

(To be published in Part I Section 1 of the Gazette of India)

Government of India
Ministry of Textiles

New Delhi, the July, 2016

25th July 2016

RESOLUTION

No.6/18/2016-TUFS. The Amended Technology Upgradation Fund Scheme (ATUFS) has been notified vide Resolution No. 6/5/2015-TUFS dated 13.01.2016. The Guidelines of ATUFS have been issued vide Resolution No. 6/5/2015 – TUFS dated 29.02.2016. Financial and operational parameters and implementation mechanism for ATUFS during its implementation period from 13.01.2016 to 31.03.2022 are laid down in the said Guidelines.

2. The Union Cabinet under the Chairpersonship of the Prime Minister has now approved the **Scheme for Production and Employment Linked Support for Garmenting Units (SPELSGU) under ATUFS** to incentivise production and employment generation in the garmenting sector (ITC NSN Code Chapter 61, 62). The additional incentive of 10% will be provided to the garmenting units which would be availing the 15% Capital Investment Subsidy (CIS) under ATUFS for the installation of benchmarked eligible machinery. The cap on capital investment subsidy for the eligible machines in the garmenting units has therefore been enhanced from Rs. 30 crore which was the cap under ATUFS, to Rs. 50 crore vide this scheme. This additional subsidy of 10% will be on achievement of the projected production and employment generation, as stated by the unit in the Detailed Project Report (DPR).

3. The Scheme will come into effect from the date of the Resolution of ATUFS i.e. 13.01.2016 till 31.03.2019.

1. OBJECTIVE :

To boost employment generation in the textile sector, the Government would provide an additional 10% Capital Investment Subsidy (CIS) for garmenting units which have availed 15% CIS benefit under ATUFS based on the achievement of projected production and employment after a period of 3 years. The period of 3 years will be counted from the date of release of ATUFS subsidy to that unit.

2. GENERAL ELIGIBILITY CONDITIONS

The garmenting units (garment / apparel) who have availed 15% CIS under ATUFS and fulfill the achievement of the production and employment generation after three years period as given below are only eligible for additional 10% CIS under **SPELSGU** of ATUFS.

- (a) The production made during the last 3 years is equal to or more than the expected production as per DPR and norms under GR (Ratio as per DPR subject to minimum investment to turnover ratio of 1:3.5).
- (b) The employment generated during the last 3 years is equal to or more than the expected employment generation as per DPR and norms under GR (as per DPR subject to a minimum of the industry norm of 70 jobs per one crore rupees of investment).

3 NORMS FOR ELIGIBLE SUBSIDY

3.1 Every eligible garmenting units which has availed 15% benefit under ATUFS will be paid an additional 10% Capital Investment Subsidy (CIS) on the eligible investment upto an additional maximum cap of Rs. 20 crores. Thus, the total cap on subsidy for such a unit is enhanced under ATUFS from Rs. 30 crores to Rs. 50 crores (Rs. 30 crores for 15% CIS and Rs. 20 crores for additional 10% CIS respectively). This additional subsidy will be disbursed after a period of 3 years. This will be based on a verification mechanism linked to production volume, employment and turnover. The parameters for operationalizing the scheme will be as follows:

3.1.1 The production of the garmenting unit shall be in accordance with the ratio given in the DPR subject to minimum investment to turnover ratio of 1:3.5. In case of an existing garmenting unit, the production of the garmenting unit shall be in accordance with the ratio given in the DPR subject to minimum additional investment to additional turnover ratio of 1:3:5.

3.1.2 The employment generation shall be in accordance with the employment figures given in the DPR subject to a minimum of the industry norm of 70 jobs per one crore rupees of investment.

3.2 Under ATUFS, there is a Joint Inspection Team (JIT) mechanism for assessing and certifying the eligibility and eligible subsidy amount. The JIT verifies the machines installed under ATUFS. This mechanism will be utilised to assess the employment and production figures furnished by the units under Format -A.

4. BUDGET ALLOCATION

Funds for meeting additional CIS for Garmenting units will be provided for in the ATUFS budget in the respective years.


5. OPERATIONAL PARAMETERS

5.1 The applicants will upload the production and employment details alongwith their claim form and declaration as at Format-A for additional 10% CIS.

5.2 The JIT will verify the details and submit report in the format prescribed as at Format B to the Textile Commissioner through the i-ATUFS software.

5.3 After examining the report of JIT, the Textile Commissioner will submit claim through the i-ATUFS software to the Ministry of Textiles for release of eligible subsidy.

5.4 All other conditions including the implementation mechanism, the monitoring mechanism, the safeguards against misutilisation, the grievance redressal mechanism, the amendment of guidelines etc., continue to remain same as per guidelines of ATUFS to the extent applicable.


(Pushpa Subrahmanyam)

Additional Secretary to the Government of India

FORMAT - A

CLAIMS FORM FOR ADDITIONAL 10% CAPITAL INVESTMENT SUBSIDY UNDER SPELSGU of ATUFS

PART-I

1.	TUFS Reference Number									
2.	UID No. & date									
3.	Unit's company registration details or registration details with appropriate authority	Please upload a copy								
4.	Copy of recent electricity bill	Please upload a copy								
5.	Date of last JIT conducted for 15% CIS									
6.	Date of submission of request by the TUFS applicant	<i>(auto generated from system)</i>								
7.	Actual employment generated									
Actual employment generated after completion of this project (Level wise)										
Managerial		Supervisory	workers		Total		Persons covered under EPF scheme			
Men	Wome n	Men	Wome n	Men	Wome n	Men	Wome n	Men	Wome n	Total
Note: Supportive documents such as Muster Roll/ Employer's Contribution towards EPF Records etc have to be uploaded.										
8.	Actual production made									
Total After completion of this project										
No. of pieces						Turnover (in Rs.)				
Year 1	Year 2	Year 3	Year 1	Year 2	Year 3	Year 1	Year 2	Year 3	Year 1	Year 2
Note: Supportive documents such as, Sales Tax records/ excise records/audited annual accounts etc have to be uploaded.										

Certified that:

The information furnished in this format is true and correct and furnished based on the documentary evidences available with the unit, which may be verified by the designated officers at any time.

Place:

(Signature)

Date :

(Name and designation of the authorised signatory)

Note : Please affix seal/rubber stamp of the Company / Unit along with signature of the authorized signatory.

Fill in all the Items with specific details.

PART-II

Declaration to be furnished by the unit at the time of JIT
(On unit's letterhead)

1. It is certified that I/We -----has/have been pre-authorized and received 15% CIS under ATUFS for garmenting segment.
2. It is certified that I/We -----has/have also been pre-authorized for an amount of Rs.----- under SPELSGU of A-TUFS for 10% additional CIS for garmenting segment.
3. I/We _____ (Name of the beneficiary unit) hereby certify that no machinery or any part thereof, for which benefits are being claimed/taken under TUFS, has been funded more than once from this bank and any other banks/Lending Agencies/Financial Institutions. A copy of duly signed certificate (in specified format) is uploaded which will be produced to JIT in original at the time of claiming subsidy.
4. I / we hereby undertake that in case of any variation / deficiency found in achievement of expected production and employment generation as per DPR/norms under guidelines of the GR, during the verification of the documents, assets of the company/ unit, or at any later stage, the benefits availed under SPELSGU of A-TUFS will be returned to bank(s)/ Government with the applicable penal interest from the date of its receipt.
5. I/We -----undertake that the unit has been operational for the last three years from.

(Signature)

Name and Designation along with Seal

CERTIFICATION BY JOINT INSPECTION TEAM (JIT) ON ACHIEVEMENT OF EXPECTED PRODUCTION AND EMPLOYMENT GENERATION BY GARMENTING UNITS INTENDING TO AVAIL OF ADDITIONAL 10% CIS UNDER SPELSGU OF ATUFS

1. Date of Receipt of Unit's Application in.O/o.Tx.C:
2. UID No. Allotted by O/o.Tx.C:
3. Date of Inspection:

4	Name & Address of the unit inspected with pin code Taluka/Tahasil/Mandal: District: State: Pincode:																																					
	Phone No./Mobile No.																																					
	Fax No.																																					
	E-Mail ID																																					
	Unit PAN No.																																					
	SSI Reg./EM No. & Date																																					
	Name of Contact Person Contact No.:																																					
	Whether the unit found working on the address mentioned in the UID application.	Yes <input type="checkbox"/> No <input type="checkbox"/>																																				
5.	If not, then actual address of the unit. Taluka/Tahasil/Mandal: District: State: Pincode:																																					
6.	a) Whether details submitted in FORMAT A by the unit and certified by the bank are found correct or not	Yes <input type="checkbox"/> No <input type="checkbox"/>																																				
	b) If not please specify																																					
	c) Whether Declaration in FORMAT C1 is obtained from the unit and attached	Yes <input type="checkbox"/> No <input type="checkbox"/>																																				
7	a) The production made during the last 3 years.	<table border="1" style="width: 100%; border-collapse: collapse; text-align: center;"> <thead> <tr> <th colspan="6">Total After completion of this project</th> </tr> <tr> <th colspan="3">No. of pieces</th> <th colspan="3">Turnover (in Rs.)</th> </tr> <tr> <th>Year 1</th> <th>Year 2</th> <th>Year 3</th> <th>Year 1</th> <th>Year 2</th> <th>Year 3</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> <tr> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>	Total After completion of this project						No. of pieces			Turnover (in Rs.)			Year 1	Year 2	Year 3	Year 1	Year 2	Year 3																		
Total After completion of this project																																						
No. of pieces			Turnover (in Rs.)																																			
Year 1	Year 2	Year 3	Year 1	Year 2	Year 3																																	
	Note: The production figures will be tallied against the figures reflected in Sales Tax records/excise records/audited annual accounts to ascertain their correctness.																																					
	b) Whether the production made during the last 3 years are equal to or more than the expected production as per DPR and norms under GR (Ratio as per DPR subject to minimum investment to turnover ratio of 1:3.5) and confirmed from the documentary evidence	Yes <input type="checkbox"/> No <input type="checkbox"/>																																				
8.	a) Employment generated during the last 3 years.																																					

Actual employment generated after completion of this project (Level wise)										
Managerial		Supervisory		workers		Total		Persons covered under EPF scheme		
Men	Women	Men	Women	Men	Women	Men	Women	Men	Women	Total

Note: The employment numbers will be tallied against the members in the Employer's Contribution towards EPF Records to ascertain their correctness.

	b) Whether the employment generated during the last 3 years are equal to or more than the expected employment generation as per DPR and norms under GR (as per DPR subject to a minimum of the industry norm of 70 jobs per one crore Rupees of investment) and confirmed that they are covered under EPF	Yes <input type="checkbox"/>	No <input type="checkbox"/>
9.	a) The amount of additional 10% CIS under SPELSGU of ATUFS	Rs. _____	
	b) Whether the additional 10% CIS is within the CIS limit of Rs. 20 crores (including the additional 10% CIS availed if any earlier)	Yes <input type="checkbox"/>	No <input type="checkbox"/>
10.	Total cost of eligible machinery considered for 15% CIS under ATUFS	Rs. _____	
	Machines installed/commissioned under ATUFS (Machine details to be furnished as per given Annexure)	Additional 10% CIS	
	Whether JIT recommends for release of subsidy	Yes/ No	
	If yes, then eligible investment	Rs. _____	
	If No, reason thereof		
11.	Eligible subsidy amount under additional 10% CIS under SPELSGU of ATUFS	Rs. _____	

Signature of the Owner/
Authorized Person of the Unit with seal

(JIT signatures)