing of similar model of same supplier which has not come for scrutiny previously.

Decision Taken by ITC: ITC observed that the Regional Office, Indore is comparing the prices of machines purchased from different manufacturers which is not correct. However, in the case of machines purchased from M/s. Zhejiang Xinhui Textile Machinery Co. Ltd. China the price variation is due to the more number of hooks in the machine at serial no.2. As such R.O Indore is directed to take a proper decision in the matter at his Level.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 15 (Agenda Point No. 8 of 50th meeting of ITC) : Case of Jari Processing Machines

A representation has been received from the All-India Man-Made Metallic Yarn Association dt. 14/10/2021 for withdrawal of restriction of Handloom Sector for machines covered at Sr. No. 12,13,14,15 & 16 in MC-5 of GR on Amended TUFS. The Association has informed that the said machines i.e., Coating Machine for Metallic Yarn, Universal Double Covering Machine for Jari Processing only, Micro Slitting machine for Jari Processing only, Coating Vacuum Metalizer for Jari Processing only and Twisting Doubling machine for Jari Processing only, have been installed by Surat based Jari Processing Units and due to the restriction of their being eligible for Handloom Sector only, these units are deprived of the benefits of ATUFS. The Association has also informed that the said machines have no direct or immediate next chain connection in Handloom and that Handloom segment will not be capable to invest such a huge amount to purchase these machines. The use of such machines is not feasible under the Handloom Sector and the data of National Handloom of the past two decades will reflect that none of the above said machines were installed in the Handloom Sector

Decision Taken in 29th meeting of ITC dated 28.10.2021: As articles of clothing with Jari have been reserved for exclusive production by Handloom, vide The Handlooms (Reservation of Articles for Production) Act, 1985, this issue may not be in the purview of ITC. As such the matter may be taken up with the Development Commissioner Handlooms, Ministry of Textiles, New Delhi.

In this connection, e-mail dated- 07.12.2021 has been sent to concern.

An e-mail dated 05.01.2022 from All India Man Made Metallic Yarn Slitter Association and representation through HMoS for Railways and Textiles vide letter dated 24.01.2022 is received further on the subject.

Decision taken in 37th meeting of ITC dated 24.02.2022: The committee suggested that an expert committee may be formed to study and review whether these machines (Sr. No. 12,13,14,15 at MC-5) are falling under any segment of textile industry. In addition, the opinion of DC Handloom may be taken in this matter. Now with reference to the decision of 37th ITC meeting a letter no. 12(7)/ATUFS/TMB/37th ITC/52 dated 29.04.2022 was sent to Office of the Development Commissioner for Handlooms to provide the inputs on the matter.

The matter as placed in 27th TAMC meeting followed by 6th IMSC meeting.

Decision Taken by 27th meeting of TAMC dated 22.04.2022: The Committee reviewed the case and accepted the recommendations of the ITC. The Committee also directed to formulate the Expert Committee, which may submit its report within 15 days from the date of issuance of order for constitution of the Committee. The above decision of 27th TAMC was placed for information of the IMSC.

Decision of 6th meeting of IMSC dated 28.04.2022: The IMSC noted the decision to constitute

the Expert Committee, which will submit its report within 15 days from the date of issuance of order for constitution of the Committee.

As per the decision of 6th meeting of IMSC, the Expert Committee was constituted under the chairmanship of Shri.Vipan Kumar Kohli (Joint Textile Commissioner). The Expert Committee visited the Surat based Jari Processing Units recommended by All India Man Made Metallic Yarn Slitter Association on dated 28.07. 2022. As per the instructions by TxC in the concerned file, the report presented before ITC for deliberation. The report of the committee is attached as **Annexure-III**.

Decision Taken by ITC: ITC deliberated on the issue and accepted the report of the Expert Committee which was constituted under the chairmanship of Shri Vipan Kumar Kohli ,Joint Textile Commissioner and proposed placing the same in the TAMC for withdrawal of restriction of Handloom Sector, for the machines at Sr No. 14, 15 and 16 only under MC-5 of GR on Amended TUFS which would enable Jari processing units who have already purchased these machines and upgraded the technology to avail benefits under ATUFS.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 16 (Agenda Point No. 12 of 50th meeting of ITC) : Issue of M/s. Bilaspur Mining industries Pvt. Ltd., Chhattisgarh

M/s. Bilaspur Mining industries Pvt. Ltd., Chhattisgarh in addition to other machines has submitted claim for circular looms under MC-01-a-5 from M/s. BSW Machinery, Czech Republic. The term loan was sanctioned on 21-09-2015 (RR-TUFS period). As per the Circular No. 7, No. 12(7)/2017/TAMC/A-TUFS/26 dated 05.01.2018, 2017-2018 series, enlistment of machinery manufacturers is not necessary.

The specifications of the Circular looms have been verified by JIT. The machine plate depicts the serial no., machine type, production order and name & logo of the machine supplier. The supplier vide commercial invoice dated 20.10.2015 has supplied 24 circular looms (ADVANTEX CL) and 6 circular looms (ADVANTEX 850). RO Guntur has not considered the same as year of manufacture is not indicated on the machine plate (a sample photograph enclosed). In this regard, it is submitted that the machine plate depicts production order no. from which the machinery supplier would be able to ascertain/confirm the year of manufacture.

For the garmenting sector (Sewing machines) acceptability of YOM from the decoding procedure submitted by the machinery manufacturer was accepted by IMSC in its 5th meeting dated 22.10.2021, Agenda 10.

Decision Taken by ITC: ITC did not accept the request as the circular looms unlike the machinery in garment sector is not a small machine in which manufacture cannot fix a proper name plate with date of manufacture.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 17 (Agenda Point No. 13 of 50th ITC) : Request received from M/s. TOR.MEC AMBROSE S.R.L.

M/s. TOR.MEC AMBROSE S.R.L enlisted at Sr. No. 275 of Annexure-III, has informed this office that from 27th May 2022 the name of the company has been changed to SIP- ITALY S.R.L.SOCIETA' BENEFIT. They have informed that henceforth the entire business will be done in the new company name only and as such have requested to amend the name of the manufacturer under ATUFS. They have submitted a Self attested Notary declaration for the name change from TOR.MEC AMBROSI srl to SIP- ITALY S.R.L.SOCIETA' BENEFIT and Self

attested documents for the new name change issued by the Chamber of Commerce both Italian and English Language..

Decision Taken by ITC: ITC accepted the request of the manufacture and based on the basis of business license submitted by the manufacture the effective date of name change will be 4th of July 2022.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 18 (Agenda Point No. 2.1 of 51 ITC) : Only Logo available in machine name plate

TUFS Cell forwarded vide note no.12 (2896)/JIT/ATUFS/2020/TUFS/103 dated 17.05.2022 regarding a unit has knitting machine from M/s Zee Yeng Company Ltd. During JIT it has found that machine name plate comprises only logo of the machinery manufacturer.

1. Name mentioned on machine name plate - M/s Runshan Knitting Machine
2. Machinery Manufacturer Name - M/s. Jiangsu Runshan Precision Machinery and Technology Co. Ltd China.(Enlisted at Annexure-V Sr No-53)
3. Invoice issued by - M/s Zee Yeng Company Ltd is authorized agent of M/s Jiangsu Runshan Precision Machinery and Technology Co. Ltd China- (Enlisted at Annexure-V Sr No-55)

In this regard the following documents were submitted by TUFS cell,

1. Invoice Copy
2. Name plate of machinery photo Copy
3. Manufacturer Self Declaration Copy
4. Branding practice
5. Trademark mark/ Logo registration certificate

Section note: Based on the submitted documents it is verified that the logo of machine name plate, Trademark/ Logo registration certificate is found same however trademark for logo name is found different from name plate. Since invoice issued by the authorized agent hence manufacturer logo is not available in commercial invoice.

Decision Taken in 46th meeting of ITC dated 19.07.2022 : The Committee examined the matter and decided to call clarification from Indian Embassy at China to establish the authenticity of machinery manufacturer i.e. M/s. Jiangsu Runshan Precision Machinery and Technology Co. Ltd, China.

Section note : Based on the ITC decision email sent to the Indian embassy on dated 22.07.2022 and reminder email dated 25.08.2022. On 29.08.2022, the Indian Embassy at China replied vide email that "This Consulate may not be in a position to independently authenticate any manufacturing activity of the Chinese company under its jurisdiction".

Decision Taken by ITC: - ITC reviewed the documents submitted by the unit & machine manufacturer's letter. The Committee found that the manufacturer is following substandard branding & business practice since in their technical literature & machine are having different logo. Hence, the committee could not conclude on the subject and decided to refer back ATUFS cell for taking appropriate decision as per GR and other claims pertaining to same manufacturer.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 19 (Agenda Point No. 2.2 of 51 meeting of ITC) : Name change request

M/s. Quanzhou Baiyuan Machinery Science and Technology Co. Ltd., China vide letter dated

14.02.2022 requested this office to change their units name as M/s. Fujian Baiyuan machinery Co. Ltd., China. The unit is enlisted at Sr. No. 140 in Annexure-III under ATUFS.

The Unit has submitted below documents in support of their name change,

1. Notarial Certificate
2. Business license duly attested by Indian Embassy at China
3. Name Change Registration certificate
4. Revised ISO Certificate

After translation of the business license and Name Change Registration certificate with this official translator noted the name as "M/s. Fujian Baiyuan **Intelligent Equipment** Co. Ltd. instead of M/s. Fujian Baiyuan **machinery** Co. Ltd.,

This clarification on the name difference was requested to the Indian Embassy at China vide email dated 08.04.2022, however clarification not yet received.

The unit representative also visited this office where in they were requested to submit Govt./legal documents in support of their claim.

The unit submitted following documents,

1. Bank of Baroda transaction statement duly attested by bank Authority.
2. Financial verification report from independent credit agency by bank.
3. Machine name plate photo
4. Invoice copies

Section Note: Unified social credit code and address mentioned in all documents are found same.

Decision Taken in 46th meeting of ITC dated 19.07.2022: The committee opined to await clarification from the Indian Embassy at China to decide on the case. Hence, the case is deferred by the committee.

Section note : Based on the ITC decision reminder email sent to the Indian embassy on dated 21.07.2022 and 25.08.2022. On 29.08.2022, the Indian Embassy at China replied vide email that "This Consulate may not be in a position to independently authenticate any manufacturing activity of the Chinese company under its jurisdiction".

Decision Taken by ITC: - ITC reviewed the documents submitted by the unit in support of name change request of the unit i.e. M/s. Fujian Baiyuan machinery Co. Ltd. The unit name in invoice copy, machine name plate and Bank (Bank of Baroda -A Govt. Undertaking bank) documents are found same. Hence, the Committee considered the request of the unit referring the decision of 39th meeting of ITC dated 24.03.2022 (additional agenda 02) in similar case which was also accepted by the TAMC.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda Discussed at 2:30 pm on 14.12.2022

Agenda no . 20 (Agenda Point No. 4 of 51 meeting of ITC): Cases forwarded by RO Indore

RO- Indore vide email dated 08.09.2022 has requested to keep the issue of third party name in machine name plate. The details as follows,

On scrutiny of JIT report of M/s. Palash Fabrics, Surat (ATUFS/2019-20/1690), the invoice is issued for shuttle less rapier loom by M/s Zhejiang Huide Technology Co. Ltd., China which is enlisted as machinery manufacturer at serial no. 64 in Annexure-III.

The machinery name plate has the following names:-

- a) M/s Zhejiang Huide Technology Co. Ltd., China and,
- b) M/s Hangzhou Dihui Import & Export Co. Ltd.

In this regard the machinery supplier vide email dated 19.08.2022 has submitted its clarification that M/s Hangzhou Dihui Import & Export Co. Ltd is their associate marketing company and no agent commission involved between them.

Section Note:

- i. This section has not received application for enlistment of M/s Hangzhou Dihui Import & Export Co. Ltd. as an authorized agent/subsidiary unit of M/s Zhejiang Huide Technology Co. Ltd., China.
- ii. Manufacturer name mentioned in the machine name plate and invoice issued by manufacturer.

Decision Taken by ITC: - ITC reviewed the documents and found that the manufacturer name available in the machine name plate as per commercial invoice issued by the manufacturer. Hence the Committee directed RO- Indore to process the claim as per decision of 15th meeting of TAMC (agenda no-13) dated 02.01.2020.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 21 (Agenda Point No. 5.1 of 51 meeting of ITC) : Cases Forwarded by TUFS Cell

TUFS Cell forwarded a note no.12(3521)/JIT/ ATUFS/2022/TUFS/171 dated 21.07.2021 regarding higher price variation noted for the machine supplied by M/s.Menzel Engineering India Pvt. Ltd in respect to JIT report of M/s. Vigneswara Dying Mills. (Tufs Ref No. ATUFS/2019-20/1509).

On scrutiny of JIT report, it is observed that the unit has purchased Open - width continuous scouring and bleaching range with microprocessor attachments and automatic chemical dosing machine at the basic machine price of Rs. 6,50,00,000/- from M/s. Menzel Engineering India Pvt. Ltd Vide Consolidated Invoice dated 31.12.2020.

Further it is observed that, Open - width continuous scouring and bleaching range with Microprocessor attachments and automatic chemical dosing machine supplied to other units by same machine supplier and other suppliers in the price range of Rs. 3,43,26,000/- to Rs.7,73,22,750/.

In this regard, the manufacturer submitted clarification vide letter dated 27.05.2022 as follows:

- i. The price of the machinery is based on the requirement of the customer/ the design / capacity / specification of the machinery which varies from customer to customer.
- ii. The Scouring and Bleaching Range supplied to M/s., Vigneswara Dyeing Mill, Erode, for Rs.6,50,00,000/- is having various features specially designed to suit their need. It is a high production line, the production can reach 1 lakh meters/day whereas the normal line can produce up to 65,000 to 70,000 meters/day only.
- iii. The line is arranged with double Steamer chambers (i.e.)30 cylinders drying range to achieve high production. In basic line, there only 18 to 24 drying cylinders. Moreover, this line is designed to achieve 30% lesser water, steam & power consumption in comparison to normal line. So it is very economical too.
- iv. The processing line supplied to M/s. Vigneswara Dyeing Mill, Erode, is a superior line in

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comparison to others and it the first machine supplied by us with so many features.

TUFS Cell is requested to seek the view of the ITC to decide the eligibility of the machines supplied vide the above said invoice dated 31.12.2020.

Decision Taken in 47th meeting of ITC dated 28.07.2022: The Committee has gone through the documents and decided to call for the comparison data specification wise / features wise / price wise between the basic machine supplied to other customer and the machine supplied to M/s. Vigneswara Dyeing Mill, Erode, by the manufacturer. Now the manufacturer replied to the query vide email dated 15.09.2022 in response to this Office email dated 29.07.2022 and reminder on 06.09.2022.

The machine supplied to M/s. Vigneswara Dyeing Mill, Erode has two stage bleaching range and can do singeing whereas normal machine has single stage bleaching range and not able to do singeing. In compare to normal machine, the machine having advantages of less processing time and water consumption. Further invoice copies also requested from manufacturer vide email dated 15.09.2022.

Decision Taken by ITC: ITC deliberated the matter and noted that the machine supplied to beneficiary is having additional feature of singeing process combined with bleaching as per manufacturer clarification. The price also falls within the range as per data provided by ATUFS cell. Hence, the Committee recommended the case for consideration under ATUFS subject to JIT confirmation on features declared by the manufacturer and other conditions as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 22 (Agenda Point No. 5.2 of 51 ITC):

TUFS cell forwarded email 19.09.2022 regarding name & address difference in invoice and machine name plate

M/s. M.M Knit Fab, Surat purchased circular knitting machine from M/s. Quanzhou Luojiang Hongshuo Machinery Co. Ltd. During scrutiny of claim following difference noted.

| S.No | | Invoice | Machine name plate |
|------|---------|---|---|
| 1 | Name | M/s. Quanzhou Luojiang Hongshuo Machinery Co. Ltd | M/s. Hong Shuo Machinery Co. Ltd. |
| 2 | Address | XIPU Industrial Area Heshi, Luojiang Quanzhou Fujian, China | Heshi Industrial Area, Luojiang District Quanzhou City Fujian Province. |

In this regard complete name of the machine supplier written on commercial invoice along with name of the province / city. However, name of the machine manufacturer written on machine plate without province / city name.

ATUFS section submitted copy of invoice and name plate photos.

Section Note: sample name plate found same in manufacturers website (<https://www.rel-tex.com/>)

Decision Taken by ITC: - ITC examined the documents and found that the difference in name in invoice and address are due to addition of district/city/province name. Hence, the Committee recommended the case for consideration if other conditions are met as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 23 (Agenda Point No. 6 of 51 ITC) : Physical Verification report of M/s. Duratech Automation Private Limited d for enlistment under ATUFS,

With reference to the decision of 49th meeting of Internal Technical committee dated 25.08.2022 and as per the instruction of Joint Textile Commissioner, TMB section team visited M/s. Duratech Automation Private Limited, situated at Unit No. 18, Akshay Industrial Estate, Navghar, Vasai East, Maharashtra on 05.09.2022.

Conclusion& Recommendations of the team: -

The team is of the opinion that the unit has got small but sufficient infrastructure and client base for printing machines. However, the machines manufactured by the unit are mainly screen preparation/ allied machines for printing except Flatbed screen printing machine. It is also noted that the Flat bed printing machine is not equipped with Blanket Control (as mentioned in ATUFS guidelines).

ATUFS Eligible machine:

1. Drying & Curing machine (Brand- Fasdry)

Screen Preparatory machines (Not available in ATUFS guidelines):

1. Screen Stretching machine (Brand- Unistretch & Pneustretch)
2. Screen UV Exposure machine (Brand- ACG-UV)
3. Screen Washing machine (Brand- Uniwash)
4. Screen Coating machine (Brand- Evencoat)

| S No | Machine | Annexure | Remark |
|------|---|-------------|---|
| 1 | PLC controlled Fully Automatic Flat Bed Printing machine with pneumatic blanket control | MC-2: 40 | The flat bed printing machine is without blanket control. May not recommended for enlistment. |
| 2 | Digital / laser / len engraving / screen making system for rotary screens for textile processing units only | MC-2:46 | The machine is applicable for Rotary printing machine however unit is manufacturing for Flatbed printing machine. |
| 3 | High Speed Micro inkjet engraver with UV exposing unit. (For textile processing units only). | MC-2:49 | The unit is manufacturing only UV exposure unit applicable for |
| 4 | PLC controlled Curing/Polymerising Machine | MC-2:76 | The machine is not polymerizing machine instead RMG Curing/Heat setting oven with a tolerance limit of +/-2 °C. The machine falls in MC-4 Sr No-69. Hence revised undertaking may be called from the unit subject to ITC approval. |
| 5 | PLC controlled Coating/Embossing Machine | MC-2:77 | The unit is manufacturing Coating/ embossing machine for screen not on fabric/cloth |
| 6 | Machines for powder scattering/paste dot/powder dot | MC-3: (H11) | The unit is manufacturing scattering machine on Screen used during Screen printing process. |

Decision taken by ITC: ITC reviewed the physical verification report and did not find sufficient manufacturing infrastructure/activity. Hence, the Committee not recommended the enlistment of M/s. Duratech Automation Private Limited as textile machine manufacturer under ATUFS.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 24 (Additional Agenda Point No. 1 of 51 ITC) : Cases forwarded by ATUFS Cell

TUFS Cell has vide Note dt. 26/11/21 forwarded copy of mail dt. 24/11/21 received from R.O. Ahmadabad regarding the variation in the price of Air Texturising machine with slight variation in technical specification purchased by M/s. Shree Dadaji Textiles, Surat from M/s. Himson Engineering Pvt. Ltd., Daman. On inquiry M/s. Himson Engineering Pvt. Ltd., Daman has informed that the price difference is due to the machines being supplied with or without special imported fancy attachments like Herberlin Make Ceramic D-11 series with Brass Jet Housing, Imported Air Slub (O jet) Attachment with FESTO Make Germany solenoid Valve 3 and individual valve for water applicator.

The explanation of the unit is not acceptable to the R.O. Ahmadabad and they have requested to take up this matter with ITC

Decision Taken in 32nd meeting of ITC: For the same machine model number price variation of more than 50% is noticed, which is not justifiable merely based on installation or use of some special arrangements parts, as declared by the machine manufacturer. As such the committee decided to call for the per unit rate of the 3 special attachments / arrangements made on the machines, so that the difference in the cost of machines of similar models of same manufacture can be ascertained by the committee.

Decision taken in 33rd meeting of ITC: ITC arranged for a webex meeting with Shri Darshan Bachkaniwala, Managing Director M/s Himson Engineering Pvt Ltd, Daman who has informed that in addition to the attachment cost, they have incurred cost for the R&D work done for installing the following three special attachments namely Herberlin Make Ceramic D-11 series with Brass jet Housing, Imported Air Slub (O-jet) Attachment with FESTO Make Germany solenoid valve 3 and individual valve for water applicator made on the Air Texturising machine, so as to bring the technology of their Air Texturising machine at par with those being imported from Japan. As such the Committee has requested him to submit the cost break-up of the attachments including the R&D cost. He was also requested to inform the cost of similar machines being manufactured by other foreign companies.

In lieu of above M/s Himson Engineering Pvt Ltd has submitted the details vide Email dated 30.12.2021,

- Herberlin Make Ceramic D-11 series with Brass jet Housing @ 38000/- INR
- Imported Air Slub (O-jet) Attachment with FESTO Make Germany solenoid valve @36500 INR
- individual valve for water applicator @1250 INR

In addition Competitor M/s AIKI Riotech Corporation, Japan sells at 195000-210000 INR.

Decision taken in 36th meeting of ITC dated 10.02.2022: After detailed discussion, the committee deferred the case for further verification/comparison of specifications in invoices raised by M/s Himson Engineering to M/s Shree Dadaji Textiles and other units who have been supplied the Air Texturising machine without these attachments.

The manufacturer replied same information in regard to 36th ITC decision vide email dated 07.06.2022 in reply to this office query email dated 21.02.2022 reminder on 04.03.2022, 25.05.2022 and 31.05.2022. Further this office requested invoice copies of the machine supplied to **M/s Shree Dadaji Textiles and other units as per 36th ITC decision** vide email dated 14.06.2022. No reply received from the manufacturer.

Decision Taken by ITC: After detailed deliberation on the matter, the Committee opined that since there is no provision of customization/ additional features embedded within same machine model. Hence, the Committee suggested that ATUFS cell may process the case at the base price of the machine, which is supplied to other units by the machine manufacturer with similar specification without customization.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda no . 25 (Additional Agenda Point No. 2 of 51 meeting of ITC): Cases forwarded by RO Indore

RO Indore forwarded email dated 02.08.2022 with respect to M/s. RD Weave Tex Pvt. Ltd., Surat regarding manufacturer name M/s. Qingdao Haijia machinery Company Limited, China is available in the machine name plate. The logo available in the name plate is different in compared to the logo available in the proforma invoice and unit letter head.

In this regard RO Indore submitted below documents,

- i. Trade mark certificate issued by Trademarks Registry, Mumbai,
- ii. Manufacturer Declaration
- iii. Commercial invoice
- iv. Machine name plate photo

As per the Manufacturer declaration, logo in the name plate is their authentic logo and registered with Trademarks Registry, Mumbai vide registration certificate with trade mark no. 2974075 date 28.05.2015. Further the manufacturer changed logo and registered again with Trademarks Registry, Mumbai vide registration certificate with trade mark no. 3326414 date 02.08.2016. This logo they are using in documents from 2017 to present in their letterhead.

Section Note : Logo in the name plate is available in the old documents submitted by manufacturer in the year of 2016. In reference to the website of the manufacturer (<http://www.qdhaijia.com>) both the logo's are reflecting in their website and stated that they are having total of 12 registered trademarks (7 domestic and 5 International). However in the commercial invoice issued by them there is no logo mentioned.

Decision taken by ITC:- ITC reviewed the documents and found that the manufacturer name is already available on the machine name plate affixed on machine and same name is also available on commercial invoice issued by the manufacturer. In accordance to resolution of ATUFS name of the machine manufacturer to be indicated. Hence the committee directed RO- Indore to process the claim accordingly.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of ITC.

Agenda No. 26:- Decoding Year of Manufacturing by the 4th meeting of Expert Committee Meeting:-

In follow-up of the decision taken in 17th Meeting of TAMC under ATUFS the Expert committee constituted to work out the modalities for operationalizing the decoding of YoM from the barcode on the machine name plate/ machine in a manner to ensure compliance to existing guidelines and facilitate the support and based on the clarifications and certificates submitted by the machinery manufacturer / industry members to ATUFS cell time to time. Accordingly the fourth meeting of Expert Committee was held under the Chairmanship of Shri S.P.Verma, Additional Textile

Commissioner on 06.10.2022 at 04.00 PM through Video Conferencing along with CMAI, TMMA, AEPC.

M/s. LOIVA, Korea has submitted clarification and the revised certificate to decode the Year and month of manufacture for ST-12 Industrial sewing machine attachment Digitally controlled Button feeder attachment (**Annexure-2**).

The manufacturer M/s. Loiva has submitted a revised decoding procedure having 3 different formats of 9/10 digits

Example :1: Nine digit alpha numeric code with two alphabets in the 5th and 6th digit in the machine serial number like **1 2 6 4 N E 0 8 5**.

Example :2: Ten digit alpha numeric code with one alphabet in the 7th digit in the machine serial number like **1 2 6 4 1 7 J 0 1 4**.

Example :3: Nine digit alpha numeric code with one alphabet in the 5th digit in the machine serial number like **1 2 6 4 R 2 0 1 4**.

Further it is clarified by the machine manufacturer that the format mentioned in Example-1 has been used for machines manufactured from the beginning and again continued from 2019 onwards, which remains same. In between due to the reason to find out the duplicate machines making / running in other countries like china, Bangladesh, etc., the machinery manufacturer adopted other two formats which have mentioned above at Ex 2 & 3 for the machines manufactured in the year 2017 & 2018 respectively.

The matter has been discussed by the members of Expert Committee in detail. The description of the said machine as per invoice is **Industrial sewing machine attachment Digitally controlled Button feeder attachment**. The description of the machine in the certificate issued by the machine manufacturer is also Industrial sewing machine attachment Digitally controlled Button feeder attachment.

As per the opinion of the Committee, the said machine is an attachment and not a machine and the said machine description is not listed under ATUFS. AEPC has justified that this attachment increases the output of the machine from 50 pieces per hour to 160 pieces per hour.

However, the committee members including member from CMAI of the opinion, that the said machine is a mere attachment and not a machine as it enhances the efficiency of the main machine and neither the speed of the machine nor the technology of main machine and hence the decoding of Year of manufacturer is not necessary. Further, the machine may be considered as an attachment only as per the guidelines under ATUFS.

Decision of the Expert Committee: The Committee recommended to TAMC that the machine ST-12 Industrial sewing machine attachment digitally controlled Button feeder attachment supplied by LOIVA is an attachment for the main machine and not a main machine and hence the decoding of Year of manufacturing is not necessary as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:- TAMC ratified the decision of Expert Committee.

Agenda No. 27:- Agenda Received from Industry Associations:-

FIASWI Surat:- Condonation of Delay in submission of JIT Request from Units beyond two years due to delay in implementation of Projects and installation of Machines.

Decision of 32nd meeting of TAMC:- TAMC sought detail of such cases from FIASWI in which UID has already been generated but they are unable to submit JIT request due to delay in implementation of Projects and installation of Machines with reasons thereof.

Agenda No. 28:- AEPC has requested to place the agenda points on the below said issues pertaining to ATUFS as per the representations from their member units.

| S. No | Para as per GR 2018 | Provision in revised Guidelines. | Cut-off date given by MoT | Comments / remarks of AEPC |
|-------|---------------------|--|--|---|
| 1 | 10.2.4 | Model Number and serial number of machinery shall be clearly indicated on the machine. | The provision is applicable to all cases for which commercial Invoice date is for procurement of claimed machinery is on or after 02.08.2018 | Para 10.2.4 is a replacement of the Para 9.1.2 of guidelines of Resolution dated 29.2.2016 vide which mention of "Year of manufacture" on the claimed machine is mandatory. Several applications are rejected. |
| 2 | 7.3 | As per revised resolution Purchase date shall be the date of when full and final Payment is made by the entity for machinery as evidenced by the bank transaction statement or the date of commercial invoice whichever later. | The provision is applicable to all cases for which the unit has applied for the UID on or after 02.08.2018 online in the i-TUFS. | Para 7.3 of the Revised Resolution is supposed to be the replacement of Para 4.2.7 of the guidelines of Resolution Dated 29.2.2016 which has been denied. (as per Para 4.2.7 the date of Purchase is defined as the date of Invoice for domestic and Imported machines) As a result many Claims are denied subsidy. |

Comments of Office: Cut of dates for the applicability of the para 10.2.4 and 7.3 has been issued by the Ministry of Textiles vide OM no.16011/02/2019-TUFS dated 13.08.2019. The claims under ATUFS are settled in pursuance of the said OM of MoT.

The matter is placed before TAMC for deliberations and views.

Decision of 32nd meeting of TAMC: With regard to suggestion of AEPC,

(i) consideration of applicability of para 10.2.4 of GR 2018 since inception of the scheme, AEPC is requested to examine the matter at their end in detail as TAMC has already considered their request for decoding of YoM on machine name plate. They may submit any other unique identification on machine(s) for decoding YoM to the Office of Textile Commissioner for relaxation.

(ii) consideration of applicability of para 7.3 of GR 2018 since inception of the scheme, TAMC deliberated and decided that number of such cases with financial implications may be examined for which industry associations and Export Promotion Councils may provide the details of such cases with financial implications to Office of Textile Commissioner.

Agenda No. 29:- RO Coimbatore has requested to place matter where machines were purchased under EPCG with self certified Certificate of Origin (COO).

As per decision of 24th TAMC "the committee decided to accept COO wherein Name of machine manufacturer is mentioned as 'via' exporters' and Third party in COO only for the cases where an installation certificate has been issued by Customs Department for availing benefit under EPCG scheme and due process of claim as per ATUFS guidelines. These documents will be taken as corroborative evidence to ensure that the imported machine is neither second hand nor refurbished as the same is not allowed under EPCG scheme. Date of import of such machine should be on or after 1st April 2015"

The above decision has been considered to accept the installation certificate either from the jurisdictional custom authority or from Chartered Engineer for machines procured under EPCG scheme from the units/beneficiaries under ATUFS which is issued during validity period only as per para 5.04(a) of chapter 5 Export promotion Capital Goods (EPCG) scheme of FTP. (ii) The Minutes of 32nd meeting of TAMC

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committee decided that machine(s) for which COO bears third party or via md not allowed under EPCG may not be considered under ATUFS as there is a possibility that such procured machine(s) is either second hand or refurbished, which is not permissible under ATUFS.

Further, it is understood that the decisions are only applicable for Via and Third Party certificate of Origin.

In case unit fail to submit of self certified COO whether it is applicable or not may be deliberate and decide for machine purchased under EPCG.

Further, as per the 23rd TAMC decision that Committee deliberated and approved that Machine manufacturer may be requested to clarify rule position/ policy of the exporting country and the competent authority which authorize the manufacturer to issue such self certified COO. Case may not be considered if the manufacturer fails to submit aforementioned details.

RO Coimbatore has informed that in their jurisdiction MSME units have purchased machines from M/s Juki under EPCG and unable to submit rule position/ policy of the exporting country and the competent authority which authorize the manufacturer to issue such self certified COO

In view of the above, as directed by Textile Commissioner this is submitted for kind perusal and may be placed before TAMC for its deliberation and to decide the issue of COO in respect of Juki and other machines purchased under EPCG.

Decision of 32nd meeting of TAMC:- TAMC decided that the Committee on COO may examine the matter and submit it to TAMC with their recommendation.

Agenda No. 30:- ONE TIME CORRECTION UNDER RRTUFS for Information to TAMC/IMSC

1. M/s GTX Pvt Ltd, Surat, Gujarat (TUFS Ref. No. N019/2013/10054):

Name change of unit from M/s Gokulanada Texturisers Pvt Ltd to M/s GTX Pvt Ltd, Surat, Gujarat (TUFS Ref. No. N019/2013/10054). The details are as under:

- i. The UID issued in the name of M/s Gokulanada Texturisers Pvt Ltd.
- ii. The Unit name has been changed to M/s GTX Pvt Ltd on 01.02.2019 as per Registrar of Companies (RoC), Ahmedabad.
- iii. The unit name also changed to M/s GTX Pvt Ltd in PAN No AAACG8612K.
- iv. IEM issued on 10.05.2019 to M/s GTX Pvt Ltd.

In this regard, the decision of IMSC in the Agenda No. 6(b) of 5th meeting held on 23.03.2015 is as under:

“The Committee authorized the Textile Commissioner to allow one time correction within a period of one year. In case beyond one year period, the Textile Commissioner may allow such a correction for reasons to be recorded in writing which will brought to the notice of IMSC”.

The condition is that there will not be any increase in the overall subsidy requirement.

TxC accorded approval for one time correction in the UID to change the name of unit from M/s Gokulanada Texturisers Pvt Ltd to M/s GTX Pvt Ltd.

For information of TAMC.

Decision of 32nd meeting of TAMC: Noted the name change under RRTUFS.

2. M/s Nandan Denim Ltd, Gujarat (TUFS Ref. No. N034/2015/1014):

Name change of unit from M/s Nandan Exim Ltd to M/s Nandan Denim Ltd, Gujarat (TUFS Ref. No. N034/2015/1014). The details are as under:

- i. Board of Directors of M/s Nandan Exim Ltd in the meeting held on **30.05.2013** were decided to change the name of company from M/s Nandan Exim Ltd to M/s Nandan Denim Ltd.
- ii. The Certificate issued by Registrar of Companies (ROC), the name of Company has been changed from M/s Nandan Exim Ltd to M/s Nandan Denim Ltd on **03.09.2013**.
- iii. In this regard, the decision of IMSC in the Agenda No. 6(b) of 5th meeting held on 23.03.2015 is as under:

“The Committee authorized the Textile Commissioner to allow one time correction within a period of one year. In case beyond one year period, the Textile Commissioner may allow such a correction for reasons to be recorded in writing which will brought to the notice of IMSC”.

iv.

The condition is that there will not be any increase in the overall subsidy requirement.

TxC accorded approval for one time correction in the UID to change the name of unit from M/s Nandan Exim Ltd to M/s Nandan Denim Ltd

For information of TAMC.

Decision of 32nd meeting of TAMC: Noted the name change under RRTUFS.

Additional agenda for 32nd meeting of TAMC under ATUFS:-

Agenda No. 01: Invoicing by Indian Authorized Agents of Imported Machinery to their Indian Buyers in respect for Computerised high speed Fully Fashioned Flat bed garment manufacturing and / or Shoe Vamps manufacturing machine.

Knitwear & Textile Club, Ludhiana has submitted a representation to consider invoicing by Indian Authorized Agents for Imported Machinery to their Indian Buyers in respect of Computerised high speed Fully Fashioned Flat bed garment manufacturing and / or Shoe Vamps manufacturing machine. The association has stated that the reason for purchase from Indian agent is that these are small machines which are imported in containers in which approx.24 machines are packed. Small entrepreneur purchases very few machines in India.

The similar proposal for stitching machines has been recommended in 30th meeting ITC and the same was placed before TAMC held on 22.02.2022 wherein, TAMC has discussed and decided to defer the issue since the matter needs further deliberations at length. Despite some GST practice seems to be different in different regions in India.

TAMC may deliberate on the GST practice being followed across the country and decide the matter.

Decision of 32nd meeting of TAMC:-TAMC decided that matter may be discussed with stakeholders , concerned Regional Office of Textile Commissioner in upcoming ITC and brought to TAMC.

Agenda No.02: Clarification treating the short payment for purchase of machineries under ATUFS, which are more than 5% of the invoice values and are certified as discount by machine manufacturer.

It has been decided in the 19th TAMC meeting (Agenda no.3) that the claims with short payment up to 5% of invoice value will be supported by an undertaking stating that “the entire amount of subsidy will be refunded with penal interest, if any ownership dispute arises for cases involving meager amounts of payment deficit (up to 5%) to the machine manufacturer/ supplier”

In a ATUFS claim, the eligibility of two machines namely (1) MC02-16: PLC controlled continuous Knit fabric bleaching plant and (2) MC02(A)-09:PLC controlled Multi Chamber Washing range are in question as the payment to the machine manufacturer has not been made for the entire invoice value. As per the payment details submitted with JIT report, there is a short payment of 22% of Invoice value for MC02-16: PLC controlled continuous Knit fabric bleaching plant and 21.5% in case of MC02(A)-09:PLC controlled Multi Chamber Washing range. Subsequently, the unit has submitted the certificate of respective machine manufacturer stating that the difference in amount between Invoice and payment is actually a discount. Upon request, the unit has submitted the Credit note issued by the machine manufacturers for the said amounts also. (Copy Enclosed)

As per 19th TAMC decision, only 5% short payment is allowed with an undertaking. However, in the instant case, the short payment is 22% and 21.5% which is claimed as discount by machine manufacturer and the unit.

TAMC may deliberate market practices for deciding eligibility of the machines permissible as per GR under ATUFS.

Decision of 32nd meeting of TAMC:- TAMC deliberated that discount is given prior to raising the invoice , short payment is not meager, hence there may be a possibility that supplied machine is incomplete or non standard as specified in invoice, Hence case the case may not be considered.

Agenda No.03: Case of Label weaving machine supplied by MEI International S.R.L, Italy: -

M/s MEI International SRL had requested to amend certain conditions laid down for enlistment (MEI Label Weaving Machines as a machine type) in A-TUFS.

Decision taken in 18th TAMC dated 09.10.2020: The matter was placed and decided in 18th meeting of TAMC to consider the MEI Label Weaving Machines as a main machine, since it is used for manufacturing of labels for fixing on the garments / Made ups subject to the following conditions:

- i. The unit should submit original invoice of shuttle less loom manufacturer addressed to M/s. MEI International along with the shipping documents. (Packing List /Bill of Lading /Bill of Entry / Country of Origin)
- ii. The date of invoice of the Shuttle less Loom should not be more than 6 months older than the invoice of M/s. MEI International.
- iii. The machine should fulfill the speed criteria of concerned shuttle less loom as per ATUFS guidelines.
- iv. Eligibility of machine shall be allowed hence forth (prospectively).

- v. Only 20% value addition on base price of loom with Dobby / Jacquard will be considered for eligible subsidy.

Decision taken in 19th TAMC meeting dated 23.12.2020 -The Committee opined that this issue needs more deliberations to understand the practical difficulties in considering request of the machine manufacturer and since this machine is required to support garment /made-ups manufactures and home textiles manufacturers to fulfill their demands of labels as it has unique value addition by modification of a shuttle less loom with jacquard to manufacture woven labels. Therefore, Textile Commissioner may decide the issue after due consultations with the machine manufacture and Chairman, AEPC etc. for consideration of eligible subsidy subject to conditions met from (i) to (v) as below: -

- i. The unit should submit the original invoice of shuttleless loom manufacturer addressed to M/s. MEI International along with the shipping documents. (Packing List /Bill of Lading /Bill of Entry / Country of Origin)
- ii. The date of invoice of the Shuttle less Loom should not be more than 6 months older than the invoice of M/s. MEI International.
- iii. The machine should fulfill the speed criteria of concerned shuttle less loom as per ATUFS guidelines.
- iv. Eligibility of machine shall be allowed hence forth (prospectively).
- v. Only 20% value addition on base price of loom with Dobby / Jacquard will be considered for eligible subsidy.

Now the Company has again represented that they are willing to provide the following documents in lieu of original invoice of their shuttle less looms.

1. Declaration from MEI International disclosing serial no. of loom and Date of Manufacturing inscribed in the loom and also in a separate note of declaration.
2. Documents addressed to MEI International by the Shuttle less loom manufacturers
 - a. Declaration for serial no. and Date of loom delivered.
 - b. Packing list / delivery note/ bill of lading/bill of entry /country of origin as it may be applicable.

They have also informed that all other terms and conditions will gracefully be adhered by them and they will be very grateful if the clause regarding invoice requirement is waived off.

Decision Taken in 18th ITC meeting dated 26.02.2021: As a trade practice if M/s. MEI International purchases looms in bulk quantity, they cannot disclose their price. However, as decided earlier by the ITC 20% additional costs on the basic price of the looms with jacquard have to be considered. Hence, cost of loom with jacquard will be required to work out 20% additional cost in the form of value addition by MEI International. M/s. MEI International has now proposed to submit the bill of lading/bill of entry addressed to them by the loom manufacturer and the bill of entry is having the details regarding number of machines and value of the machines imported, hence, the cost may be worked out easily even though they are not providing invoice of the loom manufacturer to them.

In view of the above, the Committee agreed to consider their proposal, however as decided by the 19th TAMC the Textile Commissioner may take final view on this matter.

The matter was taken up in 21st TAMC held on 02.03.2021 and decision is reproduced:

Decision taken in 21st TAMC Meeting held on 2-3-2021: The TAMC decided that it is a unique and an essential machine for preparing woven labels which are required by apparel industry and there is only one manufacturer available, hence, need to look at specific arrangements to enable access to their technology and also for the arrangement of doing value addition by MEI International on the shuttleless looms with jacquard. To facilitate said unique technology as required by industry, have to accept the invoice of MEI International for said machine though machine indicates machines plates of MEI International as well as shuttleless manufacturer. The value addition will be restricted to 20% of the basic cost of shuttleless loom with jacquard as recommended by ITC. Such arrangement in this case is recommended by TAMC for consideration by MOT/IMSC since machine used for manufacturing of woven labels which are categories as technical textiles (Cloth-Tech).

The matter was taken up in 5th IMSC meeting held on 22.10.2021 and decision is reproduced:
Decision of IMSC in its 5th meeting dated 22.10.2021: allow proprietary of Label weaving machine.

Now, MEI INTERNATIONAL SRL vide email dated 10.02.2022 have submitted the supplier declaration format for their customers in India.

Further, MEI has requested to consider the following documents as per direction of TAMC regarding components purchased from sub suppliers:

The Transport inside European community and several other participating countries is ruled by the Convention on the Contract for the International Carriage Goods by Road (CMR) (http://www.unece.org/trans/conventn/legalinst_25_OLIRT_CMR.ht) from the UNECE United Nations Economic Commission for Europe.

- The CMR is the document to identify the goods and movement in place of bill of entry or bill of lading. In conformity with this Regulations MEI INTERNATIONAL SRL receives all goods from their European suppliers with "CMR" and can supply this as evidence to identify the goods and date of delivery.

- For supplies outside the European community, like the TOYOTA AIRJET LOOM, MEI INTERNATIONAL SRL will provide the related BOL.

Moreover, MEI has declared that independent from the loom producer, basic loom configuration by suppliers are specific versions for Woven Label Machines which are not able to weave without the application of MEI INTERNATIONAL SRL.

Decision taken in 37th ITC dated 24.02.2022: The committee recommended adhering to the decision taken in previous ITC/ TAMC/IMSC meeting and unit should submit the requisite documents as per their earlier submission made vide letter dt.7/12/2020. In the event they are unable to submit the details due to any Non-disclosure Agreement with the manufacturers, they may be requested to submit a copy of the same in order to consider their request.

Section note: As per the decision of 37th ITC held on 24.02.2022, TMMA submitted a copy confidential costing document which indicates basic cost of the rapier loom specially preset for label application. However, cost of jacquard and Dobby is yet not available.

The cost of the rapier loom as per their prerequisite specifications is 51,800 Euro/loom.

Decision Taken in 41st ITC dated 27.04.2022: The committee decided to get the price details of Airjet and Rapier Looms of Dornier make also and Airjet Loom of ITEMA make to derive the eligible subsidy amount after considering 20% value addition cost supplied by MEI. Accordingly, the committee requested the representative of TMMA to submit the said details also. Further it

was also decided to call for the details of the average cost of electronic jacquard and dobby from ATUFS Section.

Section note: Now, TMMA submitted the cost of DORNIER make Airjet loom having reed drawing width of max.190 cm and prerequisite specifications suitable for electronic jacquard.

From the submitted documents the total cost of 10 looms including weaving accessories and tools (required for installation) is 1147802 Euro. Hence cost per loom is 114780.2 Euro. In addition to that cost of Syncro drive system is 6004 Euro/loom.

The cost of single Airjet loom with Syncro drive system is 120784.2 Euro/loom.

ATUFS section replied to the note vide email dated 11.05.2022 and informed that "price bifurcation is not available with this section for the looms with label weaving attachment supplied by M/s. MEI International"

Decision Taken in 42nd ITC meeting dated 12.05.2022: ITC decided to get the price details of standalone electronic jacquard and dobby from ATUFS Section. The details of all such pending claims of M/s MEI International SRL along with price details and copy of invoice may also be called for from ATUFS Section to arrive at the average cost of the loom supplied by MEI International SRL. TMMA was also requested to re-confirm the price of DORNIER make Airjet loom as some of the committee members felt that the price quoted by TMMA is on the higher side.

Now TMMA submitted the clarification from the MEI stating that the prices are depend order quantities, specifications and current market scenario. Hence direct comparison is not providing correct output.

In addition to that TMMA submitted the import data available for the fiscal year 2021-22 for arriving average price as below.

Note- The below data is confidential and for reference during the meeting. The same may be removed during uploading into public domain.

Decision Taken 43rd meeting of ITC held on 26.05.2022: - The committee decided to get additional specification details along with invoice copies of MEI cases from ATUFS section for further deliberation on this subject.

Committee Opinion:MEI International vide letter dated 07.12.2020 had agreed to submit the requisite documents as Bill of lading/ Bill of Entry etc in order to arrive to price of Loom and Jacquard & further eligible subsidy amount under ATUFS as per decision taken in 18th ITC dated 26.02.2021 and ratified by 21st TAMC dated 02.03.2022. However, due to non-disclosure agreement, manufacturer could not submit. Accordingly, the committee as decided in 41st, 42nd and 43rd ITC meetings, arrived at the base price of Airjet and Rapier Looms, based on the import data provided by TMMA and the cost of electronic jacquard based on the data provided by ATUFS Section. After adding 20% value addition to the base price of loom and jacquard, final amount is derived to calculate the eligible subsidy amount of the label weaving machine supplied by M/s MEI International SRL. Accordingly, the base price of Type-1is fixed at 46,510 Euro, Type-2 at 41773 Euro and Type-3 at 115588 Euro. The price of Jacquard is fixed at 10.16 Euro per hook. The formula derived by the committee to calculate the eligible subsidy amount to dispose of the existing ATUFS subsidy claims pertaining to label weaving machines supplied by M/s MEI International SRL is as under: -

| MAKE | Average Price (in Euro) | Price of Jacquard (per hook) | Base Loom+ Jacquard | MEI Value Addition | Total price including 20% value addition | Eligible amount for calculating |
|------|-------------------------|------------------------------|---------------------|--------------------|--|---------------------------------|
|------|-------------------------|------------------------------|---------------------|--------------------|--|---------------------------------|

| | | | | | | | | subsidy |
|-----------------|---------------------------|------------------------|----------------------------|------------------|-----------|-----------------|----------|--|
| | (A) Base Loom Price | (B) No. of Hooks | (C) Cost per hook | (B) * (C) = D | A+D=E | 20% of E = F | E+F = G | Either "G" or "MEI Invoice Value" (whic hever is lesser). |
| Type-1 Eg.1 | 46510 | 2688 | 10.16 | 27310.08 | 73820.08 | 14764.01 | 88584.10 | |
| Type-2 Eg.2 | 41773 | 2688 | 10.16 | 27310.08 | 69082.65 | 13816.53 | 82899.18 | |
| Type-3 Eg. 3 | 115588 | 2688 | 10.16 | 27310.08 | 142897.71 | 28579.54 | 171477.3 | |

*All prices are in Euro

** (B): No of hooks are variable and to calculate as per no of hooks available in supplied machine as per JIT report

Decision taken: The case may be referred to TAMC for further deliberation and decision on the opinion derived by the committee on basis of both tables.

Decision of 32nd meeting of TAMC: TAMC decided that MEI to be requested to provide invoice raised by original machinery manufacturer or the matter may be escalated for getting invoice raised by original machinery manufacturer.

Decision of 29th meeting of TAMC: The 29th TAMC is of the view that base loom rate cannot be presumed from the available data and it was supposed to inform by MEI International. However, they are not informing citing the procedure being adopted in European countries and no Bill of Entry is required for importing goods from one European country to another European country. It is being governed based on the Convention on the Contract for the International Carriage Goods by Road (CMR) (http://www.unece.org/trans/conventn/legalinst_2S_OLIRT_CM.R.h0 from the United Nations Economic Commission for Europe. Hence, alternate mode proposed by ITC may be submitted before the next meeting of TAMC.

In this regard, TMB section vide their note dated 07.11.2022 informed that, the alternate mode already proposed by 44th ITC may be submitted in next TAMC for decision. **Accordingly, the above opinion of ITC may be again deliberated in the TAMC for decision.**

Agenda No.04: Minutes of the 2nd Meeting of Committee for deciding issues related to Country of Origin as per ATUFS

Sub Agenda No. 01: (Sub Agenda no. 10.03 of 29th TAMC): TUFs Cell vide Note dt. 23/05/2022 has forwarded the case of M/s. MS Printing Solutions, Italy who issued COO for their Digital Inkjet Printing machines along with Self declaration. The certificates of origin for the said machines has been issued by the Manufacturer himself.

TMB/TDS section had requested the unit to clarify the Rule position / policy of the exporting country and the competent authority which authorizes the manufacturer to issue such self certified COO as per 23rd meeting of TAMC held on 30.08.2021.

The Manufacture has submitted documents in reference to the email query. Accordingly, as decided in the 24th TAMC held on 20.10.2021 the matter is placed before the ITC for decision.

Decision Taken in 43rd ITC Meeting: The matter related to COO doesn't fall under the purview of ITC as it is not a technical matter. It is a policy decision; hence ATUFS section may take suitable decision in this matter as per direction of 27th TAMC dated 13.04.2022.

Decision Taken by 29th TAMC: The Committee ratified the recommendations of the ITC and directed that the Committee which will be constituted to look into matters related to COO and submit its finding before next TAMC for deciding.

Decision taken by COO Committee: reviewed the case and referred in 25th meeting of TAMC dated 22.02.2022 (32nd ITC decision) that manufacturer belongs to the countries falling under European Community (Regulation EU 2015/2447) has to submit self-certified COO along with rule position. The COO Committee recommended accepting the self-issued certificate.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of COO Committee.

Sub Agenda Point No. 02: (Sub Agenda no. 03 of 27th meeting of TAMC):

TUFS Cell has vide Note dt. 13/01/22 forwarded the case of a unit who has purchased Weft Inserted Warp Knitting Machine from M/s. Karl Mayer. The machine was dispatched in two parts with two invoices, one part from Germany and one part from China. For both the invoices, Country of Origin is issued by the machine manufacturer. M/s. Karl Mayer vide letter dt. 26/11/2021 has clarified that according to European Law, registration under Registered Exporter System (REX) is not required for exports from the EU or China to India because it is only provided as under:

- Under some free trade agreement (FTAs),
- In the Generalised System of Preferences (GSP) of the European Union and
- In trade in goods with the Overseas Countries and Territories.

In all other cases the machine manufacturers are allowed to issue self-certify COO. For new machines, a certificate of origin issued by the German Chamber of Industry and Commerce can be issued if required.

In 24th meeting, TAMC has decided that all such matters may be deliberated in the Internal Technical Committee and then placed before TAMC for deciding acceptability on a case to case basis.

Decision Taken in 35th meeting of ITC: After discussion in the matter the Committee decided that the manufacturer may either get a certificate from the German Chamber of Commerce or get the COO countersigned by the German Chamber of Commerce or any other competent authority. The said recommendation of ITC may be forward to TAMC for its concurrence.

Decision of 27th meeting of TAMC: The Committee opined to hold further deliberation on the subject matter with manufacturer/ association. Hence, the agenda is to be deferred to next meeting of TAMC.

Decision Taken by COO Committee: Examined the case and decided that the manufacturer may either get a certificate from the German Chamber of Commerce or get the COO countersigned by the German Chamber of Commerce.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of COO Committee.

Sub Agenda Point No. 03:

ATUFS Cell vide note no- 12(3560)/JIT/ATUFS/2022/TUFS/44 dated 08.08.2022 forwarded case of M/s Lucky Weaves India Pvt. Ltd. (TUFS Ref No. ATUFS/2019-20/1924), on scrutiny, is observed that, the machines supplied by M/s. KARLMAYER TEXTILMASCHINEN AG, SWITZERLAND are tabulated below:

| M/c. Annexure | Invoice raised by | COO issued by | Country of Origin declared in COO | Make/ name on machine plate | Enlistment status |
|------------------|-------------------|---------------|-----------------------------------|-----------------------------|-------------------|
|------------------|-------------------|---------------|-----------------------------------|-----------------------------|-------------------|

| | | | | | |
|-----------|---|---|-------|------------------------------------|--|
| MC-01-b-3 | M/s. Karl Mayer Textilmaschinen AG Switzerland | Chamber of Commerce St. Gallen, Appenzel, Switzerland | China | M/s. Karl Mayer (China) Ltd. China | Annexure-III Imported 303 M/S. Karl Mayer (China) Ltd. China. (A subsidiary unit of M/s. Karl Mayer Textilmaschinenfabrik GmbH, Germany) |
| MC-01-b-2 | M/s. Karl Mayer Textilmaschinen AG Switzerland | Chamber of Commerce St. Gallen, Appenzel, Switzerland | Italy | M/s. Karl Mayer Rotal SRL Italy | Annexure-III Imported 304 M/S. Karl Mayer Rotal S.R.L. Italy. (A subsidiary unit of M/S. Karl Mayer Textilmaschinenfabrik GmbH, Germany) |

Since, the invoice(s) raised by M/S. Karl Mayer Textilmaschinen AG, Switzerland and the machines are manufactured and dispatched from their subsidiary units located at another country unit has submitted COO Certificate issued by Chamber of Commerce St. Gallen, Appenzel Switzerland.

Section note: M/s Karl Mayer, Germany vide letter had informed during enlistment of subsidiary units to this office: "Their subsidiary company Karl Mayer Textilmaschinen AG, Switzerland handles on their behalf 1 commercial documents like offer, Proforma invoice, invoice, letter of credit, swift transfer of payment related to the orders of KARL MAYER products manufactures by KARL MAYER."

The committee may deliberate and decide to decide the eligibility of the claimed machines supplied by M/S. Karl Mayer Textilmaschinen AG, Switzerland.

Decision taken: The committee deliberated the matter in details and arrived in below opinions:

Opinion-01: The committee noted that Karl Mayer, Switzerland facilitates commercial formalities for Karl Mayer Group as per given declaration. Some members of committee recommended to accept COO issued by Switzerland Chamber of Commerce declaring that the machine was manufactured in other countries.

Opinion-02: The Country of Origin has to be submitted from the Authorized agency in which the machine is being manufactured. Here the machine is manufactured in China and Italy and Self certified COO is being issued by Karl Mayer Switzerland, which may not be accepted. However, in order to settle such case, some members of the committee opined that the manufacturer should get the COO document countersign from Chamber of Commerce where machine is manufactured within 30 days from date of the query.

Since there was a difference of opinion among the members of the Committee of COO, The matter is to be placed before TAMC for a suitable decision based on the above opinions of members of the Committee of COO.

Decision of 32nd meeting of TAMC:-TAMC has accepted the opinion -1 as the responsibility should be on the part of parent organization and decided to settle the cases as per the opinion -1 of COO committee.

Sub Agenda Point No-04: (Sub Agenda no. 08 of 27th TAMC):

R.O.Navi Mumbai has vide email dt. 26/1/2022 forwarded a case where the machine supplier i.e. the authorized agent has himself issued the Certificate of Origin (COO). As decided in the 23rd TAMC meeting the unit was asked to clarify the rule position / policy of the exporting country and the competent authority which authorizes the manufacturer to issue self- certified COO.

The unit's reply is as under:

1. As per the bank format, the bank asked supplier to provide Certificate of Japan origin issued by beneficiary (point No. 2, clause F46A of LC) Flag 'A'

24/1/20

2. Accordingly, the supplier issued Certificate of Origin and the same was accepted by the exporting country (JAPAN) while exporting goods and importing country (INDIA) while clearing goods. Thus it was well accepted throughout the importing procedure and no query raised by any Government Institution.

3. Later on, as per decision taken in the 23rd meeting of TAMC units have approached supplier with the query letter to explain the position / policy.

- The supplier has over email has confirmed that there is no Rule in Japan that the shipper cannot issue certificate of origin.

- As per the norms of Chamber of Commerce Japan, COO can be issued by Chamber not later than 90 days from the B/L date

As per rules and other literature present on the website of Osaka Chamber of Commerce

1. Proof of Origin as issued by the Chamber of Commerce is in addition to or is a third party confirmation of the self-certification, which can be done by supplier.

2. Osaka chamber of commerce issued COO only to prove the nationality of the production.

3. In addition, for certificates of origin made privately by the exporter himself / herself to prove and issue, they will accept the signature of the documents by 'Sign Certificate'. 'Self – Certified Certificate of Origin is an eligible document for Sign Certificate.

4. Certificate of origin can be given only if application is made before shipment of goods or at most the certificate can be issued within 90 days of shipment.

5. If applicant need certificate of origin after this period, they can only be issued SIGN CERTIFICATE.

Decision Taken in 35th meeting of ITC: After going through the documents submitted by the unit the Committee decided that the unit should get the COO countersigned the Osaka Chamber of Commerce. The said recommendation of ITC may be forward to TAMC for its concurrence.

Decision of 27th meeting of TAMC: TAMC opined to hold further deliberation on the subject matter with manufacturer/ association. Hence, the agenda deferred for next TAMC.

Decision taken by the Committee of COO: The Committee deliberated on the matter and decided to retain the decision taken in 35th ITC meeting. The committee also opined that ATUFS cell may call the manufacturer/supplier to submit certificate/countersigned COO from respective Chamber of Commerce as per above decision within 30 days from date of the query.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of COO Committee.

Sub Agenda Point No.05: Case forwarded by RO- Indore

RO-Indore forwarded the case of M/s Deepika Fabrics, Surat (2017-18/1581) where manufacturer M/s Itema submitted Self declaration certifying Rapier Loom supplied by ITEMA SPA with Italian Origin. It is noted that Italy is also part of European Community and Regulation EU 2015/2447.

A similar case for other manufacturer i.e. M/s Lindauer DORNIER GmbH, Germany was discussed in 32nd ITC meeting followed by 25th TAMC meeting. The decision of meetings are as follows:

Decision Taken in 32nd meeting of ITC: The unit viz. M/s. Lindauer DORNIER GmbH, Germany has submitted rule position in European Community (Regulation EU 2015/2447) according to which they are permitted to issue country of origin Certificate with their self-certification. Accordingly, Committee has recommended for considering such COO which are issued in accordance to EXIM Bank policy of respective countries / unions.

Decision of 25th meeting of TAMC: The Committee accepted the recommendation of the ITC for consideration the claim under reference for subsidy under ATUFS.

Now, RO-Indore requested to deliberate and validate the decision applicable for Italy based M/s Itema as well. If the Rule position needs to specifically submitted by the manufacturer M/s ITEMA in line with M/s Lindauer DORNIER GmbH, Germany, may be informed.

Decision taken by Committee of COO: The Committee reviewed the case and referred the decision of 25th meeting of TAMC dated 22.02.2022 (32nd ITC decision) that manufacturer belongs to the countries falling under European Community (Regulation EU 2015/2447) has to submit self-certified COO along with rule position. The Committee recommended the case subject to submission of Rule Positioning by the Manufacturer.

Self-issues Certificate of Origin recommendation as guidelines from COO Committee: *Apart from above the committee discussed and decided as a general rule that to accept self-issued COO from manufacturer for all countries who falls under domain of Regulation EU 2015/2447 subject to submission of Rule Positioning by the manufacturer. In regard to other countries, the decision of 1st COO committee meeting is recommended that ATUFS cell may call the manufacturer/supplier to submit certificate/countersigned COO from respective Chamber of Commerce within 30 days from date of the query. This decision may be applied to all cases and such cases may not be referred to this committee any more in future.*

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of COO Committee.

Agenda No . 5 : Recommendations of ITC for ratification in TAMC

Sub Agenda No.01: For ratification of machinery manufacturer / authorized agents enlistment

Enlistment of 10 machinery manufacturer/authorized agents as per **Annexure-III** recommended by Internal Technical Committee (ITC) in its 53rd, 54th, 55th and 56th meeting held on 03.11.2022, 10.11.2022, 24.11.2022 and 07.12.2022 respectively is placed before the TAMC for ratification

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 2 (Agenda Point No. 2.1 of 52nd ITC):

ATUFS cell vide Note no.12 (3490)/JIT.ATUFS/2021/TUFS/198 dated 27.09.2022 forwarded claim of Airjet loom MC-01-A-3(i) purchased from M/S. Qingdao Tianyi Group Red Flag Textile Machinery Co. Ltd. During JIT inspection, the unit price of the looms restricted from 22500 USD to 21200 USD as similar machine supplied at lower cost.

The beneficiary unit M/s. Hanuman Weavetech, Surat claimed that in first phase they have imported 96 sets of looms @ cost of 22500 USD per loom. In second phase they negotiated for discount and imported 24 sets of looms @ cost of 21200 USD per loom.

Invoice copies and the unit clarification letter submitted by ATUFS section for taking suitable decision in this regard.

Decision Taken by ITC: - ITC examined the documents and noted that there is variation of 1300 USD i.e. not more than 6% of basic rate, such variation may be there depends upon the repeat orders. The TAMC has already decided that in case variation is more than 50% then matter to be examined in detailed. Hence, recommended to consider the case accordingly if other ATUFS guidelines are met.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 3 (Agenda Point No. 2.2 of 52nd ITC):

ATUFS cell vide Note no.12 (3769)/JIT/ATUFS/2022/TUFS/204 dated 28.09.2022 forwarded claim of Compact Thermic Fluid Heater (1 Set) under MC-03-i-4 (Conveyor/Thermo pack for heating/chiller for cooling) purchased from M/S. Thermax Limited, Pune.

The model no. mentioned in invoice is CT 30 whereas in the machine name plate the model no mentioned as CT-30BB. In this regard manufacturer clarified that "BB" indicates the technology of machine which is Bubbling Bed.

Section Note : As per manufacturer website noticed that Bubbling Bed is additional feature allowing the fuel to be efficiently combusted.

Decision Taken by ITC: Based on the declaration given by the manufacturer and the information available on the manufacturer website, the ITC recommended to consider the case for release of subsidy subject to the fulfillment of all other criteria of the scheme.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 4 (Agenda Point No. 2.4 of 52nd meeting of ITC):

ATUFS cell vide Note no.12 (3730)/JIT/ATUFS/2022/TUFS/114 dated 12.10.2022 forwarded claim of M/s. Ganpati textiles who purchased Rapier loom (MC01-A-1) from M/S. Zhejiang Wanli textile machinery Co. Ltd

As per the note the model no. mentioned in invoice is WL808 whereas in the machine name plate the model no mentioned as WL808-3800. In this regard manufacturer clarified vide letter that "3800" indicates loom width and actual model no is WL808.

Decision Taken by ITC: Based on the declaration given by the manufacturer, ITC mentioned that the name plate comprises additional information i.e., Loom Width. Hence, recommended the case for release of subsidy subject to the fulfillment of all other criteria of the scheme.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 5 (Agenda Point No. 3 of 52nd ITC):

RO Guntur vide e-mail dated 23.03.2022 forwarded JIT report of M/s Venus Mills Pvt Ltd, Surat. M/s Venus Mills Pvt Ltd, Surat (Beneficiary unit) purchased 3 nos Printing machine from M/s Indian Textile Engineers Pvt Ltd. During JIT inspection, it is observed that machine is having manual color filling mechanism instead automatic.

The invoice copy mentioned as PLC based fully automatic Flat Bed Screen Printing Machine. The machine manufacturer has also submitted declaration stating the supplied machine is fully automatic flat bed printing machine.

Section Note: TUFS cell forwarded note regarding the case vide dated 15.11.2021 which is not received by this section. Hence the case was not represented in previous ITC.

Decision Taken in 39th meeting of ITC dated 24.03.2022 : The committee examined the documents provided by the RO and noted that since JIT has already submitted the observation that machine is with manual color filling mechanism, Why not OIC of concerned RO may take decision and dispose the case at their level. Committee condemned that the visiting officer who are certifying the machine is manual, then why he recommended the claim.

Decision Taken by 27th meeting of TAMC dated 13.04.2022: TAMC reviewed the case and accepted the recommendations of the ITC and directed that such cases should be decided at RO level.

Regional Office, Guntur forwarded clarification submitted by the manufacturer that in flat bed screen printing machine the printing mode is not continuous i.e., start and stop. Hence auto color feeding is not possible in fully automatic screen printing machine. However, auto color feeding possible in rotary screen printing machine where printing mode is continuous.

Decision Taken by ITC: ITC reviewed declaration letter of the manufacturer and noted that the machine is fully automatic screen printing machine. The color feeding system depends on the process requirement. Generally in flat bed screen printing machines, color is being fed manually to avoid over spill of colour from screen. Hence, recommended to revoke the decision taken in 39th meeting of ITC and recommended for consideration to TAMC if other conditions are met as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda No . 6 (Agenda Point No. 4 of 52nd ITC):

M/s Epson India Pvt Ltd is enlisted at Sr no:411 Annexure-III as Authorized agent of Seiko Epson Corporation, Japan. The unit has requested for amendment in annexure from Authorized agent to Subsidiary. In this regard unit has submitted Audited balance sheet of M/s Seiko Epson Corporation, Japan to establish subsidiary unit relationship.

The Epson India Ltd, Bangalore has also requested to enlist below regional office & warehouse address as Seller Addresses located at Chennai under ATUFS.

The Epson India submitted that unit is using Free Trade Warehousing Zone (FTWZ) for the purpose of storing and distribution of Epson Digital Inkjet Textile Printers.

Chennai Regional Sales Office: Epson India Pvt Ltd: Building name: Siva, 1st floor, No.1, Krishna Street, T nagar, Chennai, Tamilnadu-600017.

Chennai Warehouse Office: Epson India Pvt Ltd: C/O Fit 3PL Warehousing Pvt Ltd, S Nos. 389, 400/2A & 400/2C, Kuthambakkam, Padur Road Poonamalle Taluk, Chennai-600124.

Shipping and commercial process claimed by Epson:

They are importing all Direct-to-Fabric Textile Inkjet Printers by sea from their factory in Japan to Chennai Sea port and Customs will not accept to do any modifications till it is out of Customs controlled area. Printers will be directly delivering to Customer based on back-to-back orders after custom clearance along with container in most of the cases and only printer & accessories without opening the package in some of the cases. Printer package will be opened at Customer Installation site only as there is a tracker called as "Logger" on the printer for measuring all the vibrations during sea / land transport for identifying the causes of transit damages (if any). EPSON India must open the package in front of end customer and remove the tracker and send it to Japan for their study. All the shipping documents like Bill of Lading, shipper invoice, custom bill of entry is with Chennai Warehouse address registered with DGFT/IEC.

The unit has submitted below documents in support:

Agreement between Epson India Pvt Ltd and Seaways FTWZ Warehouse

Letter of Approval issued by Department of Commerce- Ministry of Finance

Copy of Bill of Entry: Importer name &Address: Epson India Pvt Ltd (Chennai Warehouse

Copy of invoice issued by Seiko Epson, Japan to Epson Bangalore (Ship to: Epson- Chennai, packing list

Copy of Invoice: Issued by Epson India Pvt Ltd, Chennai (Warehouse Address)(Pg- 287)

IEC Copy (Pg-266)

Decision Taken in 50th meeting of ITC dated 08.09.2022: ITC directed that the unit may be asked to give a presentation on their proposals. The unit representatives confirmed their presence in the ITC meeting vide email dated 10.10.2022 against this office intimation regarding above decision.

Representation given by M/s. Epson India P. Ltd :

The representatives of M/s Epson India Pvt Ltd made a detailed presentation explaining business model adopted by M/s Epson India (A subsidiary Seiko Epson Corporation, Japan) M/s Epson India also explained their transportation methodology (handling & clearance of machine supplied by OEM (Original Equipment manufacturer).

They submitted following request to ITC:

- i. Request to change as Subsidiary unit instead of authorized agent of Seiko Epson Corporation, Japan.
- ii. Addition of Chennai regional office & warehouse addresses in Annexure - III
- iii. Addition of Epson Como Printing Technologies, Italy (Formerly known as (Formerly M/S Fratelli Robustelli Srl, Italy) as subsidiary manufacturer of Seiko Epson Corporation, Japan who is enlisted a serial no.236 in Annexure -III under ATUFS.
- iv. Submission of Complete set of documents from customer Purchase order to machine installation certificate at customer place.

Decision Taken by ITC: ITC deliberated and opined that now High Sea sale arrangement are already permitted under ATUFS. M/s. Epson India Pvt Ltd is agreed to submit the complete set of shipping documents linked to each customer on demand by this office during ATUFS claim processing. The ITC also informed to Epson that the value mentioned on shipping documents raised by OEM shall only be considered under ATUFS eligible subsidy. This arrangement for consideration is recommended specially in this case. In regard of M/s. Epson Como Printing Technologies, Italy , ITC directed unit to submit the Legal/Govt. documents for the request of name change from M/s. Fratelli Robustelli Srl, Italy to M/s. Epson Como Printing Technologies, Italy.

The committee approved the modification as follows,

| S. No | Present | Proposed |
|-------|---|---|
| 411 | M/S. EPSON INDIA PRIVATE LIMITED. BANGLORE (AUTH. AGENT OF M/S. SEIKO EPSON CORPORATION LIMITED. JAPAN) | M/S. EPSON INDIA PRIVATE LIMITED (SUBSIDIARY SALES UNIT OF M/S. SEIKO EPSON CORPORATION LIMITED. JAPAN) REGD. OFFICE : BANGALORE SALES OFFICE : MUMBAI, CHENNAI, AHMEDABAD, DELHI |

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda No . 7: (Agenda Point No. 5 of 52nd meeting of ITC): Enlistment of manufacturer as authorized agent for other manufacturer

M/s. Orange Weaving Engineering Pvt. Ltd., Surat forwarded application for enlistment as authorized agent of machinery manufacturer i.e. M/s Jiangsu Lainaduo Intelligent Equipment Co Ltd. The unit has submitted MOU copy with 4 years validity from 01.06.2019 and 1% commission.

Section Note:

Both manufacturer M/s Orange Weaving Engineering Pvt. Ltd., Surat and M/s Jiangsu Lainaduo Intelligent Equipment Co Ltd is enlisted for Shuttless looms(Rapier, Waterjet and Airjet) in Annexure-III under ATUFS.

Decision Taken by ITC: ITC decided not to permit enlistment of a machinery manufacturer as a authorized agent of any another machinery manufacturer.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda No . 8 (Agenda Point No. 6 of 52nd meeting of ITC):

ATUFS cell forwarded a request regarding the beneficiary claim (M/s. Somnath Weaving Pvt. Ltd who purchased circular knitting machine from M/s Fukahama Machinery Co Ltd.

In that claim COO issued by M/s Fukahama Machinery Co Ltd in that proforma invoice no. is mentioned as PI- IN180316. The beneficiary unit not submitted copy of the same. This office requested vide letter dated 25.08.2022 to RO Ahmedabad under copy to beneficiary unit to submit above document mentioned in COO.

The beneficiary unit responded that the mentioned PI-IN180316 in COO was raised between Machine Manufacturer (M/s Fukahama Machinery Co Ltd) & Authorized agent (M/s Fenatex Co Ltd), hence not available with the beneficiary.

Section Note:

- Similar case was discussed in 37th ITC (Agenda No-10) in relation to M/s Itochu Systech & M/ Global Impex, wherein 37th ITC dated 24.02.2022 decided to call invoice copies from the agent.
- The matter is related to only the submission of a document (No technical aspect/ technical discussion not available with the case)

Decision Taken by ITC : The matter doesn't fall under the purview of ITC as it is not a technical matter. Hence, ATUFS section may take suitable decision in this matter.

Decision of 32nd meeting of TAMC:-Case may be settled as per existing provision in GR as ITC has not pointed out anything on technical eligibility.

Sub Agenda No . 9 (Additional Agenda Point No.1 of 52nd meeting of ITC):

ATUFS cell vide Note no.12 (3816)/ JIT/ATUFS/2022/TUFS/119 dated 13.10.2022 forwarded issue regarding model no. difference noted between machinery name plate and invoice in respect of M/s. Modweave International Pvt. Ltd. Ahmedabad who purchased machines from M/s. Lohia Corp Ltd .The differences noted are as follows,

| Machine Description | Model no in Invoice | Model no in Machine name plate | Manufacturer Clarification |
|----------------------------------|---|-----------------------------------|---|
| PLC Looms Based circular loom | Nova-6-720 (LF) & Nova 6 - 576(LF) | Nova6 | Nova6 is a shuttle loom having 2 variants of creel a) Nova6-720 (LF) has 720 nos. of creels b) Nova6-576 (LF) has 576 nos. of creels We are using same name plate in both versions of Nova6. |
| | Nova 62 (LF) | Nova 62 | Nova62 has 2 variants a) Nova62 (LF) LF- stands for lighter fabric b) Nova62 (HF) stands higher fabric We are using the same name plate in both versions of Nova62. |
| | LSL 6 | LSL 6B | In name plate of LSL6, B suffix has been used identification Bangalore unit |

| | | | |
|-------------------------------|--------|------------|--|
| PLC based | | | 200 is a suffix, used in name plate to denote 200 meter/min line |
| Lamination | 1600TX | 1600TX/200 | |
| machine for technical textile | | | speed of the model. |

ATUFS cell submitted Invoice copies, Technical literature and declaration of the manufacturer.

Decision Taken by ITC: ITC examined the documents and opined that name plate & invoice comprises details as per TAMC decision i.e., Manufacturer name, Model no and year of manufacturing alongwith some additional details based on specification etc. Hence, such claims may be considered based on clarification of the manufacturer itself and JIT confirmation on the claim. ITC recommended the case if other conditions are met as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC

Sub Agenda No . 10 (Agenda Point No.2.1 of 53rd meeting of ITC):

RO- Coimbatore vide e-mail dated 16.10.2022 forwarded case of M/s. Rudra Enterprise (ATUFS/2021-22/2177).

In this claim invoice issued by Authorized agent (M/s. Hangzhou Wiltop Import & Export Co Ltd, China) in which name of the manufacturer mentioned in description as M/s. Hangzhou Wumu Technology whereas in machine name plate the manufacturer name mentioned as M/s. Hangzhou Qiguan Electrical Machinery Co., Ltd, China.

M/s. Hangzhou Wiltop Import & Export Co Ltd, China is authorized agent of both manufacturers Hangzhou Wumu Technology, China and M/s. Hangzhou Qiguan Electrical Machinery Co., Ltd, China.

Authorized agent submitted declaration letter that the 2 sets of Electronic jacquards supplied to M/s Rudra Enterprise vide Commercial Invoice No.21WT060601D dt 01.09.2021 were manufactured by M/s Hangzhou Qiguan Electrical Machinery Co. Ltd, China and the description in the said Commercial Invoice has inadvertently been mistyped as Hangzhou Wumu Technology brand which belongs to another manufacturer i.e. M/s Hangzhou Wumu Technology Co. Ltd, China.

RO- Coimbatore has submitted invoice copy, machine name plate photo and declaration letter from Authorized agent.

Section Note:

- i. Enlistment Status in Annexure- III:
 - a. Serial no.132 - M/S Hangzhou Wiltop Import & Export Co Ltd, China(Authorized agent of M/s. Hangzhou Qiguan Electrical Machinery Co., Ltd, China)
 - b. Serial no..483 - M/S Hangzhou Wiltop Import & Export Co Ltd, China (Authorized agent of M/s Hangzhou Wumu Technology Co. Ltd, China.)
- ii. Machine serial no. mentioned in invoice and name plate is same.

Decision Taken by ITC: The matter doesn't fall under the purview of ITC as it is not a technical matter. Hence, RO may take suitable decision in this matter as per ATUFS G.R.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC

Sub Agenda no . 11 (Agenda Point No.2.2 of 53rd meeting of ITC): Machine invoice/debit note issued by agent of Authorized agent

Minutes of 32nd meeting of TAMC

34/10/25

RO- Coimbatore vide e-mail dated 21.10.2022 forwarded case of M/s. New Randal Fashion (ATUFS/2018-19/1420). The beneficiary M/s. New Randal Fashion has purchased an embroidery machine from M/s. Dolphin Jingwei Machines, Surat who purchased the same machine from M/s. JW Embroidery Ltd, China (authorized agent of M/s. Hangzhou Jingwei Electronic Mechanical Manufacturer Co., Ltd., China) enlisted at serial no.227 in Annexure-III under ATUFS.

RO submitted that enlistment of machine manufacturer under ATUFS is not mandatory for this claim since the term loan was sanctioned under RRTUFS period and requested suitable decision for processing the claim.

Decision Taken by ITC: The matter doesn't fall under the purview of ITC as it is not a technical matter. Hence, RO may take suitable decision in this matter as per G.R.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 12 (Agenda Point No.4 of 53rd meeting of ITC):

Enlistment of M/s Guangzhou Gao Ke Garment making equipment Co Ltd China. (A Manufacturing unit of H&H Asia Ltd, Hong Kong): All documents were received in the name of M/s Guangzhou Gao Ke Garment making equipment Co Ltd China.

The enlistment was discussed in 32nd ITC dated 09.12.2021 and called further clarification regarding M/s. H&H Asia Ltd, Hong Kong.

In this regard unit submitted following documents:

1. Certificate of Approval issued by Guangzhou Municipal Government mentioning that M/s H&H Asia is the investor of **M/s Guangzhou Gao Ke Garment making equipment Co Ltd China.**
2. H&H Asia Group Audited Balance Sheet- Name of Subsidiary is mentioned as Guangzhou Gao Ke Garment making equipment Co Ltd China.
3. MOU H&H Asia as Global Sale Partner of Guangzhou Gao Ke Garment making equipment Co Ltd China.
4. Machine Name Plate: H&H Asia Group Ltd, Quality certificate: M/s Guangzhou Gao Ke Garment making equipment Co Ltd China (H&H Factory)
5. Invoice issued by- H&H Asia Group Ltd
6. Logo- H&H, Trademark registration certificate: H&H (Registrant- Guangzhou Gao Ke Garment equipment Co Ltd)

Decision Taken by ITC: ITC examined the documents and noted that there is a difference of name in submitted documents. i.e., financial statement of M/s. H&H Asia Ltd (translated), Trademark registration certificate, and Certificate of Approval issued by Guangzhou Municipal Government. Accordingly, the subsidiary relationship could not be established between M/s Guangzhou Gao Ke Garment making equipment Co Ltd China and M/s. H&H Asia Ltd, Hong Kong. Hence, did not recommend enlistment of M/s Guangzhou Gao Ke Garment making equipment Co Ltd China as a manufacturer under ATUFS.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 13 (Agenda Point No.5 of 53rd meeting of ITC):

M/s LSR FAB Pvt. Ltd. (ATUFS/2018-19/1740) procured PLC based precision package winder from M/s. SSM Vertriebs Ag, Switzerland. On scrutiny noted following differences,

| Name mentioned in | Name mentioned in |
|---------------------------|--------------------|
| Proforma invoice - origin | machine name plate |

| | |
|---|--|
| The machine is engineered by SSM and produced in SSM (Zhongshan) Ltd. -Zhongshan/ PRC, which is managed by SSM Horgen / Switzerland and serviced by the worldwide SSM service | Assembled by SSM (Zhongshan)Ltd- China Engineered in Switzerland by SSM, SSM Scharer Shweiter Mettler AG |
|---|--|

In addition to above, RO-Kolkata raised query of banking details mismatch which is mentioned in the footnote in comparison with first and second page of proforma invoice.

Section Note:

- A. All the below companies are enlisted in annexure-III are subsidiaries of Rieter Holding AG
- Serial No.85 - M/s. SSM Vertriebs Ag, Switzerland
 - Serial No.274 - M/S. SSM (Zhongshan) Ltd., China (A Subsidiary Unit Of M/s. SSM Vertriebs Ag Switzerland)
 - Serial No.287 - M/s. SSM Scharer Schweiter Mettler Ag, Switzerland
- B. During enlistment of M/S. SSM (Zhongshan) Ltd., China the submitted declaration that all the commercial activities are handled by M/s. SSM Vertriebs Ag, Switzerland for the machines manufactured at M/S. SSM (Zhongshan) Ltd., China
- C. Submitted proforma invoice, commercial invoice and machine name plate photo.

Decision Taken by ITC : ITC examined the documents and noted that mismatching of banking details in the footnote of proforma invoice pages is not coming under the purview of ITC. Further the commercial activities between M/S. SSM (Zhongshan) Ltd., China and M/s. SSM Vertriebs Ag, Switzerland were declared during enlistment under ATUFS. Hence, requested RO-Kolkata to decide the claim as per ATUFS guidelines.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 14 (Additional Agenda Point no 1.1 of 53rd meeting of ITC): Cases forwarded by Powerloom Development Cell - M/s. Next Garment, Surat

Powerloom Development Cell vide note no. No.RO01/2013/9540/PDC/15% MMS /14 dated 02.11.2022 regarding M/s. Next Garment, Surat.

As per JIT report of the said unit by R.O Ahmadabad on 22.02.2018, the unit has claimed 10 No's of Multi Head Computerized Embroidery Machine purchased from M/s. J.W Embroidery Ltd, China (Sister company of Hangzhou Jingwei Mechanical Mfg Ltd, China) vide invoices dated: 18th January 2016, 8th May 2015 and 13th February 2017, the price details of the machinery is mentioned below:

| Name of the Machine | Description of the Machine as per Invoices | Qty | Invoice Value per Machine (in USD) |
|--|---|-----|------------------------------------|
| MC07-a-46:Multi Head Computerized Embroidery Machine | TXCM 4 NEEDLES 20 Head (400*800*1500) Multi Head Computerized Chain Stitch Embroidery Machine With Dual Sequins And Cording Device With Standard Accessories. | 02 | 47500 |
| | TXCM 4 NEEDLES 20 HEAD (400*800*1500) Multi Head Computerized Chain Stitch Embroidery Machine With Single Sequins With Standard Spare Parts And Accessories. | 06 | 42000 |
| | TXCM 4 NEEDLES 20 HEAD (400*800*1500) Multi Head Computerized Chain Stitch Embroidery Machine With Standard Spare Parts And Accessories. | 02 | 40000 |

In addition to the above, PDC Cell submitted the price comparison table of TXCM model embroidery machine purchased/claimed under RRTUFS by M/s. Next Garment, Surat and price data received from ATUFS-Cell. As per the price comparison data, it is observed that the cost per machine i.e. Multi Head Computerized Embroidery Machine seems to be higher side as per the details indicated in enclosed Annexure-II.

Decision Taken by ITC : ITC examined documents and noted that the price variation is up to 80% in comparison to the machine supplied by the same manufacturer with same specification and model

under ATUFS. The two members of the ITC viz. Shri. Vipin Kohli (JTxC) and Shri. Humayun K (AD) were of the view that if manufacturer has subsequently reduced the price of same type of machines, it should not impact on the price quoted earlier. However other members of ITC including TMMA and ITTA was of the view that as per prevailing market practices, it does not happen that price of any machine of same specifications are reduced after 2 to 3 years of textile machines. Hence, it was of the view that this is clear case of quoting higher price for which machine manufacturer has not given proper clarification and just quoted FOB price instead of commenting on it. Hence ITC was of the view that TAMC may take view on it including decision in respect of delisting of machine manufacturer for such unethical practices.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda no . 15 (Additional Agenda Point no 1.2 of 53rd meeting of ITC): M/s. R-Fab, Surat and M/s Shree Shiv Shakti Textiles, Surat

Powerloom Development Cell vide note no.RO01/2013/8698/15%&30%MMS/90-91 dated 18.10.2022 in reference to TMB Section Note No: 12(7)/ATUFS/Machinery/2017/TUFS L-1/37,dated:23.09.2022 alongwith reference to the decision of 23rd TAMC (Agenda Point No: 6), price recommended by 21st ITC at the range of 16000 USD. In addition to that requested this section for intimate the final decision on over invoice issues regarding M/s Shree Shiv Shakti Textiles, Surat

The Price details of machinery claim by M/s. R-Fab, Surat under RRTUFS.15% & 30% MMS

| Name of the Machine | Model | Name of the Supplier/Machinery Manufacturer | Invoice Value (in USD) |
|--|----------------|--|---------------------------|
| MC11-a-2-4-i: Waterjet Loom (Loom Width:170 Cms) | JW-652CH-R-170 | Hangzhou Yinchun Machine Co Ltd, China Via Forever Champion Co Ltd,3 rd Floor Box933,Omar Hodge Building, Wickhams Cayi, Road Town Tortola, British, Virgin Island | 29150.00 |

Decision Taken in the 21th meeting of ITC held on 16/6/2021: On the basis of the details submitted before ITC as per Annexure-II, the ITC observed that JIT, RO, Ahmedabad have recommended to restrict the price for subsidy purpose upto USD 9000 per rapier loom, which also has been accepted by the unit viz. M/s Shree Shiv Shakti Textiles, Surat (case listed at Sr. no. 4 of Annexure-II) in writing for which the invoice value was USD 21000. Based on said opinion and acceptance of unit, the Committee felt that the cost of per loom should be taken as USD 9000 in case of M/s Shree Shiv Shakti Textiles, Surat. In case of remaining three cases listed at Sr. no. 1, 2 and 5 of the Annexure-II, the section should calculate the cost of each rapier looms for increase/ decrease of 10 cm width of loom from basic fixed value of USD 9000 subject to meeting the other eligibility criteria as per guidelines in-force for RRTUFS.

In case of M/s R. Fab, Surat, (case listed at Sr. no. 3 of Annexure-II) since it is waterjet loom, the committee based on price range observed in ATUFS and MMS cases, has recommended that cost of waterjet loom under reference may be taken as USD 16,000 for purpose of payment of subsidy.

Decision taken in 23rd meeting of TAMC dated 30.08.2021: The matter was deliberated and decided that ITC will work along with the industry associations and invitees and provide a segment-wise machine-wise benchmark price range for machinery covered under ATUFS to enable processing

of cases. The report on benchmark price range may be placed before the upcoming TAMC for discussion and decision.

As such it was suggested by industry members that over invoicing by some vitiate the whole process. Mechanism for blacklisting of such cases may be developed. Manufacturer / supplier/ units who have submitted the above over invoice may be considered to be declared as defaulter for claims submitted in the next two years from the Government of India schemes.

Section Note: As decided by the 23rd TAMC, the data of segment-wise machine-wise benchmark price range for machinery covered under ATUFS, is a huge process and difficult to provide the same.

Decision taken in 39th meeting ITC dated 24.03.2022n: - ITC requested ATUFS Cell to provide the price range data machine wise/segment wise in order to arrive at conclusion by the ITC as decided by the 23rd meeting of TAMC. A special meeting may be arranged with the industry representatives for further discussion in this regard.

PDC Cell submitted documents regarding to the claims of M/s. R-Fab, Surat and M/s Shree Shiv Shakti Textiles, Surat for reviewing the 21st ITC decision as per unit request along with details of price range of similar technology, which are available at Annexure - III

Decision Taken by ITC : The matter regarding M/s. R-Fab, Surat and M/s Shree Shiv Shakti Textiles Surat was reviewed based on the documents submitted by PDC. The committee after due consideration decided to retain the decision taken in 21th meeting of ITC held on 16/6/2021. Accordingly, it was decided that in respect of M/s Shree Shiv Shakti Textiles Surat, the per unit cost of Rapier loom may be considered as USD 9000 as recommended in JIT by (RO-AHD) as well as accepted by the unit itself (at the time of JIT and vide letter dated 10.08.2020 & 04.03.2021) against the invoice value of USD 21000. The committee also retained the decision taken in 21th ITC meeting held on 16/6/2021. As regards the clarification received from M/s. Hangzhou Yinchun Machine Co. Ltd., China the committee did not accept the justification given by them for difference in price of Waterjet loom supplied to M/s. R-Fab, Surat as same are very vague. In this regard, the committee retained its decision for restricting the claim of machine @16000 USD for water Jet looms supplied to M/s. R Fab, Surat. The ITC was of the view that ATUFS Cell could not able to provide required data as per 23rd TAMC and above claims are to be decided, hence TAMC may take view on restricting the cost or to keep on hold to decide the issue when ATUFS Cell will provide data as per decision in 23rd meeting of TAMC.

Decision of 32nd meeting of TAMC:- In the 23rd meeting of TAMC the industry members of the Committee suggested that over invoicing vitiate the whole process. The Manufacturer / supplier/ units who have submitted the over invoice may be declared as defaulter for claims submitted in the next two years from the Government of India schemes. TAMC has decided to continue with the status quo of the said decision.

Sub Agenda no . 16 (Agenda Point no.2 of 54th meeting of ITC):

ATUFS cell vide Note no.12 (3587)/JIT/ATUFS/2022/TUFS/68 dated 09.11.2022 forwarded claim of Spun Bonded Non-Woven machine (MC 03 - g 1-iii) purchased from M/s Zhejiang Cl Nonwoven machinery Co. Ltd., China by M/s. Austrol Nonwoven, Rajkot

In this claim the model no. mentioned in invoice is **3200MM** whereas in the machine name plate the model no mentioned as **CLS-PP3200**.

In this regard manufacturer clarified that,

“ CL” (Organization name **CL Nonwoven**)

“S” (Technology used **Spun bonded**)

“ PP “ (material used for nonwoven conversion **Poly Propylene**)
“ 3200” (Effective **width of the product** being manufactured)

ATUFS cell submitted Invoice copy, JIT report, Machine name plate photo and Manufacturer declaration.

Decision Taken by ITC: - ITC examined the documents and accepted the declaration given by the manufacturer. Hence, recommended to consider the case if other ATUFS guidelines are met. TAMC may review and ratify the decision.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

Sub Agenda No . 17 (Agenda Point no.3 of 54th meeting of ITC): Name Change Request from M/s. Itochu SysTech Corporation

M/s. Sagar Powertex Pvt. Ltd., Mumbai requested this office vide email dated 07.09.2022 regarding the name change of M/s. Itochu SysTech Corporation (Authorized agent of M/s. Toyota Industries Corporation, Japan) of as below.

M/s.Itochu Corporation integrated its subsidiaries (M/s.Itochu Machine-Technos Corporation and M/s. Itochu SysTech Corporation) with effect from 01.04.2022.

The name of the new company is M/s.Itochu Machine-Technos Corporation. Operations that have been conducted by M/s. Itochu SysTech Corporation will be taken over by the new M/s.Itochu Machine-Technos Corporation

In this regard unit submitted below documents,

1. Revised MOU between M/s.Itochu Machine-Technos Corporation and M/s. Toyota Industries Corporation (Japan).
2. New Company Registration Certificate from the Japan Government (Japanese Version).
3. Tax Number Certificate (Japanese Version).

Section note:

- The unit confirmed that they have not raised any invoice after 31.03.2022 (ATUFS scheme closure) and non availability registration certificate in English version for this office query vide email.
- Translated Company Registration Certificate through online mode and confirmed the name is matching as per the request.
- Modification requested by the unit as M/s.Itochu Machine-Technos Corporation, Japan (Formerly known as M/s. Itochu SysTech Corporation, Japan).

Decision Taken by ITC: Accepted the request of the unit and the effective date of name change is **01.04.2022** based on the submitted documents.

The committee approved the modification as follows,

| Present | Proposed |
|--|---|
| M/S ITOCHU SYSTECH CORPORATION, JAPAN(AUTHORIZED AGENT FOR M/S TOYOTA INDUSTRIES CORPORATION,JAPAN) | M/S. ITOCHU MACHINE-TECHNOS CORPORATION, JAPAN (FORMERLY KNOWN AS M/S ITOCHU SYSTECH CORPORATION, JAPAN) – AUTHORIZED AGENT |

| | |
|--|--|
| | FOR M/S TOYOTA INDUSTRIES CORPORATION, JAPAN |
|--|--|

TAMC may review and ratify the decision.

Decision of 32nd meeting of TAMC:-TAMC ratified the decision of ITC.

AgendaNo. 6: Issues of Previous version of TUFS

Sub Agenda No. 1: Issues of Segment Change- UID taken in One Segment and Machine installed in another Segment:

The matter related to segment change was placed before the 6th IMSC in form of Sub agenda no. 1 of Supplementary Agenda no. 1 in which regard, the IMSC had decided to defer the matter and directed Office of the Textile Commissioner thoroughly. Many matters have been represented either by the individual units, bank or associations however, few instances/ cases are submitted below for decision of the TAMC.

A. M/s. Patodia Filaments Pvt. Ltd, Daman (TUFS Ref No. N030/2013/599)

- i. The unit has been allotted UID No.2014/O/00111 dated 24/01/2014 for the segment Technical Textiles and non-woven for 5% IR and 10% CS on the basic of data submitted by their bank. However, the request for registration under Technical Textile was not considered by Office of Textile Commissioner as unit was not manufacturing end product of Technical Textiles, owing to which unit requested bank vide their letter dated 12/7/2016 for withdrawal of 10% capital subsidy claim enclosed as **Annexure -I**
- ii. The bank has submitted reporting format R-2 which is for Restructured TUFS (R-TUFS) whereas the claim pertains to RRTUFS. The R2 issued by the bank is for the machines listed in annexure under RTUFS i.e. K-d.1(Warp Knitting machine), K-b.1(High Speed Warping Machine) and B-1(e-2) (Texturising machine). Here, it is to mention that there is no difference between R1 R2 Format under RTUFS and RR1, RR2 format under RRTUFS.
- iii. JIT visited the unit on 23/09/2020 and Regional Office of the Textile Commissioner, Ahmedabad vide their letter dated 09/11/2020 has forwarded the JIT report to this office.
- iv. The recommendation of JIT in Format-H (2) is reproduced as under:
" In UID, segment declared is Technical Textiles. But the unit is actually involved in production of Texturized Yarn & Knitted Fabrics. Hence unit is ineligible in terms of IR and CS under Technical Textiles."
- v. JIT and RO have not recommended the claim due to variation in segments i.e. UID taken (Technical Textiles and non-woven) and unit involved in production (Texturized Yarn & Knitted Fabrics).
- vi. In UID, the segment declared is Technical Textiles and Non-woven which comes under Annexure-MC-13 in GR on RR-TUFS. But as per JIT, the unit is actually involved in production of Texturized Yarn & Knitted Fabrics which comes under Annexure-MC-2 & MC-5. As per Issue No.2(ii) of MoT;s letter No.16011/02/2020-TUFS dated 07.02.2020(Pg.305-06/C) "The machine actually installed should fall in the same segment as the one claimed in RR1/RR2". Therefore, there is segment change as unit installed machines other than the machines for which UID taken.
- vii. As the JIT and RO have not recommended the claim of the unit, hence, this office vide letter dated 06/08/2021 has requested the nodal bank i.e. State Bank of India to refund the subsidy of **Rs.5,72,90,921/-** with penal interest @10% per annum for the date of receipt subsidy to date of refund.

- viii. In accordance to para (9) of Para 3.2 of sections III of Resolution dt. 04/10/2013 on RRTUFS, Machinery eligible for one segment is eligible for other segments/activity also unless its eligibility is specifically restricted for a particular segment, where as in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change in UID will be permitted, which appears to contradictory. Hence, TAMC may give its view on such cases.

Decision of 32nd meeting of TAMC: The matter was deliberated and the Committee observed that though the Nodal Bank has obtained UID under Technical Textile Segment for 5%IR and 10%CS. However bank had not claimed 10%CS as the unit was not issued registration certificate for claiming 10% CS, which is required in accordance Para No. 4.4.(e) (b) of Section III of Resolution dated 04-10-2013 on RRTUFS. The bank had claimed only 5%IR. The Committee therefore recommended to IMSC that since major machines are falling under MC-6 i.e., list of machinery/equipments eligible under RRTUFS for non-woven / Technical Textiles, hence the claim may be considered @5%IR for eligible machines falling under same segment of Technical Textiles instead of rejecting the claim on the ground that unit is not manufacturing technical textiles.

B. M/s. Patodia Filaments Pvt. Ltd, Daman (TUFS Ref No. N022/2013/6653)

- i. The unit has been allotted UID No.2017/O/758 dated 01/06/2016 for the segment Technical Textiles and non-woven for 5% IR and 10% CS on the basic of data submitted by their bank. However, the request for registration under Technical Textile was not considered by Office of Textile Commissioner as unit was not manufacturing end product of Technical Textiles. However, the request for registration under Technical Textile was not considered by Office of Textile Commissioner, owing to which unit requested bank vide their letter dated 12/7/2016 for withdrawal of 10% capital subsidy claim.
- ii. The bank has submitted reporting Format RR-2 for the machines listed in Annexures under RRTUFS i.e. MC-13-d-2 (Knitting machine), **MC-2-e-2 (Texturising machine) and MC-2-a21 (Air Compressor)**.
- iii. JIT visited the unit on 23/09/2020 and Regional Office of the Textile Commissioner, Ahmedabad vide their letter dated 09/11/2020 has forwarded the JIT report to this office. The recommendation of JIT in Format-H (2) is reproduced as under:
"In UID, segment declared is Technical Textiles. But the unit is actually involved in production of Texturized Yarn & Knitted Fabrics. Hence unit is ineligible in terms of IR and CS under Technical Textiles."
- iv. JIT and RO have not recommended the claim due to variation in segments i.e. UID taken (Technical Textiles and non-woven) and unit involved in production (Texturized Yarn & Knitted Fabrics).
- v. In UID, the segment declared is Technical Textiles and Non-woven which comes under Annexure-MC-13 in GR on RR-TUFS. But as per JIT, the unit is actually involved in production of Texturized Yarn & Knitted Fabrics which comes under Annexure-MC-2 & MC-5. As per Issue No.2(ii) of MoT's letter No.16011/02/2020-TUFS dated 07.02.2020(Pg.305-06/C) "The machine actually installed should fall in the same segment as the one claimed in RR1/RR2". Therefore, there is segment change as unit installed machines other than the machines for which UID taken.
- vi. As the JIT and RO have not recommended the claim of the unit, hence, this office vide letter dated 06/08/2021 has requested the nodal bank i.e. Karur Vysya Bank to refund the subsidy of **Rs.1,87,06,280/-** with penal interest @10% per annum for the date of receipt subsidy to date of refund,
- vii. In accordance to para (9) of Para 3.2 of sections III of Resolution dt. 04/10/2013 on RRTUFS, Machinery eligible for one segment is eligible for other segments/activity also unless its eligibility is specifically restricted for a particular segment, where as in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change in UID will be permitted, which appears to contradictory. Hence, TAMC may give its view on such cases.

Decision of 32nd meeting of TAMC :-The matter was deliberated and the Committee observed that though the Nodal Bank has obtained UID under Technical Textile Segment for 5%IR and 10%CS. However bank had not claimed 10%CS as the unit was not issued registration certificate for claiming 10% CS, which is required in accordance Para No. 4.4.(e) (b) of Section III of Resolution dated 04-10-2013 on RRTUFS. The bank had claimed only 5%IR. The Committee therefore recommended to IMSC that since major machines are falling under MC-6 i.e. list of machinery/equipments eligible under RRTUFS for non-woven / Technical Textiles, hence the claim may be considered @5%IR for eligible machines falling under same segment of Technical Textiles instead of rejecting the claim on the ground that unit is not manufacturing technical textiles.

C. M/s. Patodia Filaments Pvt. Ltd, Daman (TUFS Ref No. N030/2013/6452)

- i. The unit has been allotted UID No.2017/O/891 dated 01/06/2016 for the segment Technical Textiles and non-woven for 5% IR and 10% CS on the basic of data submitted by their bank. However, the request for registration under Technical Textile was not considered by Office of Textile Commissioner as unit was not manufacturing end product of Technical Textiles. However, the request for registration under Technical Textile was not considered by Office of Textile Commissioner, owing to which unit requested bank vide their letter dated 12/7/2016 for withdrawal of 10% capital subsidy claim.
- ii. The bank has submitted reporting format RR-2 for the machines listed in Annexures under RRTUFS i.e. MC-13-d-2 (Knitting machine), **MC-2-e-2 (Texturising machine) and MC-2-a21 (Air Compressor).**
- iii. JIT visited the unit on 24/09/2020 and Regional Office of the Textile Commissioner, Ahmedabad vide their letter dated 09/11/2020 has forwarded the JIT report to this office.
- iv. The recommendation of JIT in Format-H (2) is reproduced as under:
"In UID, segment declared is Technical Textiles. But the unit is actually involved in production of Texturized Yarn & Knitted Fabrics. Hence unit is ineligible in terms of IR and CS under Technical Textiles."
- v. JIT and RO have not recommended the claim due to variation in segments i.e. UID taken (Technical Textiles and non-woven) and unit involved in production (Texturized Yarn & Knitted Fabrics). However, the claim has not been approved for rejection.
- vi. In accordance to para (9) of Para 3.2 of sections III of Resolution dt. 04/10/2013 on RRTUFS, Machinery eligible for one segment is eligible for other segments/activity also unless its eligibility is specifically restricted for a particular segment, where as in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change in UID will be permitted, which appears to contradictory. Hence, TAMC may give its view on such cases.

Decision of 32nd meeting of TAMC :-The matter was deliberated and committee observed that though the Nodal Bank has obtained UID under Technical Textile Segment for 5%IR and 10%CS. However bank had not claimed 10%CS as the unit was not issued registration certificate for claiming 10% CS, which is required in accordance Para No. 4.4.(e) (b) of Section III of Resolution dated 04-10-2013 on RRTUFS. The bank had claimed only 5%IR. The Committee therefore recommended to IMSC that since major machines are falling under MC-6 i.e. list of machinery/equipments eligible under RRTUFS for non-woven / Technical Textiles, hence the claim may be considered @5%IR for eligible machines falling under same segment of Technical Textiles instead of rejecting the claim on the ground that unit is not manufacturing technical textiles.

D. M/s. Spectrum Creations P Ltd, Faridabad, Haryana (TUFS Ref. No. N007/2013/4742):

- i. Unit had been allotted UID for **Garment/Made-up manufacturing** on the basis of data submitted their bank
- ii. RR2 submitted by bank is for MC-12 i.e. **Processing Segments.**
- iii. Inkjet Printing machine comes under **MC-12-item-27 under Processing Segments.** But JIT considered the said machine under **RMG segments (MC-14).**

- iv. Further, JIT in Sl.No.-2 of Format-H informed that Segment declared in UID is **Garment/Made-up manufacturing and** as per Certificate of Incorporation of the unit, it is **Printing/Dyeing**.
- v. Hence, variation in the segment for UID taken (**Garment/Made-up manufacturing**) and machine installed (**Processing Segments**).
- vi. As the JIT and RO have not recommended the claim of the unit, hence, this office vide letter dated 01/06/2021 had requested the nodal bank i.e. Punjab National Bank to refund the subsidy of **Rs.15,00,714/-** with penal interest @10% per annum for the date of receipt subsidy to date of refund.
The decision taken by TAMC in the 18th meeting held on 09.10.2020 under ATUFS to amend the Digital/ Ink jet Printing machines (For textile processing units & Garment manufacturing units only). Further, MoT vide letter No.16015/2019-TUFS dated 18.08.2021 (enclosed as **Annexure – II**) has conveyed that TAMC decision to allow the Digital/ Ink jet Printing machines (For textile processing units & Garment manufacturing units only) may be applicable w.e.f. 13.01.2016. Since this machine is also taken by independent garment units, hence on the line of ATUFS this may also be permitted for older versions of TUFS.
- vii. In accordance to para (9) of Para 3.2 of sections III of Resolution dt. 04/10/2013 on RRTUFS, Machinery eligible for one segment is eligible for other segments/activity also unless its eligibility is specifically restricted for a particular segment, where as in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change in UID will be permitted, which appears to contradictory. Hence, TAMC may give its view on such cases.

Decision of 32nd meeting of TAMC:-Committee has observed that Unit has proposed machineries under processing segment while bank has applied and obtained UID under Garment/ Made-up manufacturing Since MoT vide letter No.16015/2019-TUFS dated 18.08.2021 has allowed the Digital/ Ink jet Printing machines (For textile processing units & Garment manufacturing units only) w.e.f. 13.01.2016 under ATUFS. Hence, Digital/ Ink jet Printing machines may also be allowed in all previous version of TUFS in the line of ATUFS. Therefore the Committee has recommended and decided to place it before IMSC for decision.

E. M/s. MRC Mills Private Ltd:

- i. Unit had been allotted UID for Garment/Made-up manufacturing. (MC-14) on the basis of data submitted their bank
- ii. RR2 submitted by unit to bank is for MC-12 i.e. **Processing Segments**.
- iii. Unit has installed Processing Machines and is also processing unit only.
- iv. As the JIT and RO have not recommended the claim of the unit, hence, this office vide letter dated 14/09/2022 had requested the nodal bank i.e. Karur Vysya Bank to refund the subsidy of Rs.29,74,595/- with penal interest @10% per annum for the date of receipt subsidy to date of refund.
- v. Bank vide letter dt. 10/11/2022 enclosed as **Annexure - III** has submitted that inadvertently mentioned as Garment Segment while obtaining ECN though unit has submitted documents related to processing only.
- vi. In accordance to para (9) of Para 3.2 of sections III of Resolution dt. 04/10/2013 on RRTUFS, Machinery eligible for one segment is eligible for other segments/activity also unless its eligibility is specifically restricted for a particular segment, where as in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change in UID will be permitted, which appears to contradictory. Hence, TAMC may give its view on such cases.

The cases mentioned above are indicative only. In such type of cases TAMC may deliberate and decide for processing.

Decision of 32nd meeting of TAMC: The matter was deliberated and Committee observed that Bank has accepted the mistake that in UID it was inadvertently mentioned as Garment Segment. However, in accordance to para 2.3 of Resolution dt 29.02.2016 on RRTUFS, no segment change

in UID will be permitted. Hence, Committee recommended this case for placing before IMSC for consideration as bank has committed mistake in uploading data while obtaining UID.

Sub Agenda No.02: Registration of Technical Textile Unit under RR-TUFS for availing 10% Capital subsidy in addition 5% I.R.

M/s. Mayur Uniquoters Ltd.: Unit has obtained UID for Technical Textile segment under RRTUFS for 5% IR & 10% CS whereas the unit obtained registration certificate of Technical Textiles on dt. 30/03/2012 issued under TUFS (01.11.2017 to 31.03.2012) from Office of the Textile Commissioner during RTUFS regime enclosed as **Annexure-IV**. Hence JIT has considered the machines under 5% IR only. As the unit has already claimed 10% CS of Rs. 40.80 Lakhs this office vide letter dt. 10/09/2020 requested bank to refund the ineligible Capital Subsidy of Rs. 40.80 Laks with @10 % penal interest.

As per G.R. as per pint no. 4.4 e) (b) of RRTUFS G.R. since some of machinery of technical textile or common the technical textile units indicating to avail of 10% capital subsidy to have obtained in registration no. from office of the Textile Commissioner prior to becoming eligible for 10% Capital Subsidy. To obtained registration no. Technical Textile unit have to submit the information in prescribed format TFR-I. Whereas under RTUFS unit has to submit the information in prescribed format TR-I for obtaining registration certificate for Technical Textile.

TAMC may deliberate on whether unit required to take registration of Technical Textile unit under all versions of TUFS or once registered in TUFS eligible for all versions of TUFS.

Decision of 32nd meeting of TAMC:-The Committee observed that once the Unit is registered as Technical Textile unit under any version of TUFS and machinery installed in subsequent TUFS scheme is only technical textile machinery, hence re-registration under Technical Textile may not be required. Therefore, the Committee recommended to place before IMSC for decision for getting approval in respect of omissions of revalidation of Technical Textile Registrations under subsequent TUFS scheme.

Sub Agenda No. 03: Request Postponement/cancellation of scheduled joint inspection

Information furnished by Nodal Officer of the Textiles Committee that, Textiles Committee and Regional office of TxC that once JIT is constituted for inspection on specific date/s, JIT should carry out the inspection on that date/s itself, unless any change of the inspection date/s (postponement /Cancelation) is communicated by the Regional Office of Textile Commissioner to the JIT in writing. However, it is reported by the JIT Technical Officer that requests for postponement are continued to be received from the units at the last moment often after the team members had already departed on tour from their HQrs. Under these circumstances, the Nodal Officer, of JIT are not in a position to take decision in the absence of any instruction from the concerned RO of TxC which results in wastage of resources and money(TA/DA)

In this regard it is submitted that JIT is being deputed when 6 mandatory documents are found proper and unit has communicated their willingness for conducting verification of assets by special JIT. It is also opined that, after following said protocol, if unit request for postponement of JIT visit, may not be allowed for the same and if they still insist, competent authority may decide for recovery of entire subsidy released to them as the concerned units fails to show the assets created against the term loan. With the fear of 21 days' notices, units have given consents but now they have adopted this kind of via route to avoid verification. The nodal offices are facing shortage of manpower and such kind of repeated exercise not only affect the routine day to day work but also impact in achieving targets set for disposal of pending claims as per directives of the ministry.

Decision of 32nd meeting of TAMC :-The IMSC in its 7th meeting held on 22/07/2022 under agenda point no.8, decided that the units who have availed subsidy under the previous version of

TUFS (MTUFS, RTUFS & RRTUFS) shall be issued two reminders seeking their willingness with a span of 21 days from the date of issue of letter by the concerned Regional Office of Textile commissioner and a final notice by registered post along with AD stating to communicate willingness within 21 days from the date of issue of final notice. On non-submission of willingness for JIT inspection after 21 days from the date of issue of final notice by registered post, the case will be removed from pendency list and action as per due process will be taken for recovery of subsidy already released to the unit through their lending agencies.

In view of above, the Committee recommended to IMSC that once the JIT is constituted after obtaining willingness of unit, postponement of JIT inspection may not be considered and if unit express unwillingness/refuse to conduct JIT inspection the entire released subsidy may be recovered with penal interest @10% per annum.

Sub Agenda No. 04: Eligibility Assessment documents(ECN) for SIDBI assisted cases and other than SIDBI cases.

TAMC may kindly refer to the decision of 6th IMSC held on 28.04.2022 at agenda no. 8(b&c) reproduced as under on the above issue:

SIDBI will share the ECN document, corroborative documents or the equivalent document issued after determining eligibility before lodging the claim. Further the applicability of the same for the cases assisted by them for co-opted PLIs also, and in respect of other than SIDBI that banks have eligibility assessment document, ECN document, Corroborative document or the equivalent document hence it will be provided whenever required/sought by Office of the Textile Commissioner.

In compliances of that as there is no standard prescribed format for ECN in GR. Hence banks are submitting the following documents as equivalent/ corroborative document:

- a. Loan Agreement and Hypothecation Documents (in case of SIDBI)
- b. Process Note
- c. FR-2 (UID Application details)
- d. RR-1/R-1/N-1/T-1 & RR-2/R-2/N-2/N-1 (Reporting Format)
- e. ECN Certificate without date or after one year
- f. ECN Certificate with current date

Since IMSC has already considered the ECN document, corroborative documents or the equivalent document issued after determining eligibility before lodging the claim, the above stated documents may be considered as corroborative documents or the equivalent document. TAMC may deliberate and decide. Further, it is to mention that as per protocol dt. 14/06/2019 issued by MoT, the assets/machinery installed by the unit are verified by the JIT based on RR2/R2/N2/T2 and UID issued by this office and actual eligibility is established and recommended for release of subsidy. Hence requirement of ECN at this stage may be deliberated and decided.

Decision of 32nd meeting of TAMC: The matter was deliberated and decided to circulate separately Self-contained Note on objective on corroborative document for ECN for the listed in (a),(b),(c),and (d) in protocol regime and get the feedback/view of members for placing in the forthcoming IMSC

34/12/20

List of attendees

| S. No. | Name and organisation |
|--------|---|
| 1. | Ms. Roop Rashi, Textile Commissioner - In Chair |
| 2. | Ms. Usha Pralhad Pol, Deputy Director General, O/o TxC, Mumbai |
| 3. | Shri S P Verma, Additional Textile Commissioner, O/o TxC, Mumbai |
| 4. | Shri Iqbal Ahmad, Director, O/o TxC, Mumbai |
| 5. | Shri. Sivakumar S , Deputy Director, O/o TxC, Mumbai |
| 6. | Shri Saurabh Kumar Sinha, Deputy Director ROTxC, Ahmedabad. |
| 7. | Shri N.K. Singh, Assistant Director, O/o TxC, Mumbai |
| 8. | Shri. Narottam Kumar, Assistant Director, O/o TxC, Mumbai |
| 9. | Shri. Santosh Pakhre, Assistant Director, O/o TxC, Mumbai |
| 10. | Shri Bharat Gandhi Chairman, FIASWI, Surat |
| 11. | Shri Mohan Sadhwani, E.D. CMAI |
| 12. | Dr. Anup Rakshit E.D., Indian Technical Textile Association (ITTA), Mumbai |
| 13. | Shri Charanjeet Singh President, Ludhiana Knitwear Club, Ludhiana |
| 14. | Shri Raj Mittal, Ludhiana Knitwear Club, Ludhiana |
| 15. | Shri A. Ravi Kumar, Additional Director, TEXPROCIL |
| 16. | Shri Rajesh Satam Jt Director TEXPROCIL |
| 17. | Shri Sachin Kumar E.D. Textile Machinery Manufacturers Association, Mumbai |
| 18. | Shri Balaraju, E.D. Synthetic and Rayon Textiles Promotion Council, Mumbai |
| 19. | Ms. Chandrima, Confederation of Indian Textile Industry, New Delhi |
| 20. | Dr. K. Selvaraju S.G. , The Southern India Mills' Association, Coimbatore |
| 21. | Shri L.B. Singhal, AEPC Mumbai |
| 22. | Ms. Saida Patel, and Shri Saurabh Kumar AEPC |
| 23. | Shri Ashish B, PDEXCIL, Mumbai |
| 24. | Shri Ashutosh Shukla, Assistant Director, NCDC Delhi |
| 25. | Shri Sashi Kumar Menon IWMA. |
| 26. | Shri R. Ramesh TUFSC Cell, Small Industries Development Bank of India(SIDBI), |
| 27. | Ms. Jhumadeb, Small Industries Development Bank of India(SIDBI), |
| 28. | Representative of , TUFSC Cell, State Bank of India, Mumbai |
| 29. | Shri Mukesh Kumar, TUFSC Cell, Bank of India, Mumbai |
| 30. | Ms Prajakta Survade, Bank of India, Mumbai |
| 31. | Shri Azad Kaustubh, TUFSC Cell, Bank of Baroda, Mumbai |
| 32. | Shri Rajiv Ranjan, Bank of Baroda. |
| 33. | Shri Ajeet, Punjab national Bank |
| 34. | Shri Prashant Shrivastava Central bank of India |

| NO. | NAME OF THE UNIT | ELIGIBLE TEXTILE MACHINE COVERED UNDER WHICH ANNEXURE OF ATUFS | MOU FOR AUTHORIZED AGENT WITH % OF COMMISSION |
|-------------------|--|--|---|
| INDIGENOUS | | | |
| 1. | M/S. JOGINDRA INDUSTRIES PVT, LTD., RAJASTHAN | MC-2-5, MC-2-6, MC-2-8, MC-2-26, MC-2-27, MC-2-32, MC-2-39, MC-2-75, MC-4-87, MC-4-88, MC-6-C-v, MC-6-C-w, MC-7-22, MC-7-23, MC-7-24 | |
| 2. | M/S. P.K. INTERNATIONAL., LUDHIANA (AUTH. AGENT OF M/S. QUANZHOU DONGTAI KNITTING MACHINERY CO, LTD., CHINA) | | 2% |
| 3. | M/S. OM SATYA EXIM PVT. LTD., SURAT (AUTH. AGENT OF M/S. ZHEJIANG YUELONG SEWING EQUIPMENT CO, LTD., CHINA) | | 2% |
| 4. | M/S. SARA INTERNATIONAL PVT. LTD., NEW DELHI ((AUTH. AGENT OF M/S. EASTMAN MACHINE COMPANY, USA. M/S. EASTMAN C.R.A. (HONG KONG) LTD., HONG KONG. M/S. EASTMAN GARMENT EQUIPMENT (NINGBO) CO, LTD., CHINA.) | | 5% |
| 5. | M/S. NIPHA EXPORTS PVT. LTD REGD. OFFICE : SHAKESPEARE SARANI, KOLKATA. FACTORY ADDRESS : 1. BELAGACHIA, HOWRAH 2. BORTALA, SUGANDHYA, HOWRAH | MC-7-55 | |
| ABROAD | | | |
| 1. | M/S. DAVIS-STANDARD LLC., USA | MC-3-H-14 | |
| 2. | M/S. ZHANGZHOU HONGFANG TRADE CO, LTD., CHINA (AUTH. AGENT OF M/S. FUJIAN XINGFANG PRECISION MACHINERY CO, LTD., CHINA) | | 1% |
| 3. | M/S. WENZHOU CHENGYI CHEMICAL FIBER CO, LTD., CHINA | MC-3-g-1 (i to x) | |
| 4. | M/S. PPT GROUP UK LTD (FORMERLY KNOWN AS M/S. JAMES H. HEAL AND COMPANY LTD.), ENGLAND | MC-2-82 | |
| 5. | M/S. DEZHOU TAIPING YANG TEXTILE MACHINERY CO, LTD., CHINA. | MC-2-18, MC-2-21, MC-2-29, MC-2-64, MC-2-17, MC-2-31, MC-2-19 | |
| 6. | M/S. BENEKS TAAHHUT MUHENDISLIK MUMESSILLIK MAKINE SANAYI VE TICARET LTD. SIRKETI., TURKEY | MC-2-41, MC-2-17, MC-2-21, MC-2-19, MC-4-88, MC-2-1, MC-2-75 | |
| 7. | M/S. HUBEI HUIYU MACHINERY EQUIPMENT CO., LTD. CHINA | MC-3-g-1-iii | |
| 8. | M/S. JINPENG KNITTING MACHINERY CO, LTD., CHINA | MC-1-C-3 | |

ANNEXURE-II

| SR. NO. | NAME OF THE UNIT | ELIGIBLE TEXTILE MACHINE COVERED UNDER WHICH ANNEXURE OF ATUFS | MOU FOR AUTHORIZ ED AGENT WITH % OF COMMISSI ON |
|-------------------|---|---|--|
| INDIGENOUS | | | |
| 1. | M/S. RAMESHWAR TEX ENGINEERING, SURAT | MC-1-B-5 | |
| 2. | M/S. DHRITI ENVIROCARE, SURAT. | MC-1-B-9, MC-2-9 | |
| 3. | M/S. BARK EXIM, SURAT (AUTH.AGENT OF M/S. FUJIAN YONTHIN DIGITAL CONTROL TECHNOLOGY CO, LTD., CHINA) | | 10% |
| ABROAD | | | |
| 1. | M/S. ZHUJI HONGFANG MACHINERY MANUFACTURING CO, LTD., CHINA | MC-4-47 | |
| 2. | M/S. SPG PRINTS B.V., NETHERLANDS (PARENT HOLDING COMPANY OF M/S. STOVEC INDUSTRIES LTD, AHMEDABAD) | MC-2-48 | |
| 3. | M/S. TRÜTZSCHLER NONWOVENS GMBH, GERMANY | MC-3-G-1-VIII | |
| 4. | M/S. WIRA INSTRUMENTATION LTD., UNITED KINGDOM | MC-7-33, MC-7-35, MC-7-39, MC-2-82 | |
| 5. | M/S. JIAXING DAYUH MACHINERY CO, LTD., CHINA | MC-3-E-9, MC-3-W-16, MC-3- H-21, MC-2-77 | |

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| SR. NO. | NAME OF THE UNIT | ELIGIBLE TEXTILE MACHINE COVERED UNDER WHICH ANNEXURE OF ATUFS | MOU FOR AUTHORIZED AGENT WITH % OF COMMISSION |
|--------------------|--|--|---|
| INDIGENEOUS | | | |
| 1. | M/S. SARA ENGINEERS, SURAT. | MC-1-B-5 | |
| 2. | M/S. JAKOB MULLER (INDIA) PRIVATE LTD. BANGALORE (SUBSIDIARY UNIT OF M/S. JAKOB MULLER AG FRICK, SWITZERLAND) | MC-3-C-6 | |
| 3. | M/S. INNOVATIVE FLEXOTECH PRIVATE, LIMITED, AHMEDABAD. | MC-3-W-16 | |
| 4. | M/S. SARA INTERNATIONAL PVT. LTD., NEW DELHI (AUTH. AGENT OF M/S. BROTHER INDUSTRIES LTD., JAPAN AND ITS SUBSIDIARY UNITS) | | 5 % |
| 5. | M/S. MAGNUM RESOURCES PVT LTD., NEW DELHI (AUTH. AGENT OF M/S. BROTHER INDUSTRIES LTD., JAPAN AND ITS SUBSIDIARY UNITS) | | 5% |
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| 1. | M/S SHAOXING XINHUA TEXTILE MACHINERY CO., LTD, CHINA | MC1- A-3, MC1-A-4 | |
| 2. | M/S. DANTI PAOLO & C. S.R.L., COSTRUZIONI MACCHINE TESSILI, ITALY | MC-2-10, MC-2-30, MC-2-79, MC-2-66 | |
| 3. | M/S. SAMILL INDUSTRIAL CO, LTD., KOREA | MC-2-42, MC-2-41, MC-2-7, MC-2-39, MC-2-45, MC-2-24, MC-2-56, MC-2-38, MC-2-57, MC-2-15 | |
| 4. | M/S. LINDAUER DORNIER GMBH, GERMANY | MC-1-A-1, MC-1-A-3, MC-3-C-1, MC-3-C-3 | |
| 5. | M/S. TIANJIN RICHPEACE AI CO. LTD., CHINA | MC-4-8, MC-4-17, MC-4-20, MC-4-21, MC-4-25, MC-4-30, MC-4-44, MC-4-47, MC-4-96, MC-4-107 | |