

Guidelines for submission of proposals for grant of capital Subsidy to the Self Financed Textile Projects under State Textile Policy 2011-17

Government of Maharashtra

Department of Co-operation, Marketing and Textile
Government Circular No. : Policy 2015/C.R. 151/Text-5
Mantralaya , Mumbai 400 032

Dated 18 December, 2015

Read- Government Resolution of even no. Department of Co-operation, Marketing and Textile ,dated 02/12/2015

Introduction -The Government has accorded its approval for Grant of capital Subsidy to self-financed Textile Projects under State Textile Policy vide GR under reference. In para 7 of the said Government Resolution it is mentioned that Guidelines for submission of proposals for financial assistance by self-financed textile projects under State textile Policy 2011-17 are being issued separately. Accordingly issuance of the following Guidelines was under consideration of the Government:

Government Circular :-

For submission of proposals for Capital Subsidy as per the Government Resolution under reference ,following guidelines are issued:-

1. Appraisal Report –

The textile unit shall obtain appraisal Report of Self Financed Textile Projects from SICOM or Nationalized Banks. The appraisal report shall consist of following things-

1) The Project cost (value of Land, Building, Machinery and other things) 2) Source of the project finance. 3) Project complies the criteria laid down by Central Government sponsored TUF Scheme and the Machinery are according to TUF criteria. 4) Eligible amount (The value of Machinery in the project as per TUF criterion.)

2. Application-

SICOM or the concerned Nationalized bank shall apply to Co-operation, marketing and Textile Department for permanent Login ID and

password to fill Form –A(Annexure-1) on the website <http://mahatextile.maharashtra.gov.in> for eligibility of the Self Financed Textile Projects.

After procuring the Login ID and password, SICOM or the concerned Nationalized bank shall fill Form–A(Annexure-1) on the website <http://mahatextile.maharashtra.gov.in> and shall submit following papers to the Director of Textiles M.S. Nagpur along with Form A(Annexure-1) .

- 1) Project appraisal Report
- 2) Certificate that machinery of the project comply with TUFS criteria
- 3) Certificate for eligible amount (valuation of Machinery as per TUFS criterion)

3. Proposal by Directorate of Textiles -

Directorate of Textiles shall verify that Self Financed Textile Project has placed purchase orders for machinery after the issuance of Government Resolution No. : Policy 2015/C.R. 151/Text-5 dated 2/12/2015 and shall submit the proposal with form-A and the following documents to the Government:

- 1) Certificate that the Self Financed Textile Project has placed purchase orders for entire machinery after the issuance of Government Resolution No. : Policy 2015/C.R. 151/Text-5 dated 2/12/2015.
- 2) Project appraisal Report.
- 3) Certificate that machinery of the appraised project is as per TUFS criteria
- 4) Certificate of eligible amount of appraised project. (value of Machinery as per TUFS criteria)

Before submitting proposals to Governmet,the Directorate of Textile shall obtain and verify the following documents from the units:

- a. Self declaration from units on plain paper that purchase orders for entire machinery for the project have been placed after the Government Resolution dt. 2/12/2015.
- b. Certificate from Chartered Accountant that the purchase orders for entire machinery for the project is placed after the Government Resolution dt. 2/12/2015.
- c. Copies of machinery purchase orders

4. Eligibility of Project and eligible amount:

Proposals received from Directorate of Textile will be placed before the Committee formed under the Chairmanship of Secretary/Principal Secretary (Textiles) by the GR No. Policy-2012/C.R.257/TEX-2 dt 21/2/2014. Government will get the Project reassessed if need be.

After approval of the committee to the eligibility and the eligible amount for capital subsidy, the Government will inform the unit about its eligibility under the scheme and will provide login id and the password to the units in order to enable them to submit online application for approval of capital subsidy in Form C (Annexure-2).

5. Approval of Capital Subsidy:

The project on commissioning of the production shall submit online form Form C (Annexure-2).along with hard copy to Directorate of Textile for release of capital subsidy.

The Directorate of Textile shall submit form C online to Government and will submit 1) Documentary evidence that entire machinery has been received at the project site –delivery challan, 2) certificate from Chartered Accountant that the entire amount of machinery has been paid, 3) certificate that the project has been commissioned in first year and in subsequent years will submit the certificate to show that the plant is under production.

- 1) The Directorate of Textile, in first year, in order to verify that the production has been commissioned, shall obtain and check the following documents from the units.
 - a. Documentary evidence that entire machinery has been received at the project site –delivery challan,
 - b. certificate from Chartered Accountant that the entire amount of machinery has been paid,
 - c. Self declaration from units on plain paper that the project has been commissioned
 - d. Papers relating to sanction of power and power connection to the project

- e. Electricity bills of the projects
- f. First raw material purchase bill
- g. First sale bill of the product produced in the project
- h. Excise register in respect of excisable product produced
- i. Inspection report of inspection , if any, conducted by Directorate of Textile

2) In order to verify that the production is continuing in subsequent years, the Directorate of Textile, shall obtain and check the following documents from the units.

- a. Declaration from units on plain paper that the production is continuing.
- b. Electricity bills of the projects
- c. Excise register in respect of excisable product produced
- d. Inspection report of inspection ,if any, conducted by Directorate of Textile

The proposals received from Directorate of textiles shall be placed before the committee formed under the Chairmanship of Secretary/Principal Secretary (Textile), vide Govt Resolution dt 21/2/2014 for its approval. Orders for release of capital subsidy shall be issued on approval of the proposal by the committee.

- 6. Necessary modifications in the Guidelines will be made as and when required.
- 7. This Government Circular is digitally signed and is made available on the website www.maharashtra.gov.in under code no 201512181242498402

By order and in the name of the Governor of Maharashtra.

Sd/-
(D A Kulkarni)
Deputy Secretary to Government of Maharashtra

Annexure- 1

Form A

(To be filled by Self- Financed projects)

Sr.no.	Particulars	Information
1	Appraisal Agency	Nationalise bank/SICOM (Drop down list of banks will appear)
2	UID no.	Generated by Site
3	Date of Appraisal of unit	
4	Date of machinery purchase order	
5	No.& Date of State Govt sanction letter	
6	Unit name	
7	PAN no.	
8	Address	
9	State	
10	Taluka	
11	District	
12	Contact No.	Landline- Mobile-
13	Name of the contact person	
14	Email id	
15	Segment	
16	Production Capacity of unit on the date of submitting proposal	Check box
17	Project Cost (Rs.in lakh)	
18	Employment Potential	
19	Eligible amount (Rs.in lakh)	
20	Applicable Rate of capital subsidy	
21	Total Amount of Capital subsidy payable in seven years	
22	Bank account details	A/c no.— Bank name- Name of the branch- IFSC code-

Annexure- 2

(Form - C)

Application for capital subsidy to self-financed projects

Select UID no -

1.	UID number	
2.	Name and Location of unit	
3.	Address of unit	
4.	Project cost(Rs.in lakh)	
5.	Date of machinery purchase order	
6.	Date of commencement of production	
7.	Eligible amount for capital subsidy as decided by Appraisal Agency(Rs.in lakh)	
8.	Total amount of capital subsidy due under G.O.M. scheme in 7 annual instalments	amount will be automatically calculated based on information filled in form A.(Segment & location)
9.	Instalment start year	will be linked to column no.6
10.	Amount of capital subsidy (To be filled by Director of textile only)	
11.	1 st instalment (Rs.in lakh)	
12.	2 nd instalment (Rs.in lakh)	
13.	3 rd instalment (Rs.in lakh)	
14.	4 th instalment (Rs.in lakh)	
15.	5 th instalment (Rs.in lakh)	
16.	6 th instalment (Rs.in lakh)	
17.	7 th instalment (Rs.in lakh)	
18.	Amount of capital subsidy sanction by the committee (Rs. in Lakhs) (To be filled by Desk officer of Textile dept after approval of the committee)	
19.	Amount of capital subsidy released by the government (Rs. in lakhs) (To be filled by Desk officer of Textile dept.)	
20.	No. and Date of G.R.	
21.	Date of amount credited to the bank account of unit (To be filled by Desk officer of Textile dept.)	