

F. No. 06/09/2015-TUFS
Government of India
Ministry of Textiles

Udyog Bhawan, New Delhi
Dated the 24th April, 2018

OFFICE MEMORANDUM

Subject: Committee chaired by Secretary (Textiles) to examine the issues relating to finalization of the study by NABCONS on committed liability under Technology Up-gradation Fund Scheme (TUFS)-reg.

The undersigned is directed to refer to the meeting of the captioned Committee held on 19.04.2018 in Room No.162, Udyog Bhawan, New Delhi and to forward a copy of the minutes of the meeting for kind information and necessary action.



(Ishwar Sharan)

Under Secretary to the Govt. of India

To,

1. Dr. Kavita Gupta, Textile Commissioner, Mumbai
2. Ms. Sindhu Pillai, Director, D/o Financial Services
3. Ms. Ira Gupta, General Manager, RBI
4. Shri B. R. Premi, Chairman, NABCONS
5. Shri Narain Aggarwal, Chairman, SRTEPC
6. Shri K. Rangarajan, President, SISPA
7. Shri Sanjay Jain, Chairman, CITI
8. Shri K. Selvaraj, Secretary General, SIMA

Copy to:

1. PPS to Secretary (Textiles)
2. PPS to Special Secretary (Textiles)
3. PS to JS(JD)

Minutes of the meeting of the Committee chaired by Secretary (Textiles) on study by NABCONS on committed liability under TUFS.

Date: 19.04.2018

Venue: Room No.162, Udyog Bhawan, New Delhi

Secretary (Textiles) chaired the meeting. List of participants is at Annexure-I. A brief presentation on the background of the study and progress made so far was given by Textiles Commissioner and Advisor, NABCONS.

2. The Committee deliberated on the roadblocks faced by NABCONS in timely completion of the study. Both parties are agreeable to honour the MoU signed between them. There were few points where the interpretation of the clauses of the MoU by the parties was at variance. Both parties were heard by the Committee at length. After detailed deliberation with inputs from the representatives of the D/o Financial Services (DFS) and the Reserve Bank of India, the parties agreed to do the following:

- i. NABCONS shall furnish the following two essential documents while furnishing the report on the proforma given in the MoU in respect of each case.
 - a. Sanction letter/ sanction memorandum issued by the competent authority of lending agency clearly stating that the loan was sanctioned under TUFS and what was the machinery component in that.
 - b. Calculation sheet on committed liability.

These two documents would be duly signed by the NABCONS and the competent authority in the TUFS Cell of the Lending Agency.

- ii. NABCONS informed that as per ToR, only committed liabilities of 9303 cases were to be assessed as part of the study. However, it has come across several cases where account was closed after receiving full repayment of loan from the unit and subsidy from the Government. The Textiles Commissioner agreed to drop these

cases from the study as there is no pending liability on the part of Government of India.

- iii. However, in respect of such of the cases (out of 9303 accounts under ToR) where units have represented that although the account was closed because loan was fully repaid but complete subsidy was not released, such cases shall be entertained for which TxC shall provide details of accounts to NABCONS to verify the claims, if not done already.
- iv. NABCONS mentioned that a few Lending Agencies do not cooperate in providing necessary documents despite their best efforts. The Chairman asked them to inform TxC of the same with specific details, who will write letters to CMDs of the respective banks in the first instance. In the event it does not bear result, the matter would be referred to the D/o Financial Services. The representative of the DFS assured to hold Video Conference with the specific banks to make available the requisite documents. Representatives of NABCONS and MOT may also join in this VC.
- v. NABCONS may furnish such completed cases of committed liabilities to TxC in batches instead of waiting for completion of assessment of all 9303 accounts.

3. The representative of the NABCONS wanted that the report of 100 cases completed by them should be first examined and accepted by the Textiles Commissioner then only they should move forward with other cases as they do not have the confidence about what they are doing is right or not. After due deliberation, it was felt that the NABCONS shall take out the types of cases where there is a difference of opinion and meet the TxC on 26th April, 2018 and resolve them. A minute of this meeting shall be issued immediately with the joint signature of both sides. In case they are unable to resolve some of them, it should be brought to the notice of the Chairman immediately so that it is resolved without any further delay. NABCONS will ensure that its report clearly and categorically establishes the eligibility and veracity of a claim under the guidelines of the respective schemes of TUFs with enough documentary proof.

The meeting ended with a vote of thanks to the Chair

List of Participants

1. Shri Anant Kumar Singh, Secretary(Textiles)-in Chair
2. Smt. PushpaSubrahmanyam, Special Secretary, M/o Textiles
3. Dr. Kavita Gupta, Textile Commissioner
4. Smt. Jaya Dubey, Joint Secretary (TUFS), M/o Textiles
5. Ms. Sindhu Pillai, Director, D/o Financial Services
6. Ms.Ira Gupta, GM, RBI
7. Shri Krishan Jindal, Advisor, NABCONS
8. Shri V. K. Sharma, Sr. Consultant, NABCONS
9. Dr. Subhransu Tripathy, NABCONS
10. Shri S. Mukheja, Sr. Consultant, NABCONS
11. Shri Narain Aggarwal, Chairman, SRTEPC
12. Shri K. Rangarajan, President, SISPA
13. Shri S. Balaraju, ED, SRTEPC
14. Shri Sanjay Jain, Chairman, CITI
15. Dr. S Sundar, SG, CITI
16. Shri K. Selvaraj, SG, SIMA