

Minutes of the 35th meeting of the Internal Technical Committee under Amended Technology Up gradation Fund Scheme (ATUFS) held on 27.01.2022

The 35th meeting of the Internal Technical Committee (ITC) under Amended Technology Up gradation Fund Scheme (ATUFS) was convened on 27.01.2022 from 11.30 A.M onwards, under the Chairmanship of Shri V.K.Kohli, Joint Textile Commissioner (T) 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 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 7 proposals (Abroad - 1, Indigenous – 3 {3-Video Conference}, Authorized Agent - 3) received from Textile Machine Manufacturers/Authorized Agents for enlistment under ATUFS, were scrutinized by the Internal Technical Committee. Out of the said 7 proposals, 5 proposals (Abroad- 1, Indigenous- 3 {3-Video Conference} and 1 Authorized Agent) 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). In case of two authorized agent it was decided to defer the matter for TAMC decision on raising of Invoice by Indian Authorized Agents for Machines manufactured by Foreign Manufacturers.

Agenda Point No. 2: Cases forwarded by ATUFS Cell

1. 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 self certify the COO. For new machines, a certificate of origin issued by the German Chamber of Industry and Commerce can be issued if required.

The 24th 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: 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.

2. TUFs Cell has vide Note dt. 04/01/2022 forwarded the case of M/s. Shrishti Apparels who has purchased Textile manufacturing machines from M/s. Tubular Textile Mahnery Inc. USA. The certificates of origin for the said machines were issued by the Manufacturer himself. The Manufacture has submitted certain documents in respect of the Rule position / policy of the exporting country with regard to COO. Accordingly as decided in the 24th TAMC the matter is placed before the Internal Technical Committee for a decision in the matter.

Decision Taken: After discussion in the matter the committee decided that the manufacturer may either get a certificate from the Indo American trade chamber of the respective country or get the COO countersigned by them or any other competent authority. The said recommendation of ITC may be forward to TAMC for its concurrence.

3. TUFs Cell has vide Note dt. 24/01/2022 forwarded the representation of M/s. Autotech Non-Wovens Pvt. Ltd., who has purchased 4 machines from M/s. Yamuna Machine Works Limited, Vapi. All the four machines were purchased by the unit in 2016. The name plates are found attached with the machine, mentioning the model, machine serial

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number and year of manufacture with marker pen in contradiction of the extant guidelines. Out of the four machines, on three machines the details such as name of machine manufacturer, machine serial number and manufacturing year is shown on the PLC screens while starting the machine.

As per M/s. Autotech Non-Wovens Pvt. Ltd., they have complied with the guidelines applicable at the time of purchase of their machine i.e. the stipulation at para 6.4 step -3, installation of machinery, sub-para No. 6.4.2 of ATUFS guidelines published vide GR dated 29th February, 2016. The make, month/year or manufacture, name of the manufacturer, and serial number of the machinery are clearly indicated on the machine(s) and the 'Machinery Identification Code' (MIC) have also been inscribed on the machine. The extant guidelines related to the name plate have been taken after the 14th TAMC meeting held on 25th September, 2019 only whereas their procurement was effected in 2016.

R.O. Ahmedabad while considering on the spot observations, the then guidelines and other details as submitted by the unit, have recommended the case for release of subsidy, subject to fulfilment of other provisions of the guidelines.

Decision Taken: The committee opined that as this is a policy matter it may be taken up in the forthcoming TAMC meeting for further discussion in the matter.

4. TUFS Cell has vide Note dt. 24/01/2022 forwarded the case of a unit who has purchased an Indigo Dyeing Range machine from M/s. Jupiter Comtex Pvt. Ltd. During scrutiny of the claim it is observed that the per unit cost of the Indigo Dyeing Range machine with sizing plant (Model No. JO1100) seems to be much higher than the machines of same model purchased by other units during the same period. The per unit cost of machines sold to other ATUFS claimant is in the range of Rs. 4.38 crore to Rs. 7.25 crore, whereas this unit has purchased the same machines at the cost of Rs. 11.08 crore to Rs. 12.93 crore which is more than 50% higher for the same machine model with sheet dyeing feature. The machinery manufacturer has submitted clarification that "all the machines are being manufactured as per the required application of the customers. It is a tailor made machine. Model number may be same but features may be different from machine to machine. There are many features which may not be included to every customer but we offer as an

option. Particularly machine supplied to this unit is fully loaded with features like magazine creel, steamer, automation for dosing system, quick oxidation etc. and also the useful working width is more. So due to these additional features machine cost is higher than other customers”.

Decision Taken: For the same machine, model number a price variation of more than 50% is noticed, which is not justifiable merely based on installation of some additional features, as declared by the machine manufacturer. As such the committee decided to call for the per unit rate of the additional 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.

5. TUFs Cell has vide Note dt. 30/12/2021 forwarded the case of a unit who has purchased a PLC controlled Multi Chamber / Multi layer Stenter from M/s. Monforts Fong's Textile Machinery (Macao Commercial Offshore) Co. Ltd., China. The complete name of the machine manufacturers is not written on machine name plate, but matching logo is appearing in both the Invoice as well as name plate. The Machinery Supplier has confirmed that they always imprint the company logo in the name plate of the Multi Chamber / Multi layer Stenter and not their complete company name.

Decision Taken: The committee has gone through the documents submitted by the OIC RO Navi Mumbai. It has observed that brand logo indicated on the invoice and on the machine name plate is matching. The Committee is of the opinion that the case can be recommended for release of subsidy provided all other conditions are met by the unit.

Agenda Point No. 3: Case forwarded by Regional Office of the Textile Commissioner, Navi Mumbai.

R.O.Navi Mumbai have vide letter dt. 19/1/2022 informed that during the JIT of M/s. Shrijee Lifestyle Pvt. Ltd., it was observed that the machine serial number is not engraved / punched in the machine plate and it is a label. However, the unit has submitted a certificate from the machine



manufacturer i.e. M/s. Konica Minolta INC confirming that the name plates showing the model number of machine is properly affixed on the machine board. They have also mentioned that the body cover of the machine is very sleek; hence it is the general practice to affix a separate name plate showing the model number of the machine instead of engraving the same on it.

Decision Taken : After due deliberation in the matter the committee decided to ask for clarification from the unit as to whether the machine number is clearly located in any other part of the machine and whether the machine can be identified in any other way apart from the label mentioning the machine serial number.

Agenda Point No. 4: Cases forwarded by Regional Office of the Textile Commissioner, Kolkata.

1. R.O. Kolkata have vide letter dt. 28/12/2021 informed that the circular knitting machine supplied to M/s. Lux Industries Ltd by M/s. United Texmac Pte. Ltd., Singapore and the flatbed machine supplied by M/s. Pegasus Sewing Machine Pte Ltd., Singapore is having the logo of the machinery manufacturers on the name plate and the respective commercial invoices instead of name of the respective machine manufacturer.

Decision Taken: The committee decided to defer the matter, considering that it should be mandatory to have the manufacturer's name on the machine plate.

2. R.O. Kolkata have vide letter dt. 03/01/2022 forwarded the case of M/s. Lux Industries Ltd who has purchased high speed circular knitting machines from M/s. United Texmac Pte. Ltd., Singapore. The certificate of origin for the said machines were issued by the Manufacturer himself. The Manufacturer has further clarified that "The Certificate of Origin issued by the beneficiary issued by (United Texmac Pte Ltd). This shipment are dated 13/10/2019. Chamber Singapore not allowed to apply the CO, which the shipment have shipped after 3 months, so we are unable to re-issued the chamber CO"



Decision Taken: After discussion in the matter the committee decided that the manufacturer may get the COO countersigned by the Singapore Chamber of Commerce or any other competent authority. The said recommendation of ITC may be forwarded to TAMC for its concurrence.

Additional Agenda Point No. 1: Case forwarded by Regional Office of the Textile Commissioner, Navi Mumbai.

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 units 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'
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 TAMC meetings 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.

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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: After going through the documents submitted by the unit the committee decided that the unit should get the COO countersigned by the Osaka Chamber Of Commerce. The said recommendation of ITC may be forwarded to TAMC for its concurrence.

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List of Machine Manufacturers placed before 35th Internal Technical Committee														
Sl. no.	File no.	Name of the unit	Abroad	Embassy Certificate	BUSINESS LICENCE	Undertaking	Valid I.S.O/C E self 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	F-53	M.s. Fabro Makina Sanayi Ve Ticaret Anonim Sirketi., Turkey	Abroad	Yes	Yes	Yes	CE	Yes	MC-4-113 (Computerised Multi Head Printing Machine for garment and garment panels)	CE	Yes	The Consulate General in Mumbai has issued the certificate as applicant unit as a textile machinery manufacturer. The 18th TAMC has decided to consider such documents.	All documents are in line. Hence, it may be considered	Recommended

NK Singh
Assistant Director

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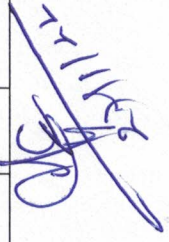
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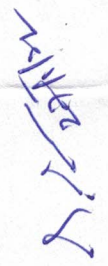
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List of Video Conference of Machine Manufacturers placed before 35th Internal Technical Committee													
Sr. No.	File no.	Name of the unit	Indigenous	Certificate of incorporation	Udyog Aadhar	Ack from DIC	Undertaking	Valid I.S.O	Sales figure	Eligible Textile Machine covered under which annexure of ATUFS	ISO Verification	In which ITC referred to call for Representation	Technical Committee Decision
1	D-32	M/s Dye-Fab Pressure Technology. G/117, RIICO Growth Center, Hamirgargh, Bhilwara-311001	Indigenous	—	Udyam Certificate	—	Yes	Yes	Yes	MC-2-7, MC-2-42	Verified	Earlier it was not recommended as "Manufacturer doesn't have High End Automatic Machinery & Machines were not present as per Technical Literature submitted" based on the physical verification report submitted by RO Noida. Now, Unit has again approached to enlist as a fresh applicant. ITC may be review the case via video conferencing.	Recommended
2	R-52	M/s. Ramsons Engineering Co. 4237, Road No.42, G.I.D.C. Sachin, Surat, Gujarat - 394 230	Indigenous	—	Udyam Certificate	—	Yes	Yes	Yes	MC-2-47, MC-2-54, MC-2-(A)-10, MC-2-8	Verified	All documents are in line. Hence, it may be considered	Recommended
3	S-232	M/s. Shree Shiv Shakti Engineering. Plot No. C/29 GR. Floor Laxminarayan Industrial Estate, Udhna, Surat - 394 210	Indigenous	—	Udyam Certificate	—	Yes	Yes	Yes	MC-1-A-7	Verified	All documents are in line. Hence, it may be considered	Recommended

Neeraj K Singh
Assistant Director

Sachin Kumar
27/01/2022


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List Agents for Machine Manufacturers placed before 35th 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	O-26	M/s. Cosma Technology Pte, Ltd., Singapore (Auth. Agent of M/s. Ozbilim Tekstil Makinalari Sanayi Ticaret Limited Sirketi, Turkey)	Abroad	Yes 2%	Parent unit enlisted at Sr.No.492 Annexure-III	Recommended
2	B-39	M/s. Sakho Enterprises, Bangalore (Auth. Agent of M/s. Bukangs, Korea)	Indigenous	Yes 5% to 10%	Parent unit enlisted at Sr.No.464 Annexure-III	Awaiting TAMC decision regarding indigenous agents raising invoice with GST for foreign manufacturers
3	A-131	M/s. Indiana Acids & Chemicals P Ltd., Ludhiana, Punjab (Auth. Agent of M/s. Audaces Europe S.R.L. Italy)	Indigenous	Yes 4%	Parent unit enlisted at Sr.No.448 Annexure-III	Awaiting TAMC decision regarding indigenous agents raising invoice with GST for foreign manufacturers

K.K. Singh
Assistant Director

Sachin Kumar
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