

GOVERNMENT OF INDIA
MINISTRY OF TEXTILES
RAJYA SABHA
UNSTARRED QUESTION NO-1239
ANSWERED ON- 29/07/2021

REVISING PROVISIONS OF TUFS

1239. SHRI VIJAY PAL SINGH TOMAR:
SHRI HARNATH SINGH YADAV:

Will the Minister of TEXTILES be pleased to state:

- (a) the achievements made by Government to boost 'Make in India' in the textile sector by revising the provisions of Technology Upgradation Fund Scheme (TUFS);
- (b) if so, the details thereof; and
- (c) the details of the budget provisions made and the incentives being offered to handloom sector for the said purpose in the current financial year?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES
(SMT. DARSHANA JARDOSH)

(a) & (b): The Government had revised “Revised Restructured Technology Upgradation Fund Scheme (RTUFS)” in 2016 and introduced “Amended TUFS” for a period from 2015-16 to 2021-22, with a view to promote ease of doing business and achieve the vision of generating employment and promoting exports through “Make in India”. ATUFS provides one time Capital Investment Subsidy (CIS) for eligible benchmarked machinery with a maximum subsidy ceiling of Rs.30 crore for garmenting, technical textile and Rs.20 crore for other segments covered under the scheme per individual entity. ATUFS is implemented through web based i-TUFS end to end solution.

The ceiling of subsidy under the scheme has helped in better coverage of MSME. Web based implementation and streamlining processes undertaken since 2018 have improved the transparency in implementation and pace of settlement of claims. As per the report of Impact Assessment of TUFS/ATUFS carried out through NITI Aayog in 2019-20, TUFS benefited most companies in terms of product development and innovative practices due to addition of technologically advanced machines. Exports in textile and apparel industry grew along with increase in production and overall competitiveness.

(c): Handloom weaving/production is part of 'Make in India' program. The handloom sector is provided 10% Capital Investment Subsidy under the ATUFS, which is demand driven and there is no specific earmarking of budget outlay for any sector/ segment under the scheme. The Budget Estimate under ATUFS during the current financial year is Rs.700 crore. Details of budget provisions of various other incentives offered to promote handlooms & welfare of handloom weavers by way of financial assistance for raw materials, purchase of looms and accessories, design innovation, product diversification, infrastructure development, skill upgradation, lighting units, marketing of handloom products, getting loans at concessional rates, etc. are given at **Annexure-I**.

Annexure-I**Details of current year budget provision under Handloom schemes**

S. No.	Name of the Scheme	Budget Estimates 2021-22 (in Rs. crore)
1.	National Handloom Development Programme (NHDP)	220.00
2.	Comprehensive Handloom Cluster Development Scheme (CHCDS)	10.00
3.	Handloom Weavers' Comprehensive Welfare Scheme (HWCWS)	1.00
4.	Yarn Supply Scheme (YSS)	155.00
	Total	386.00
