

TECHNOLOGY UPGRADATION FUND SCHEME (TUFS) for TEXTILE & JUTE INDUSTRIES	
Purpose	Upgradation & modernisation of the Textile Industry by encouraging it to undertake & adopt modern technological process & or undertake capacity expansion.
Eligibility	<ul style="list-style-type: none"> • Existing unit with or without expansion • New units with appropriate eligible technology • SME Status as on date of application • Segment of Textile Industry for the purpose of SSI investment Limit (applicability in the context of MSMED Act. 2006)
Amount and capital Subsidy	<p>5 % interest reimbursement (4 % for spinning industry) of the normal interest charged by the bank on the loan availed by the units from the bank for undertaking technology up-gradation/ modernization.</p> <p>New units set up with technology as per guidelines of the scheme would also be eligible for the above benefits, or, 15% Credit Linked Capital Subsidy for Small Scale Sector and 20 % for powerloom sector, or, 5% interest reimbursement plus 10% capital subsidy for specified processing machinery, technical textile machinery, garmenting machinery etc.</p> <p>The scheme also provides 25% capital subsidy on purchase of new machinery and equipments for the preloom and postloom operations, handloom/ upgradation of handlooms and testing and quality control equipments for handloom production units.</p>

Complete details of the scheme are available on the website of Ministry of Textiles- www.txcindia.com.