

**Minutes of the 47<sup>th</sup> meeting of the Internal Technical Committee under Amended  
Technology Up gradation Fund Scheme (ATUFS) held on 28.07.2022.**

The 47<sup>th</sup> meeting of the Internal Technical Committee (ITC) under Amended Technology Up-gradation Fund Scheme (ATUFS) was convened on 28-07-2022 from 11.30 A.M onwards, under the Chairmanship of Shri S.P.Verma, Additional Textile Commissioner in the conference hall of the Office of the Textile Commissioner, Mumbai. The list of participants is attached as Annexure-I. The agenda points, which were discussed and decisions taken thereof are as under:-

**Agenda Point No 1:**

**Verification and recommendation of proposals for enlistment of Machinery Manufacturers under ATUFS as per Para no. of 3.4 of Revised Resolution of ATUFS dated 02.08.2018 and subsequent order No. 6/5/2015-TUFS dated 06.08.2019.**

The list of 11 proposals (Abroad -03, Indigenous -02 {02 -Video Conference}, Authorized Agent -06) received from Textile Machine Manufacturers/Authorized Agents for enlistment under ATUFS, were scrutinized by the Internal Technical Committee. Out of the said 11 proposals, 9 proposals (Abroad-2, Indigenous- 1 and Authorized Agents-6) were recommended to the Textile Commissioner for her approval to upload the same on website of the Textile Commissioners Office (Attached herewith as Annexure-II). The one abroad manufacturer is deferred for clarification and one indigenous manufacturer is not recommended as the unit is not having sufficient infrastructure facilities.

**Agenda Point no. 2.: Cases forwarded by RO Ahmedabad**

**Sub Agenda Point No. 01:** RO Ahmedabad vide letter no. 17(21)/5124/2022/ATUFS/ROA/81 dated 11.07.2022 requested to place the manufacturing year issue where the commercial invoice is issued after manufacturing and during dispatch of the machine in respect to JIT report of M/s. Hari Enterprise, Surat under ATUFS(TUFS Ref. No. ATUFS/2019-20/1736).

1. The unit has purchased 02 Nos. of Rapier Looms from M/s. Shandong Rifa textile Machinery Co. Ltd; China vide Invoice No. RFHARI2001 dated 06.05.2020.
2. The date of Bill of Lading and Country of Origin Certificate is 12.05.2020.
3. However, the machine name plate indicates date as 2004.
4. Since the date of manufacturing as per name plate is indicated as 2004, a clarification was sought from the applicant unit.
5. The unit has submitted a clarification from the machine manufacturer certifying that the date mentioned on machine plate serial number 61248 & 61249 is 2004. In that in that 2004, 20 symbolizes the year and 04 depicts the month and it is not read as year 2004.  
( i.e. Year 2020, April month )

6. However, the date indicated on machine plate indicates 2004 and without any space or demarcation for year and month.
7. In this regard RO Ahmedabad submitted 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: The committee has scrutinized the documents forwarded by ATUFS and decided to verify the authenticity of the letter by sending an email to the manufacturer namely M/s. Shandong Rifa Textile Machinery Co. Ltd; China.**

**Sub Agenda Point No. 02:** RO Ahmedabad vide letter no. 17(21)/5104/2022/ATUFS/ROA/82 dated 11.07.2022 requested to place the manufacturing year issue where commercial invoice is issued prior dated before machine manufacturing and during dispatch of the machine in respect to JIT report of M/s. Maa Fashion, Surat under ATUFS.(TUFS Ref. No. ATUFS/2021-22/1510)

1. The unit has purchased 02 Nos. of Rapier Looms from M/s. Shandong Rifa Textile Machinery Co. Ltd; China vide Invoice No. RFMFN2101 dated 23.05.2021.
2. The date of Bill of Lading and Country of Origin Certificate is 17.06.2021.
3. However, the machine name plate indicates date as 21.06.
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 certifying that the manufacturing month on the machine name plate attached to the machine is after the issue date of the commercial invoice because after receiving the order. they have started the manufacturing of 62804 & 62805 number machines and allotted the serial number of it and after completion of manufacturing process of the machine, the same was dispatched to M/s. Maa Fashion with attaching the machine name plate by mentioning the allotted machine serial number and month and year of completion of manufacturing of the machine They have confirmed the month of manufacture of the machine is 06-2021.
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: The committee has scrutinized the documents forwarded by ATUFS and decided to verify the authenticity of the letter by sending an email to the manufacturer namely M/s. Shandong Rifa Textile Machinery Co. Ltd; China. Clarification may also be called for from the manufacturer as to how it is possible to issue commercial invoice for the goods/machine which was not ready for dispatch which is against the international norms & if they have done it, why their company should not be blacklisted under the scheme.**

**Agenda Point no. 3.: Cases forwarded by TUFs Cell**

**Sub Agenda Point No. 01:** 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 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:** 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.

**Sub Agenda Point No.02:** TUFSS Cell forwarded a note no.12 (3620)/JIT/ ATUFS/2022/TUFS/14 dated 02.06.2022 regarding ATUFS claim of M/s. G.M.Syntex Pvt. Ltd, Palghar. The unit purchased 1 no of Soft package precision winding machine (MC2-2) from M/s. SSM AG, Switzerland.

The model no mentioned in invoice as "XENO YW DIGICONE 2" where as in name plate it is mentioned as "XENO YW".

In this regard, RO Navi Mumbai has provided the clarification along with product catalogue as "XENO YW" is a model precision winding machine for all kinds of staple and filament yarns whereas "DIGICONE2" is one of the key feature of the machine winding algorithm enabling 10-20% increase of dye package density with unchanged dyeing recipes.

**Decision Taken:** The committee after going through the documents and the website of the manufacturer observed that the said machine of a higher version for which the manufacturer has a registered trademark and as such the committee recommended the case for release of subsidy if other ATUFS guidelines are met.

**Sub Agenda Point No.03:** TUFSS Cell forwarded a note no.12 (3597)/JIT/ ATUFS/2022/TUFS/146 dated 05.07.2022 regarding ATUFS claim of M/s. Tailors Creation India Pvt. Ltd ,Erode. The unit purchased 1 set of PLC Based Compacting Machine for Knitted fabrics (MC2-64) from M/s. SINTEC, Italy.

The model no mentioned in invoice as "TOPKNIT A-3 SUPERCOMPACT" where as in name plate it is mentioned as "A3-500". In the JIT report they mentioned both.

In this regard, the manufacturer submitted the clarification as due to space constraint the model no written in the machine name plate as "A3-500" which is the short form of "TOPKNIT A-3 SUPERCOMPACT"

**Decision Taken:** The committee after due diligence in the matter, decided to call for the Technical Literature / catalogue of the said machine and also clarification for the abbreviation "A3-500".

**Agenda Point No 04:**

ATUFS vide note dated 23.03.2022 forwarded JIT report in respect of M/s Stretchmax Industries, Surat .M/s Stretchmax Industries (Beneficiary Unit) purchased Narrow Width Shuttleless High Speed Automatic Needle Loom from M/s Shamots International; Surat (enlisted as manufacturer at Sr No-45 Annexure-IV). During JIT it has been noticed that machine plate consists another embossed logo as "KyangYhe". KyangYhe logo pertains to KyangYhe Delicate Machine Co. Ltd.- A Taiwan based company.

On clarification sought in this regard from the manufacturer, M/s Shamots International informed that these machines are manufactured by them in the brand of KyangYhe. M/s Shamots International also informed that KyangYhe Delicate Machine Co Ltd has permitted them to use

their brand in India (enclosed letter from KyangYhe), however they did not submit any legal document in this support.

Decision Taken in 39th ITC meeting held 24.03.2022: - The committee reviewed the documents submitted by the unit i.e. M/s Shamots International, which seems to be the authorized agent of M/s KyangYhe Delicate Machine Co Ltd. Since, only those units which are actually manufacturing benchmarked quality textile machinery are eligible for enlistment under ATUFS, hence the unit may be called to submit clarification to prove their credentials as machinery manufacturer of benchmarked technology with legal documentary proof.

Now M/s Shamots International has submitted below documents in order to prove the manufacturing activity,

- a)- Udyam Aadhar Certificate
- b)- Factory License
- c)- ISO Certificate Copy
- d)- License agreement with KY Kyang- Yhe
- e)- Photos of factories
- f)- Catalogue

Section note: From the license agreement it is noted that M/s Shamots International is an Assembler of machine from spare parts received from the KyangYhe, Taiwan.

Decision Taken in 44th ITC meeting held on 09.06.2022: After due deliberation in the matter the committee decided to call for details of the value addition and customization if any, made by M/s Shamots International on the Narrow Width Shuttle Less High-Speed Needle Looms imported in CKD form from Kyang Yhe, Taiwan.

Now M/s Shamots International vide their letter dated 05.07.2022 and 18.07.2022 submitted their representations for the query raised by this office vide letter dated 22.06.2022 and email dated 15.07.2022 respectively. The unit submission as follows,

- A. Jacquards - Manufactured by M/s. Innoweave, Surat and cost of the jacquard is 2 to 5 lakhs depending on number of hooks/machine size. The content of the local purchased jacquard in the final product is in the range of 50% to 75%.
- B. Rubber feeder - Manufactured by M/s. Intex, Valsad and cost of the rubber feeder is 20 thousand to 50 thousand depend on grade of attachment /size of the needle loom. The content of the local purchased rubber feeder in the final product is in the range of 10% to 15%.
- C. Double Weft Double Latch Device - Cost of the Double Weft Double Latch Device is 50 thousand to 80 thousand depend on number of heads per machine. The content of this item in the final product is in the range of 10% to 15%.

- D. Extension Box - Cost of the Extension Box is 50 thousand to 80 thousand depend on size of attachment /size of the needle loom. The content of this item in the final product is in the range of 10% to 15%.
- E. Light /Heavy Knurling Rollers - Manufactured by M/s. Intex, Valsad and cost of the light /heavy knurling roller is 10 thousand to 20 thousand depend on size of the needle loom. The content of this item in the final product is in the range of 10% to 15%.

In addition to above details the unit submitted the photo of plain needle looms without attachment and after attachment done by M/s Shamots International. Sample of tapes produced by plain needle looms and designed tapes produced with attachments done by M/s Shamots International.

**Decision Taken:** The committee noted that the unit themselves have given in writing that they are not manufacturing the machinery or any of its attachments; they are only assembling the machine. As such the committee has not recommended release of subsidy in the instant case and also recommended for delisting the machinery manufacture from the Indicative List of Machinery Manufacturers under ATUFS.

**Additional Agenda Point No 01:** Case of M/s Global Impex, M/s Itochu and M/s Toyota

The matter was discussed in 23<sup>rd</sup> TAMC meeting held on 30.08.2021 vide Agenda No. 26(d) and it was decided to refer the case to TMB section to align the specific enlistment of the manufacturer viz. M/s Toyota (Annexure-III Sr No-405), M/s Itochu Systech (Annexure-III Sr No-72) and M/s Global Impex Limited (Annexure-III Sr No-115)

Subsequently TMB section has placed the matter in front of 28<sup>th</sup> ITC meeting held on 12.10.2021 vide Agenda No. 9 (2).

**Decision Taken in 28<sup>th</sup> ITC meeting:** The Committee is of the opinion that the Invoice raised between the sub-agent and the beneficiary unit may be called, and establish the proper Channel of sale.

As per ITC Decision, ATUFS section of Head Office units has been asked to submit particular invoice copies which are mentioned in Certificate of Origin (COO).

RO Mumbai vide letter ref no- 3(658)/2020/ATUFS/ ROM/Policy/Vol.V/2017 dated 25.01.2022 and Email received from ATUFS regarding JIT Report in respect M/s. Dhvani Exim, Surat TUFS ref. no. ATUFS/2016-17/284 of RO- Ahmedabad.

**Reply for case details presented by RO Navi Mumbai:**

The RO has forwarded reply from the authorized agent M/s. Itochu SysTech Corporation, Japan with declaration. As per declaration by the machine manufacturer i.e. M/s Toyota Industries Corporation Japan and his authorized agent i.e. M/s Itochu SysTech Corporation, Japan that the Invoice No. mentioned in the Certificate of Origin (COO) have been issued by the authorized

agent i.e. M/s Itochu SysTech Corporation, Japan and the machines are supplied to the beneficiaries through their marketing channel M/s Global Impex Limited.

Further it is also informed by the authorized agent i.e. M/s Itochu SysTech Corporation; Japan that as the machines are not supplied to the beneficiary units directly, therefore, it is against their business policies and trade secrets to provide the copy of the said invoices.

Reply for case details presented by RO Ahmedabad:

Similarly, the RO received reply from the M/s Global Impex Limited, and accordingly the machines are not directly supplied to beneficiary units by M/s Itochu therefore it is against their business policies and trade secrets to provide the copy of said invoices.

Further they informed that the invoice no. mentioned in COO is invoice no raised by M/s. Itochu SysTech Corporation, Japan to M/s Global Impex Limited. Also, they mentioned 3 % commission between them.

Section Note: As per available MOU in this office records, there is no commission percentage mentioned between M/s. Itochu SysTech Corporation, Japan to M/s Global Impex Limited, however as per declaration letter shared by RO- Ahmadabad- 3% commission is mentioned.

Decision taken in 37<sup>th</sup> ITC dated 24.02.2022: The committee opined that Authorized agent i.e. M/s Itochu may be asked to submit invoices or justification alongwith copy of legal binding for non-submission of invoices. Additionally, a clarification may be asked from M/s Itochu on difference in commission mentioned in the original MOU, wherein no commission is indicated for selling machines through their sub-agent viz. M/s. Global Impex, whereas their sub-agent M/s Global Impex has now stated that they are getting 3% commission, which is contradictory to MOU submitted by them.

As per decision, this office vide e-mail dated 07.03.2022 requested to RO Navi Mumbai for necessary action in regards to collect the clarification on both the points. The reply from unit is awaited.

Decision taken in 38<sup>th</sup> ITC dated 10.03.2022: Since, the reply from the M/s. Itochu SysTech Corporation, Japan is still awaited, hence, the Committee is in the opinion that the matter maybe deferred until the receipt of reply from the M/s. Itochu.

Section Note:

This office vide Letter no. 12(7)/ATUFS/Machinery/2017/I-16/05 dated 4.05.2022 requested M/s. Itochu Systech Corporation either to submit invoice copies of respective claims or proper justification alongwith legal binding document for non-submission of the same.

In addition, clarification on commission percentage as mentioned in declaration submitted by M/s. Global Impex is varying 2% to 3% whereas no commission is mentioned in the MOU submitted in this office during enlistment. Ro Ahmedabad was also approached for getting reply from M/s. Itochu Systech Corporation vide email dated 18.05.2022, 23.06.2022 and 30.06.2022. M/s. Itochu was again reminded through email dated 06.07.2022 for the clarification.

The clarification/reply from M/s. Itochu is yet awaited from all the channels.

**Decision Taken in 46<sup>th</sup> ITC held on 19.07.2022 :** The committee opined that M/s Itochu Systech, Japan may be called to submit their representation on queries raised by the ITC within 21 days from the date of reminder letter. Accordingly the case will be decided on merit in future ITC, hence deferred.

Now M/s. Itochu replied vide email dated 27.07.2022 for the query raised by this office on 22.07.2022 declared that that there is no commission involved from M/s. Itochu SysTech Corporation to M/s. Global Impex Ltd and as per their business policy they are not disclosing any shipping related documents between them to third party.

**Decision Taken:** The Committee directed ATUFS Cell to provide the comparison data, machine wise / specification wise for the Toyota looms purchased directly from M/s. Itochu SysTech Corporation and purchased through their agent M/s. Global Impex Ltd, in order to arrive at conclusion.

\*\*\*The meeting ended with a vote of thanks to the chair\*\*\*

## List of Video Conference of Machine Manufacturers placed before 47th Internal Technical Committee

Sr. No.	File no.	Name of the unit	Indigenous	Certificate of incorporation	Udyog Aadhar	Undertaking	Valid I.S.O figure	Eligible Textile Machine covered under which annexure of ATUFS	ISO Verification	In which ITC referred to call for Representation	Technical Committee Decision
1	R-68	M/s. Reva Tech GF, Block No.124 & 125, Sub Plot No.3&4, Brahmani Industrial, Prakash Cinema Lane, Near Tapi Food, Pipodara GIDC, Surat -394 110, Gujarat	Indigenous	-	Udyam Certificate	Yes	Yes	MC-1-a-7, MC-1-a-16	Verified	ATUFS Section confirmed the UID details submitted by machinery manufacturer	Recommended
2	B-62	M/s. Beekey Corporation Plot No.332, Near New Himson Ceramics GIDC Pandesar, Surat -394 221, Gujarat	Indigenous	-	Udyam Certificate	Yes	Yes	MC-2-21, MC-2-59, MC-2-61	Verified	ATUFS Section confirmed the UID details submitted by machinery manufacturer	Unit not having sufficient infrastructure facilities.Hence not recommended

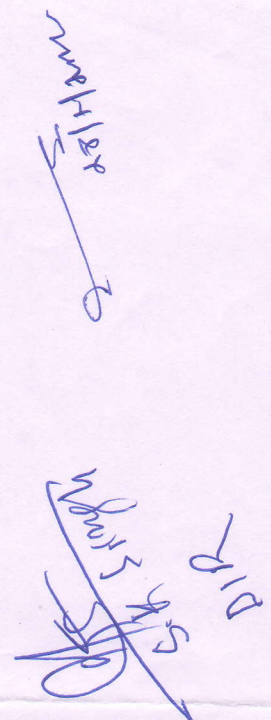
*N. K. Singh*  
28/01/17  
S. K. Singh  
D. 17

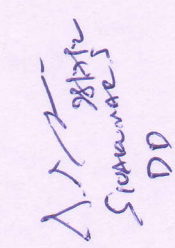
*Nee*  
NIK Singh  
Assistant Director

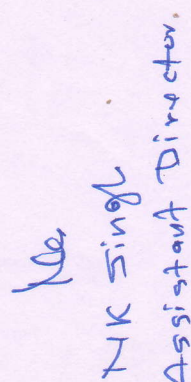
*N. K. Singh*  
28/01/17

## List of Machine Manufacturers placed before 47th Internal Technical Committee

Sl. no.	File no.	Name of the unit	Abroad	Embassy Certificate	BUSINESS LICENCE	Undertaking	Valid I.S.O/C declaration	Sales figure	Eligible Textile Machine covered under which annexure of ATUFS	ISO Verification	Whether as per direction of 18th TAMC, i.e., Embassy Certificate was routed through MoFA of concern country?	Remark	Technical Committee Decision	
1	I-40	M/s. Impianti Tessili Alea S.R.L., Italy	Abroad	Yes	Yes	Yes	CE	Yes	MC-2-29	CE	Yes	The Consulate General of India Milan, has issued the certificate as applicant unit as a textile machinery manufacturer. The 18th TAMC has decided to consider such documents.	ATUFS Section confirmed the UID details submitted by machinery manufacturer	Recommended
2	S-244	M/s. Shine Kon Enterprise Co, Ltd., Taiwan	Abroad	Yes	Yes	Yes	Yes	Yes	MC-3-e-9, MC-3-w-16, MC-2-77, MC-3-h-22	Verified	Yes	The Indian Taipei Association, has issued the certificate as applicant unit as a textile machinery manufacturer.	ATUFS Section confirmed the UID details submitted by machinery manufacturer	Deferred to next meeting
3	N-1	M/s. N. V. Bonas Textile Machinery, Belgium	Abroad	Yes	Yes	Yes	Yes	Yes	MC-1-A-7, MC-3-h-17	Verified	Yes	Unit already enlisted at Sr.No.07 in Annexure-III, Now the applied for additional machinery		Recommended


  
 NK Singh  
 Assistant Director  
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 Assistant Director  
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 Assistant Director  
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List Agents for Machine Manufacturers placed before 47th Internal Technical Committee

Sl no.	File no.	Name of the authorized agent and its Parent machine manufacturer	Indigenous/ Abroad	MoU for Subsidiary unit /Authorized Agent with % of commission	Remark	Technical Committee Decision
1	Z-42	M/s. Jiangshan Stark Import And Export Co, Ltd., China (Auth. Agent of M/s. Zhejiang Xinhui Textile Machinery Co, Ltd., China)	Abroad	Yes 1%	Parent unit enlisted at Sr.No.61 in Annexure-V	Recommended
2	N-26	M/s. IIGM Pvt, Ltd., New Delhi (Auth. Agent of M/s. Ngai Shing Development Limited, Hong Kong. M/s. Ngai Shing Machine (Shenzhen) Co, Ltd., China)	Indigenous	Yes 5%	Parent unit enlisted at Sr.No.480 in Annexure-III	Recommended
3	N-27	M/s. Om Satya Exim Pvt, Ltd., Surat (Auth. Agent of M/s. Ningbo Cixing Co, Ltd., China)	Indigenous	Yes 2%	Parent unit enlisted at Sr.No.379 in Annexure-III	Recommended
4	J-69	M/s. Xiamen Sintelli Machinery Industrial Co, Ltd., China (Auth. Agent of M/s. Jinjiang Xinda Precision Machinery Co, Ltd., China)	Abroad	Yes 1% To 10%	Parent unit enlisted at Sr.No.348 in Annexure-III	Recommended
5	Z-8	M/s. Ashoka Enterprise, Surat, Gujarat. (Auth. Agent of Zhejiang Wanli Textile Machinery Co, Ltd., China)	Indigenous	Yes 2%	Parent unit enlisted at Sr.No.153 in Annexure-III	Recommended
6	Z-8	M/s. Meet Enterprise, Surat, Gujarat. (Auth. Agent of Zhejiang Wanli Textile Machinery Co, Ltd., China)	Indigenous	Yes 2%	Parent unit enlisted at Sr.No.153 in Annexure-III	Recommended

NK Singh  
 Assistant Director  
 28/12/2011  
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