

भारत सरकार वस्त्र मंत्रालय पटसन आयुक्त का कार्यालय सी. जी. ओ. कॉम्प्लेक्स, तृतीय एम. एस. ओ. भवन, ई एवं एफ विंग, चतुर्थ तल, डी एफ ब्लॉक, सेक्टर-I, सॉल्टलेक, कोलकाता-700 064.



Government of India Ministry of Textiles Office of the Jute Commissioner 3<sup>rd</sup> MSO Building, CGO Complex, DF-Block, E & F Wing, 4<sup>th</sup> Floor, Sector-I, Salt Lake City, Kolkata – 700 064.

No. Jute (T)-6/1/246/16-II

Dated May 12 5 2017

To
The Secretary, NJB
3A & 3B Park Plaza
71, Park Street, Kolkata – 700 016

Kind Attn. – Sh. M. Datta – Asst. Director, NJB Subject **Approved** Minutes of the Technical Committee under the ISAPM – Regarding.

महोदय,

Please find enclosed the Minutes of the 9<sup>th</sup> Meeting of the Technical Committee under the Incentive Scheme on Acquisition of Plants & Machinery (ISAPM) held on 06.04.2017 in this office, as approved by the Dy. Jute Commissioner.

This is for your kind information and necessary action.

भवदीय,

(P. K. Biswas)

Asst. Director (Tech.)



# MINUTES OF THE 9<sup>TH</sup>MEETING OF THE TECHNICAL COMMITTEE UNDER THE INCENTIVE SCHEME ON ACQUISITION OF PLANTS & MACHINERY (ISAPM)

Venue: O/othe JuteCommissioner, Kolkata. Date and Time: 12:30PM, 06<sup>th</sup>April, 2017.

Attendees: Annexure I.

The meeting was held under the Chairmanship of the Deputy Jute Commissioner. The Secretary, NJB welcomed the members. Thereafter the agenda items were taken up for discussion.

#### Agenda 1: Status of ISAPM Scheme

Status of Own Source cases as on 05.04.2017 was placed before the Committee.

Sl. No.		Description		No. of cases
	Ready for inspection			0
	Claim received and under proces	ss at NJB, after Inspection		6
	Claim received and under process at NJB before inspection		7	
	Waiting for Claim -IPA issued,			4
	Settled Claim -			
	Disbursed in 2013-2014		Nil	
	Disbursed in 2014-2015	Amount - Rs.205.25 lakhs -	14 cases	59
	Disbursed in 2015-2016	Amount - Rs.338.65 lakhs -	20 cases	
	Disbursed in 2016-2017	Amount - Rs.476.77 lakhs -	25 cases	
	Special Case			1
	Cancelled/ Rejected -			17
	Under process at IJIRA for TA	R		6
)	Under revised procedure (LOI/0			52
		Total		152



Status of Bank Finance cases as on 05.04.2017 was placed before the Committee.

Sl. No		Description		No. of cases
1	Ready For Inspection			0
2	Claim received and under process at NJB, after Inspection -		6	
	Settled Claim -			
	Disbursed in 2013-2014	Amount - Rs.236.30 lakhs -	Rs.236.30 lakhs - 6 cases	
3	Disbursed in 2014-2015	Amount - Rs.156.93 lakhs -	3 cases	21
3	Disbursed in 2015-2016	Amount - Rs.16.92 lakhs -	1 case	
	Disbursed in 2016-2017	Amount - Rs.583.20 lakhs -	11 cases	
4	Rejected Case		2	
5	Under process at IJIRA -			2
6	Under revised procedure			15
		Total		46

The Committee noted the status report of ISAPM. Following decisions were taken by the Committee case-wise:

i) M/s Barnagore Jute Factory Plc. [BF - 13]: Since the mill has not taken any initiative in order to comply with the direction of NJB in fixing of bars plates on the machines and department-wise display boards, the case was considered for rejection by the Committee in its 8th Technical Committee meeting. Subsequently, an appeal has been received from the mill with a request to withdraw the issue of rejection of the claim and consider for processing the same.

The Committee after hearing the appeal of the mill advised that such delay in responding to the direction of NJB should not be recurred and to be complied promptly. The Committee also noted that the machines are installed new and advised NJB for re-inspection and further processing the claim.

ii) M/s Caledonian Jute & Industries Ltd. [OS-79]: The mill has applied for incentive claim under own source and made a part of their payment to the machine vendors from the bank account of M/s Janapragati Marketing [P] Ltd., the agency which acts as a financer of the Mill. The Agency, however, is not a NBFC or any other finance company. Subsequently, a copy of the agreement between the mill and M/s Janapragati Mktg. (P) Ltd. stating the provision for providing finance from time to time for acquiring raw jute, machines etc. has been forwarded by M/s Caledonian Jute & Industries Ltd. The matter was placed before the Committee for deliberation and direction.



The Committee discussed on the issue and recommended the case for further processing and disposal.

### Agenda 2: Action Taken Report on 8th Technical Committee meeting and specific cases.

The Committee noted the action taken by NJB on specific cases as directed in the 8th Meeting of the Technical Committee.

The Committee recommended that the submission of Excise Installation Certificatealong with the claimmay continue further tillthe implementation of GST. It will be reviewed further in the next TC meeting.

### Agenda 3: Action taken on extension of ISAPM Scheme beyond 31.03.2017.

The Committee noted that the Ministry vide its communication F.No. 2/26/2013-JE/Jute dated 17th April, 2017 has forwarded the approval of extension of the Scheme for next 3 years with total financial outlay of Rs.50 crores. The upper ceiling of the incentive will be limited to Rs.2.50 crores(RupeesTwo crores and fifty lakhs) for each Jute Mill / JDP units / new projects for the entire tenure of the scheme i.e. from April 2017 to March 2020. The Committee was briefed about the direction of the Standing Finance Committee that the Scheme should be linked to Bank credit / loans from a Scheduled Bank to the extent of atleast 10% of the total cost of machinery procured. The Chairperson of the Standing Finance Committee (Secretary Textiles) has also directed that interlinking of TUFS with ISAPM should be done for having administrative control and auto-checking of the applications.

The representative of JPDEPC (JDP units) requested that the 10% credit linked clause should be waived for JDP units as the scale of capital investment for a JDP unit is very low and linking it to bank loan / credit will be cumbersome for the units for such a low scale of investment. However, it was also noted that a few JDP units have applied for incentive claim under Bank Finance of ISAPM.

The Committee advised NJB to take up the matter with the Ministry.

With regard to the interlinking with TUFS, the Committee noted that the process may likely to take some time and till then NJB may seek from the claimants the details of UIDs, if any, which has been allotted by the O/o the Textile Commissioner under TUFS. Accordingly, NJB may modify the online application for LOI under ISAPM.

### Agenda 4: Issues pertaining to conclusion of ISAPM (up to March, 2017).

A decision was taken by the Committee in its 8th meeting held on 28th Dec.2016 regarding those units who have already obtained LOI under the current scheme (valid upto March 2017) will be able to avail incentive under the amended scheme incase their claims are not settled by 31st March 2017. The issue of 10% credit link was not mandatory for Own Source cases under the old guidelines of ISAPM (valid upto March 2017).



Difficulties in credit linking of the old cases was raised by Chairman, IJMA and the Committee after discussion on the issue decided that for Own Source cases where LOI has already been submitted on or before 31st March 2017, the time period for the claim submission may be extended by 6 months i.e. upto 30<sup>th</sup> September 2017 and may be processed as per the terms and conditions of the erstwhile ISAPM i.e. without credit linking. NJB may obtain necessary approval from the Ministry in this regard.

The Committee has also noted that NJB has received few LOI under Bank Finance and directed NJB to obtain fresh LOI from the mills under the amended Scheme and subsequently process the claims as per the guidelines of SFC.

### Agenda 5: Revised pricelist submitted by IJIRA.

IJIRA vide their letter no. IJIRA/ISAPM/De-Novo/4944 dated 27th April 2016 had submitted the Price List of Core and Non-core Machinery and their Specification as provided by the Enlisted Vendors, which was valid for a period of one year i.e., till 31st March, 2017.

Subsequently, IJIRA compiled an updated Price List of Machinery provided by the enlisted and newly included indigenous and foreign vendors and submitted the same for incorporation vide their letter no. IJIRA/ISAPM/5478 dated 7th March 2017.

The Committee approved the above-mentioned updated Minimum Unit Price List of Core and Non-Core Jute Machinery and their Specifications as provided by the Enlisted Vendors and as submitted by IJIRA with a validity of further 6 months i.e. till September, 2017 under the newly amended ISAPM.

### Agenda 6: Any other matter with the permission of the chair

### Enlistment of new vendors and addition of machinery

The following vendors [including foreign vendors and their Indian Agents] were approved for enlistment under ISAPM for core jute machinery with effect from De-Novo registration.

enlistn	nent under ISAPM for core jute	List of the Machinery
SI. No.	Name of the Vendor with Address  M/s Lagan Engineering Company Limited 14, Dr. Mohd. Ishaque Road (Kyd Street), Kol-16  M/s Shaoxing Textile	Flexible Rapier Loom for Hessian – Model- LW100, Width 300 cm.  Flexible Rapier Loom for Hessian – Model- LW101, Width 360 cm.  Flexible Rapier Loom for Hessian – Model- LW101, Width 360 cm.  Flexible Rapier Loom for Hessian – Model- LW101, Width 360 cm.  Flexible Rapier Loom for Hessian – Model- LW200, Width 300 cm.  Flexible Rapier Loom for Hessian – Model- LW200, Width 360 cm.  Flexible Rapier Loom for Hessian – Model- LW201, Width 300 cm.  Flexible Rapier Loom for Hessian – Model- LW201, Width 360 cm.  Flexible Rapier Loom for Hessian – Model- LW201, Width 360 cm.
2	WI/S SHAUKING TO	



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3	Machinery Co. Ltd. [Indian Agent: M/s Mechano (India) 38, Bentinck Street, Kol-69] (Committee provisionally approved enlistment of the vendor in 8th TC meeting).  M/s Zhejiang Golden Eagle Co. Ltd. Xiaosha, Dinghai, Zhoushan City, China – 316000  (Committee approved enlistment of the vendor in 8th TC meeting)	OD Batch Mixer  Mackhigh Jute Spreader  Hopper Feeder Teaser/Breaker Card Finisher Card Screw First, Second, Finisher Drawing Frame.  4 ¼ ", 4 ¾" Pitch AD Spinning Frame 4 ¼ ", 4 ¾" Pitch SD Spinning Frame Mackroll Winding Machine  5 ½" Pitch Ring Twisting Frame
		S4A Loom.
4	M/s Scale Away Mechanical	Single Colour Printing Machine
	Equipments	Double Colour Printing Machine
	211/1, New PremPuri, Railway Road,	Triple Colour Printing Machine
	Meerut - 250002, UP.	Four Colour Printing Machine
5.	M/s Shuyuan Industry Co.	Chinese Flexible Rapier looms (Brand – Adelphi) from 180 cm to
	Ltd.	440 cm width.
	[Indian Agent :	
	M/s Sharnam Tex-India Pvt.	
	Ltd.]	

## (ii) Claim submitted by M/s Keshava Jute Mills Pvt. Ltd. under Own Source (OS/99):

M/s Keshava Jute Mills Pvt. Ltd. has submitted a claim applicationat NJB through IJMAwithout prior submission of online LOI or obtaining IPA from NJB as per the guidelines. The Technical Committee in its 8th Meeting had directed for "rejection" of the claim.

Subsequently, the mill made an appeal to reconsider their case citing the reason of such lapse being change in management of the mill. They have submitted necessary documents stating that the purchase of the machinery, for which subsidy has been claimed have been made by the current management.

The Committee directed NJB to obtain the documents of such change in management and check Agreement and other bank statements prior to processing of the claim.

### (iii) Additional payment to IJIRA for vendor enlistment outside West Bengal



The representatives of IJIRA present in the meeting requested NJB to increase the fees related to enlistment of vendors located outside the state of West Bengal.

The Committee decided that in addition to the Technical Fees of Rs.10,000/- for enlistment of each of the vendors, expenditure incurred by IJIRA for visits outside West Bengal will be reimbursed by NJB at actuals on subsequent submission of bills by IJIRA.

(iv) The Secretary NJB with the permission of the Chairman has briefed the Committee about the progress on Jute Logo and requested Chairman IJMA and representatives of JPDEPC to forward a note to NJB on requirement of such logo for the Jute Sector.

There being no other business, the meeting ended with a vote of thanks to and from the Chair.

(DipankarMahto)
Dy. Jute Commissioner
for Chairman, Jute Commissioner

Annexure -I

#### List of attendees

Following officials attended the meeting:

1	ShriDipankarMahto – Deputy Jute	O/o, The Jute Commissioner
	Commissioner& Chairman	
2	ShriArvind Kumar M – Convenor& Secretary	National Jute Board
3	ShriRaghavendra Gupta –Chairman	Indian Jute Mills Association (IJMA)
4	Shri Ajay Buchasia	Representative of Chairman JPDEPC
5	ShriGopalSaraf	Representative of Chairman JPDEPC



6	Shri N. Sengupta – Chief Finance Officer	National Jute Board
7	Shri M. Datta – Asst. Director (Technical)	National Jute Board
8	Shri K. S. Ghughtyal – Asst. Director	National Jute Board
9	Shri P.K. Biswas - Asst. Director (Tech.)	O/o, The Jute Commissioner
10	Shri S. Datta – Inspector (Technical)	O/o, The Jute Commissioner
11	Shri J. Kar – Executive Assistant	National Jute Board
12	ShriNabakumarHalder - Inspector	National Jute Board
13	ShriSaurabhGanguly - Secretary	Indian Jute Mills Association (IJMA)
14	ShriParthaSanyal – Scientist	Indian Jute Industries' Research Association
15	ShriG.Mukhopadhyay - Technical Officer	Indian Jute Industries' Research Association
16	Shri N.L. Bhansali	Barnagore Jute Factory Plc.
17	Shri A.C. Reejak	Barnagore Jute Factory Plc.
18	Shri B.K. Jain	Caledonian Jute & Industries Ltd.
19	Shri S. Naskar	Caledonian Jute & Industries Ltd.
20	Shri P.K. Chatterjee	Caledonian Jute & Industries Ltd.
21	Shri V. K. Kedia	Keshava Jute Mills Pvt. Ltd.

### Following members were absent in the meeting:

1	Dr. U. S. Sharma - Director	Indian Jute Industries' Research Association
2	ShriSajan B. Nair - Member Secretary	Jute Shippers Council (ACI & Shippers Union Ltd.), Cherthala, Kerala
3	ShriNirmalPujara - Chairman	Calcutta Jute Fabrics Shippers Association (CJFSA)
4	Shri T. A. N. Gupta - Executive Director	Sri SitaramaLakshimi Jute Mills Pvt. Ltd. A.P.