

AGENDA

For

2nd Meeting of the Committee of CITI

On

Tuesday 31st, May, 2022

At

4:30 PM

Via

Video Conferencing



Confederation of Indian Textile Industry

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ITEM NO.1

Leave of Absence

The following members have requested for leave of absence:

1. Shri Shekhar Agarwal
2. Shri V.K. Ladia

The Committee may grant leave of absence to the above.

ITEM NO.2

Confirmation of Proceedings

The proceedings of the 1st meeting of the Committee of CITI held on 15th December 2021 at 5:00 pm were circulated to the Committee. As no comments were received from any of the members the Committee may like to confirm the proceedings.

Appointment of new Secretary General of CITI

Mrs. Chandrima Chatterjee has been appointed as the new Secretary General of CITI as per the terms and conditions finalised by the Office-Bearers of CITI.

The following resolution was passed by circulation on May 05, 2022 for the operation of the bank account of Confederation of Indian Textile Industry, CITI Cotton Development & Research Association, and CITI's Export Promotion Fund and filing documents with the Government Authorities, as per the provisions in Section 175 of the Companies Act 2013.

“RESOLVED THAT the appointment of Mrs. Chandrima Chatterjee as the Secretary General of Confederation of Indian Textile Industry on the terms and conditions as finalised by the Office-bearers of CITI is hereby approved.”

The Committee may take note of the same.

Exemption of 10% Import duty on Cotton till 30th September 2022

As you are aware, the Government of India has exempted Cotton from 10% import duty till 30th September 2022, on 13th April 2022. It may kindly be noted that CITI along with other major national and regional textile associations had consistently been requesting the Government for the removal of 10% import duty on cotton since the cotton prices have skyrocketed in the last one year which is quite unprecedented in the history of Indian Textile Industry.

In this regard, CITI Chairman met the Hon'ble Union Minister of Textiles, Shri Piyush Goyal, on 4th April 2022, along with a delegation of Members of National Committee on Textiles and Clothing (NCTC) comprising Shri Narendra Goenka, Chairman, Apparel Export Promotion Council (AEPC), Shri Manoj Patodia, Chairman, The Cotton Textiles Export Promotion Council (TEXPROCIL), Shri Ravi Sam, Chairman, The Southern India Mills' Association (SIMA), and Shri Raja M. Shanmugham, President, Tirupur Exporters Association (TEA).

The NCTC delegation apprised the Hon'ble Minister about the shortage of quality cotton which the Textile and Clothing (T&C) Industry had been facing on the backdrop of declining cotton production during the current cotton season (around 340 lakh bales of 170 kgs each as against 360-370 lakh bales production in the previous years) and the increased T&C Industry's demand for cotton (360 lakh bales as against 300 to 320 lakh bales in the previous years) and an estimated export of 50 lakh bales. The NCTC delegation appealed to the Hon'ble Minister to allow the duty-free import of cotton not only to tide over the present crisis but also to achieve the desired target set for the Indian T&C Industry for the financial year 2022-23.

CITI Chairman, on various other occasions, had also apprised the Hon'ble Union Minister of Finance, Hon'ble Minister of State for Textiles and Railways, Secretary (Textiles) and other senior government officials of the respective Ministries that the textile mills usually import extra-long-staple (ELS) cotton, organic cotton, contamination free cotton, etc. only for meeting the high-end product requirements of their esteemed clients in USA, EU, UK, Japan, etc. It was also apprised that Indian cotton farmers produce only around 5 lakh bales of ELS cotton while the estimated demand stands beyond 20 lakh bales. Hence, levying 10% import duty on such cotton doesn't help the cotton farmers at all, however, MNCs which procure the major chunk of domestically produced cotton hoards the same to sell to the textile mills during off-season when the arrival of cotton is pretty low and prices reach at its peak due to low availability of cotton.

The Government on industry's demand also allowed duty free import of cotton on such shipments where Bill of Lading (B/L) is upto to 30th September 2022. (Notification awaited)

It may be noted that CITI's stand has been permanent removal of 10% import duty on cotton and allowing market dynamics to steer the trade without any regulations. Since the exemption is presently till 30th September 2022, the Committee to kindly discuss the way forward in the matter.

Urgent Need to Implement Technology Mission on Cotton 2.0

One of the root causes identified for the prevailing cotton value chain problems in the low productivity of Indian cotton. In this regard it may be noted that the Technology Mission on Cotton (TMC) brought out in February 2000 resulted in many positive reforms in the cotton cultivation. It not only helped the Indian cotton farmers in increasing cotton yield, production and acreage of cotton but also helped in reducing cotton contamination.

The cotton production which prevailed around 178 lakh bales during 1999 increased to 398 lakh bales during 2013-14 under TMC. Similarly, area under cotton increased from 9.2 million hectares to 12 million hectares. However, TMC got closed eight years after and since then, the productivity started depleting in the absence of appropriate technology.

In principle, CITI also got the support of Hon'ble Vice President of India, Shri M. Venkaiah Naidu Ji, Hon'ble Union Minister of Textiles, Shri Piyush Goyal Ji, Hon'ble Union Minister of Agriculture & Farmers' Welfare, Shri Narendra Tomor Ji, Hon'ble Minister of State for Textiles, Smt. Darshana Vikram Jardosh Ji during CITI-CDRA Golden Jubilee Celebrations held in Vigyan Bhawan, New Delhi for implementation of Technology Mission on Cotton II at the earliest. The Hon'ble Vice President expressed concerns over the fact that despite being the largest cotton producer (23%) and having highest area under cotton cultivation (39%), yield in India is stagnant around 460 kg lint per hectare while the world's average is around 800 kg lint per hectare. He was of the view that India immediately needs to improve seed technology, increase yield, adopt global good agricultural practices, produce clean and high-quality cotton and brand it better to improve farmers' income and enhance the global competitiveness of the Indian textile industry.

The COCPC after its meeting held on 23.05.2022 has released the cotton production estimates which is coming to 315.43 lakh bales from 352.48, for the cotton season 2021-22 showing a steep decline of 10.51%. Similarly, the area under cotton has also decreased from the previous cotton season, which was 132.85 to 120.55, showing a decline of 9.25%. It is a matter of great concern that cotton farmers despite getting good prices for their produce are not willing to continue with the cotton crop.

CITI is following up the matter with the Ministry of Textiles and Ministry of Agriculture & Farmers' Welfare for early implementation of Technology Mission of Cotton 2.0.

Formation of Textile Advisory Group (TAG)

To get better inputs of all the Textile value chain stakeholders, the Hon'ble Minister of Textiles, Shri Piyush Goyal had held a meeting with all stakeholders on 17.04.2022 in Ashok Hotel, New Delhi. On behalf of CITI, Shri T. Rajkumar, Chairman, CITI, Shri Prem Malik, Past Chairman, CITI & Ms. Chandrima Chatterjee, Secretary General, CITI attended the meeting.

Recognising the need for further discussion on the long-term solutions for a stable cotton value chain, Hon'ble Union Minister of Textiles has announced formation of Textile Advisory Group (TAG) under the Chairmanship of Shri Suresh Kotak, Corporate Member, CITI which will have representation from the Ministry of Textiles, Ministry of Agriculture & Farmers Welfare, Ministry of Commerce & Industry, Office of the Textile Commissioner, The Cotton Corporation of India Ltd. and Stakeholders from Textile Value Chain to look into the issues of depleting cotton productivity, yield and quality of the fibre year-on-year basis in the country. The first meeting of the TAG will be held on the coming Sunday, 29th May 2022.

Chairman, CITI is requested to kindly brief the Committee about the deliberations held in the first meeting of TAG.

The Committee may further like to have discussion on the deliberations of TAG meeting.

Proposed Production Linked Incentive Scheme 2.0

The Ministry of Textiles recently held a consultation meeting with CITI and other Industry Associations to discuss the possibility of coming out with a Production-Linked Incentive (PLI) Scheme 2.0. On behalf of CITI the meeting was attended by the Chairman-CITI and Secretary General-CITI. In this regard, CITI had circulated a Cir(067)22 dated 20.05.2022 seeking industry stakeholders' inputs/ suggestions on the proposed Production Linked Incentive (PLI) Scheme 2.0 for the Textile and Apparel Sector.

The Ministry of Textiles has invited suggestions from the industry stakeholders for the proposed PLI 2.0 for the Textile and Apparel Sector. The suggestions have been invited in the following areas:

- a. Lowering of investment limit from the present 100 crore;
- b. Inclusion of HS Lines especially for cotton apparel products
- c. Inclusion of already registered unit however with fresh investment i.e. prior to date of Notification dated 24th September 2021
- d. Changes suggested in PLI 1 for better utilisation of the scheme

CITI have sought its members views on the above suggestions to make the proposed Scheme more attractive for the industry.

In this regard, CITI held a virtual interaction with its members on Thursday i.e. 26th May 2022 to discuss feedbacks received for proposed PLI 2.0.

The outcome of the discussion is as follows:

- Interest of MSMEs should be considered while deciding the investment limit for PLI 2.0 which can be between 10-50 crore;
- Include HS Lines of Made-ups (Home Textiles), Cotton Garments, Cotton Fabrics, Polyester Fabrics (where import of such products increasing substantially) Speciality products (Sleeping Bags, Quilts, Bed Spreads, Bath Mat, etc);
- Incentivisation should not be turnover based. It rather should be quantity based to minimize the effect of raw material cost and other price inflation;
- Scheme should incentive integrated units

The Committee may discuss the same and send their suggestions in a couple of days so that CITI may send its final inputs/suggestions to the Ministry of Textiles in due course.

Discussion on Alternative Scheme to Replace A-TUFS

The Ministry of Textiles is exploring an Incentive based alternative scheme to replace ATUF Scheme which has ended on 31st March 2022. It has been proposed that suggestions on an incentive-based scheme in place of the earlier subsidy-based scheme may be explored.

It may be noted that the Ministry of Textiles had earlier proposed Textile Technology Development Scheme (TTDS) as a new scheme to replace with ATUFS from 01.04.2022. The proposed TTDS was like earlier subsidy based ATUF Scheme. However, now Ministry of Textiles is exploring a new mechanism which can also accommodate MSMEs. In this context, we have sought members inputs for incentivizing new technology in the Textile Value chain.

In this regard, CITI held a virtual interaction with its members on Thursday i.e. 26th May 2022 to discuss the new mechanism.

The outcome of the discussion is as follows:

- SIMA has suggested for reimbursement of CGST portion for the machinery purchased by paying GST;
- Reimbursement of amount equivalent to CGST portion for the machinery purchased without paying GST by way of import under EPCG and any other similar schemes;
- A scheme similar to PLI could also be considered for the disbursement of subsidy under the scheme by refunding CGST portion on par with SGST reimbursement scheme prevailing in the States like Gujarat, Andhra Pradesh, Telangana, Tamil Nadu, etc. (for a period upto 15 years depending upon the scale of investment) especially for the weaker link like independent weaving and processing segments;
- Incentivize investment in units in remote and backward areas. This would be WTO compatible

The Committee may discuss the same and send their suggestions at the earliest so that CITI may send its final inputs/suggestions to the Ministry of Textiles in due course.

ITEM NO. 9

Update on CITI's Participation in Skill Development Schemes

- CITI's Participation in the Ministry of Textiles' Samarth Scheme as Implementing Partner
- CITI has got the mandate to train 5540 youths approved by Ministry of Textiles with a total project outlay of Rs.7.76 Crore.
- CITI has received the first Instalment of the project fund, i.e., Rs. 2.32,84,620/- in Escrow Bank Account with Kotak Mahindra Bank Ltd on 24th March 2021. Now, the Escrow account has been migrated in the Indian Bank on the guidelines of Ministry of Textiles. On training commencement of 277 candidates, i.e., 5% of total training target, a withdrawal permission letter of an amount equal to 10% of the total project cost (Rs. 77.61 Lakh approx.) will be issued to CITI by Ministry of Textiles.
- CITI has expected to receive the second instalment (10%) of the project fund in Escrow account by 15th August 2022. On the certification of 10% certification (554 Candidate) of the candidates of total target.
- The release of funds will be linked to physical progress updated on the MIS. The Implementing Agency will have to follow the GFR procedure towards utilization of the funds and all claims shall be supported by the requisite documents such as Utilization Certificate, Expenditure Statement, Valuation Certificate, Project Progress Report etc.
- This is to inform you that we are empaneling 7 new training partners with around 30 plus ready Centres. We have requested to Samarth team vide email dated 6th May 2022 to add our new Centre, the request is in process.

Update on CITI's Participation in Samarth as on 26th May 2022 (Summary)

Training Target Allocated to CITI under Samarth	Scheme Validity	CITI's Total Centers Approved for Training	Training of Trainers (TOT) completed	No. of Batches Completed / Functional / Centres	No of Candidates Trained	No of Candidates Certified
5540	March 2024	38	22	Completed- 19 Batches Ongoing – 5 Batches Functional- 11 Centres	316	274

Financial Year-wise Report (Till 31st March 2022)

No of Candidates Enrolled	No of Candidates Trained	No of Candidates Certified
580	287	274

Financial year wise Report (From 31st March 2022 to 26th May 2022)

No of Candidates Enrolled	No of Candidates Trained	No of Candidates Certified
110	Training ongoing	Training ongoing

ITMF Membership Subscription

CITI had paid the Annual Membership Subscription of Swiss Franc (**CHF) 57,000** to ITMF for 2004. After that, CITI resigned from its membership due to high membership subscription charges.

We have received a proposal from ITMF whereby the reduced total cost implication of the Annual Membership 2021 on CITI & TEXPOCIL together will be Swiss Franc (CHF) 3,000. CITI has to pay Swiss Franc (CHF)1,500. In Indian Currency it will be Rs.1,21,020 (CHF 1,500 * Rs. 80.68).

Further, they have informed that they are proposing to reduce membership subscriptions for small companies from CHF 3000 to CHF 2000 and requested CITI & TEXPROCIL to assist and promote more corporate membership from India so that the combined annual membership subscription to be at least CHF 57000, in that case, CITI & TEXPROCIL will not have to pay the membership fee.

A copy of the letter received from ITMF, and the invoice is attached.

The Committee may like to discuss & decide.

From: Christian Schindler <christian.schindler@itmf.org>
Sent: 12 May 2022 00:16
To: SG-CITI, Ms. Chandrima Chatterjee <sg@citiindia.org>
Cc: T. Rajkumar, Chairman CITI <chairman@citiindia.org>; 'India - Shrinivasan, Premier Mills' <kvs@premiermills.com>; bkpatodia@gtntextiles.com; Secretariat <Secretariat@itmf.org>; Esther Goebel <esther.goebel@itmf.org>
Subject: ITMF: pro-bono membership of CITI and Texprocil - invoice 2021

Dear Dr. Sunanda.

I am following up the discussion between ITMF (Dr. K.V. Srinivasan and Mr. B.K. Patodia), CITI (Mr. T. Rajkumar), and Texprocil (Mr. M. Patodia and Dr. Rajagopal) regarding pro-bono membership of CITI and Texprocil in ITMF.

As you know CITI has benefitted in the past 10 years from a pro-bono membership. This was only possible following efforts of various people, especially Mr. B.K. Patodia, that resulted in an amendment of the ITMF Statutes. The amendment made it possible for associations of a country to become members of ITMF at no cost (pro-bono), if there are enough other (corporate or associate) members from this country whose combined membership fees reach the amount which the national association should have paid.

Here is the part (highlighted in yellow) from the ITMF Statutes:

“V. Associate Membership

(1) Eligible for Associate Membership shall be

- (i) All Associations and other duly constituted trade organizations of manufacturers of textiles in countries where there is already a Member Association.
- (ii) Associations allied to the textile industry.
- (iii) Textile associations in countries where there are corporate members whose combined subscription fees surpass the statutory subscription fee for the respective national textile association. In this category only the official office bearers and honorary officers of such associations are eligible to attend ITMF events.

They may become Associate Members on application subject to the support of the Member Association representing the same country, and to the acceptance by a majority vote of the Committee of Management.”

It was agreed between CITI and Texprocil that the reduced invoice for Texprocil in the amount of CHF 3'000 for the year 2021 will be shared between Texprocil and CITI. Please find attached the invoice for CITI for the year 2021 in the amount of CHF 1'500. We have sent a separate invoice to Texprocil, also in the amount of CHF 1'500.

Going forward we hope that both CITI and Texprocil will continue to benefit of a pro-bono membership at no cost. This requires that there will be enough Corporate Members from India whose combined fees amount to at least CHF 57'000. If the amount is not reached we would need to discuss what Texprocil and CITI could contribute. We therefore hope very much that Texprocil and CITI will assist ITMF to promote corporate membership in ITMF among its members in India.

In order to make corporate membership more attractive the ITMF Board is currently discussing a proposal that would see the fees for smaller companies come down. For example, it is proposed that small companies (turnover of up to USD 50 million) pay only a fee of CHF 2'000 instead of CHF 3'000). After the Board has come to a final decision the Committee of Management (CoM) will have

to approve of this proposal at its next meeting which will be held during the ITMF Annual Conference 2022 in Davos in Switzerland.

Should you have any question, please let me know.

With many thanks and my best regards

Christian Schindler

Attachment





INTERNATIONAL TEXTILE MANUFACTURERS FEDERATION
FÉDÉRATION INTERNATIONALE DES INDUSTRIES TEXTILES
INTERNATIONALE VEREINIGUNG DER TEXTILINDUSTRIE

Confederation of Indian Textile Industry (CITI)
6th Floor, Narain Manzil, 23, Barakhamba Road
New Delhi - 110 001
India

Invoice No. 2630

May 11, 2022

Reduced - ITMF Annual Membership 2021

CHF 1500

Please transfer the above amount in Swiss Francs
(quoting the invoice no.) within the next 4 weeks to:

ITMF, Wiedingstr. 9, 8055 Zürich, Switzerland
Account no. 0835 323-334-01
Bank: Credit Suisse, 8070 Zürich, Switzerland
Swift Bank Address: CRESCH ZZ 80 A
IBAN code: CH08 0483 5032 3334 0100 0

All bank charges to the expense of the remitter.

Seat Allocation & Membership Subscription for 2022-23

11.1. Seat Allocation for 2022-23

A. Main Members of CITI:

As per the decision taken in the Meeting of the Committee held on July 20, 2010, total seats were fixed to 35 members. Presently, out of these, we have 26 Committee members (including 1 among the ISA nominee from FY 2022-23). However, we still have 9 vacant seats (including 4 from 8 seats allocated to NITMA). These seats are yet to be filled in. Details of the number of members nominated by member associations are given below:

Sr. No.	Name of the Association	Seats Allocated	No. of Persons Nominated 2021-22	Membership Subscription Paid for 2021-22	Committee may decide the seat allocation for the year 2022-23
1.	Southern India Mills' Association	11	11	11	
2.	Northern India Textile Mills' Association	08	04	04	
3.	Millowners' Association, Mumbai	04	04	04	
4.	Ahmedabad Textile Mills' Association	02	02	02	
5.	Rajasthan Textile Mills' Association	02	02	02	
6.	Madhya Pradesh Textile Mills' Association	01	01	01	
7.	Spinners Association (Gujarat)	01	01	01	
	Total	29	25		
8.	*Indian Spinners' Association (Earlier Associate Member. Now joined as a main Member from FY 2022-23)	01	01 (For FY 2022-23)		
	Total	30	26		

B. Associate Members of CITI:

Sl. No.	Name of Associate Member	Remarks
1.	Textile Machinery Manufacturers' Association	
2.	Denim Manufacturers Association	
3.	Indian Cotton Association Ltd.	M. Subs. pending for FY 2021-22
4.	Tiruppur Exporters' Association	M. Subs. pending for last 2 years- FY 2020-21 & 2021-22

C. Affiliated Member of CITI:

Sl. No.	Name of Affiliated Member	Remarks
1.	Federation of Hosiery Manufacturers' Association of India (FOHMA)	
2.	Narrow Elastic Manufacturers Association of India	M. Subs. pending for FY 2021-22

D. Corporate Members of CITI:

Sl. No.	Company Name	Remarks
1.	Vardhman Textiles Ltd.	
2.	Welspun India Ltd.	
3.	Indo Rama Synthetics (I) Ltd.	
4.	Kotak Ginning & Pressing Industries Ltd.	
5.	Rieter India Private Limited	
6.	RSWM Limited	
7.	D' Decor Home Fabrics Pvt. Ltd.	
8.	Sutlej Textiles and Industries Ltd.	
9.	Indo Count Industries Ltd	
10.	Pallavaa Group	
11.	Arvind Limited	M. Subs. pending for FY 2021-22
12.	Grasim Industries Limited	M. Subs. pending for FY 2021-22
13.	Raymond Luxury Cotton Ltd	M. Subs. pending for FY 2021-22
14.	Aarti International Limited	M. Subs. pending for FY 2021-22
15.	Nahar Industrial Enterprises Limited	M. Subs. pending for last 2 years- FY 2020-21 & 2021-22
16.	NSL Textiles Limited	M. Subs. pending for last 2 years-

		FY 2020-21 & 2021-22
17.	S. Kumars Ltd.	M. Subs. pending for last 3 years- FY 2019-20, 2020-21 & 2021-22
18.	Trident Limited	M. Subs. pending for last 3 years- FY 2019-20, 2020-21 & 2021-22

Associate Members and Corporate Members have one nominee and one alternate member each in the Committee of CITI. Affiliated Members are not eligible to nominate any representative to attend the Committee Meetings.

The Committee may decide the seat allocation for the year 2022-23.

11.2 Fixing of Annual Subscription for 2022-23

It was decided to continue with the prevailing annual subscription rates for 2021-22 in the 2nd Meeting of the CITI Committee held on February 05, 2021. The subscription rates are as follows:

a.	Member Associations with voting rights	Rs.1,00,000/- per nominee of the association in the Committee of CITI
b.	Associate Members without voting rights	Rs. 50,000/- per member
c.	Corporate Members without voting rights	Rs. 1,00,000/- per member
d.	Affiliated Members without voting rights	Rs.25,000/- per Member

The Committee may like to discuss & decide Annual Subscription for 2022-23.

CITI Budget For 2022-23 along with unaudited figures for 2021-22

The Committee may authorise CITI Office-bearers to finalise the CITI budget for 2022-23 and discuss the annual accounts for 2021-22.

Calendar of Major CITI Events During 2022-23

Event Name	Venue	Dates
Webinar Jointly Hosted by CITI- NISTI-Textile institute UK on the Topic “ CHALLENGES POSED BY PANDEMIC-INDUCED DISRUPTION: SUCCESSFUL RESPONSES ”.	Virtual	June 2022
India – UAE Textiles & Clothing Business Post CEPA	Hybrid	July 2022
Textile CEO’s Conclave 2022 organized by CITI	Uttar Pradesh	July 2022
CITI Textile Pavilion at Gartex Texprocess India – 2022	Pragati Maidan, New Delhi	August 4-6, 2022
CITI Delegation to Preview in Seoul 2022 – Textile Exhibition	Seoul, South Korea	Aug 24-26, 2022
Shaping Cotton Farming through new seed varieties and innovative seed-applied technologies	Nagpur	September 2022
National Seminar on “Policy Interventions for the Indian Textile & Clothing Industry” coinciding with 64th AGM of CITI	New Delhi	September 2022
“Textile Spares & Accessories” - International Textile Machinery, Accessories, Spares Exhibition jointly Organised by CITI, Texprocil & NITMA	Ludhiana	October 14-16, 2022
Launch of 5th Edition of Indian Textile Directory	Ludhiana	October 14-16, 2022
Global Young Textile CEOs Conclave 2022	Goa	December 2022
2 nd Edition of International Cotton Conference 2022	Coimbatore	January 2023
INNOTEX 2023 – Innovation Awards	Mumbai	March 2023
3 rd Edition of Global Textiles Conclave	Mumbai	March 2023
Roundtable Discussion with State Governments on T&C Policies & Business Promotion	UP / Orissa / West Bengal / Punjab / Telangana, etc.	

The Committee may like to take note of the major CITI Events during 2022-23.

CITI's Participation in Preview in Seoul Textile Fair 2022

23rd edition of Preview in SEOUL(PIS), the largest international textile and fashion trade fair in South Korea, will be held from 24th – 26th August 2022 in COEX Hall A, B1, Seoul, South Korea. The 23rd edition of PIS organised by Korea Federation of Textile Industries (KOFOTI) is composed of distinctive yarns, eco-friendly & functional textiles, findings & trims, accessories, DTP, digital solution, textile machineries and so on based on the global trend.

Exhibit Items:

Fiber, Yarn, Knit and Woven Fabrics, Prints, Dyeing & Finishing, Findings & Trims, Accessories (Footwear, Bags, Wallets, Belts, etc.), Machineries (CAD, CAM, DTP, etc.), Apparel & Lifestyle (Menswear, Ladieswear, Kidswear, Casual Wear, Functional wear, etc.).

Commodity-wise India's Textiles & Apparel Export-Import with South Korea

(In US\$ Million)

Particulars	Exports			Imports			Trade Balance		
	2017	2021	CAGR	2017	2021	CAGR	2017	2021	CAGR
Fibre	26.3	38.9	10.3%	21.1	25.6	5.0%	5.2	13.3	26.2%
Filament	39.7	16.8	-19.3%	39.5	74.1	17.0%	0.2	-57.2	
Yarn	119.0	167.4	8.9%	0.6	0.7	4.1%	118.4	166.6	8.9%
Fabric	99.7	155.1	11.7%	60.7	52.8	-3.5%	39.0	102.3	27.3%
Apparel	40.9	39.0	-1.2%	0.9	0.7	-6.4%	40.0	38.3	-1.1%
Home Textiles	12.8	13.5	1.3%	0.9	3.5	38.3%	11.8	10.0	-4.1%
Others	21.5	7.5	-23.1%	45.5	57.0	5.8%	-24.0	-49.5	19.9%
Total Textile & Apparel	359.9	438.2	5.0%	169.2	214.4	6.1%	190.7	223.8	4.1%

Source: ITC Trade Map

Confederation of Indian Textile Industry (CITI) and Korea Federation of Textile Industries (KOFOTI) have signed a MOU for mutual co-operation between the two organisations including promotion of the events of CITI and KOFOTI in each other's country.

CITI has been successfully leading the Indian delegation of T&C Companies to 'Preview in Seoul Exhibition' from 2010 onwards to promote Indian Textile & Clothing trade and to build a strong image of Indian Textiles & Clothing Industry in Korea.

CITI has joined hands with Federation of Indian Chamber of Commerce & Industry (FICCI) for jointly taking the delegation to PIS2022 and building an "India Textile Pavilion" in the mega exhibition under the Market Access Initiative (MAI) Scheme.

BOOTH CHARGES (Built up Booth)

Rack Rate (9Sq.mtr Standard Booth)	Discounted Rate* (9 Sq.mtr Standard Booth)
US\$ 3500 (Rs. 2,80,000)	Rs. 1,80,000/-*

** Inclusive of Administrative/Logistic Expenses of CITI.*

**Plus GST as applicable.*

The Committee may like to discuss the same.

Operation of Bank Accounts

- A. The Committee approval was taken vide circular resolutions (**attached**) dated 13th May, 2022 for Signatory updation for the Operation of following Bank Accounts.

Sl. No.	Name of the Bank
1	Savings bank account no. 7043486931 with Indian Bank, Branch New Delhi Main
2	Escrow Account No.-7077397698 with Indian Bank, Branch New Delhi Main
3	Savings bank account no. 135901001739 with ICICI Bank, Branch Barakhamba Road, New Delhi
4	Current Account No.-0014 0200 0007477 with Indian Overseas Bank, Fort Branch, Mumbai
5	CITI's Export Promotion Fund Current Account No.0001 2010 0001122 with Bank of India, Fort Branch, Mumbai

The Committee may take the note of the same

- B. The Kotak Mahindra Bank & Kotak Securities Ltd. wants a fresh complete updated resolutions for the operation of :

Sl.No.	Name of the Bank
1	Savings Bank Account No. S.B. No.-503010040545
2	Escrow Account 6145151966
3	Demat Account with Kotak Securities Ltd.- Client ID -20796742, DP ID- IN300214

The Committee may endorse the resolutions approved in the CITI Committee Meeting held on 15th December 2021 with the following changes for the name of Secretary General mentioned therein:

Details of Signatory to be added	Details of Signatory to be deleted
Mrs Chandrima Chatterjee	Dr. Sarada Sunanda

The Committee may approve the same.



Draft Board Resolutions for Signatory updation

Ref: Savings bank account no. 7043486931 with Indian Bank, Branch New Delhi Main
Sub: Operation of Bank Account

Resolved that in partial modification to the earlier Resolution dated 15th December 2021, following changes will be incorporated in **Savings account** by the name of Confederation of Indian Textile Industry for the account number **7043486931** with Indian Bank

DETAILS OF SIGNATORIES TO BE ADDED

<u>Name</u>		<u>MOP (specify limits, if any)</u>
Chandrima Chatterjee Secretary General		-Singly up to Rs.50,000/- & Singly with a limit of Rs.20,000/- in case of cash withdrawal - Jointly with any of the Other authorised signatories for the amount above Rs.50,000/-
Existing Signatories to be continued		
Shri T. Rajkumar (Tharanipathy Rajkumar)	Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000
Shri Rakesh Mehra	Deputy Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000
Shri Ashwin Chandran	Vice Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000



DETAILS OF SIGNATORIES TO BE DELETED :

<u>Name</u>	<u>MOP (specify limits, if any)</u>
Dr. Sarada Sunanda	NA

“**RESOLVED FURTHER THAT** the above-mentioned signatories be and are hereby severally authorised to execute letters of Indemnity and Declarations, make applications and execute any other documents, placing of Fixed Deposit, receive interest and principal thereof on behalf of the Confederation, close the account, break a fixed deposit, if required and to do such other deeds, acts, matters and things as may be desirable, necessary and expedient in the interest of the Confederation.”

RESOLVED THAT either

Shri T. Rajkumar, Chairman, or
Shri Rakesh Mehra, Deputy Chairman, or
Shri Ashwin Chandran, Vice Chairman, or
Mrs. Chandrima Chatterjee, Secretary General

be and are hereby authorised to furnish a copy of the resolutions above to the Indian Bank in which Confederation of Indian Textile Industry (CITI) has its bank account and to do all such acts, deeds, and things as may be necessary to give effect to these resolutions.”

“**RESOLVED FURTHER THAT** the Indian Bank will make all the correspondence as per the address and the mobile number, email ID given below

Mrs. Chandrima Chatterjee,
Secretary General
Confederation of Indian Textile Industry
6th Floor, Narain Manzil, 23, Barakhamba Road,
New Delhi - 110 001, India
Mobile: 9818552234
Phone: +91-11-41519601 (D), 011-23325013, 15 & 55
Email: mail@citiindia.org , sg@citiindia.org



Draft Board Resolutions for Signatory updation:

Ref: **Escrow Account No.-7077397698 with Indian Bank, Branch New Delhi Main**

Sub: **Operation of Bank Account**

Resolved that in partial modification to the earlier Resolution dated 15th December 2021, following changes will be incorporated in **Escrow** account by the name of Confederation of Indian Textile Industry for the account number **7077397698** with Indian Bank

DETAILS OF SIGNATORIES TO BE ADDED

<u>Name</u>		<u>MOP (specify limits, if any)</u>
Chandrima Chatterjee Secretary General		- Singly up to Rs.50,000/- & Singly with a limit of Rs.20,000/- in case of cash withdrawal
		- Jointly with any of the Other authorised signatories for the amount above Rs.50,000/-
Existing Signatories to be continued		
Shri T. Rajkumar (Tharanipathy Rajkumar)	Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000
Shri Rakesh Mehra	Deputy Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000
Shri Ashwin Chandran	Vice Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000



DETAILS OF SIGNATORIES TO BE DELETED :

<u>Name</u>	<u>MOP (specify limits, if any)</u>
Dr. Sarada Sunanda	NA

“**RESOLVED FURTHER THAT** the above-mentioned signatories be and are hereby severally authorised to execute letters of Indemnity and Declarations, make applications and execute any other documents, placing of Fixed Deposit, receive interest and principal thereof on behalf of the Confederation, close the account, break a fixed deposit, if required and to do such other deeds, acts, matters and things as may be desirable, necessary and expedient in the interest of the Confederation.”

RESOLVED THAT either

Shri T. Rajkumar, Chairman, or
Shri Rakesh Mehra, Deputy Chairman, or
Shri Ashwin Chandran, Vice Chairman, or
Mrs. Chandrima Chatterjee, Secretary General

be and are hereby authorised to furnish a copy of the resolutions above to the Indian Bank in which Confederation of Indian Textile Industry (CITI) has its bank account and to do all such acts, deeds, and things as may be necessary to give effect to these resolutions.”

“**RESOLVED FURTHER THAT** the Indian Bank will make all the correspondence as per the address and the mobile number, email ID given below

Mrs. Chandrima Chatterjee,
Secretary General
Confederation of Indian Textile Industry
6th Floor, Narain Manzil, 23, Barakhamba Road,
New Delhi - 110 001, India
Mobile: 9818552234
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Email: mail@citiindia.org , sg@citiindia.org



CIN: U17120DL1967NPL371340

Draft Board Resolutions for Signatory updation

Ref: Savings bank account no. 135901001739 with ICICI Bank, Branch Barakhamba Road, New Delhi
Sub: Operation of Bank Account

Resolved that in partial modification to the earlier Resolution dated 15th December 2021, following changes will be incorporated in Savings account by the name of Confederation of Indian Textile Industry for the account number 135901001739 with ICICI Bank

DETAILS OF SIGNATORIES TO BE ADDED

<u>Name</u>		<u>MOP (specify limits, if any)</u>
Chandrima Chatterjee Secretary General		-Singly up to Rs.50,000/- & Singly with a limit of Rs.20,000/- in case of cash withdrawal - Jointly with any of the Other authorised signatories for the amount above Rs.50,000/-
Existing Signatories to be continued		
Shri T. Rajkumar (Tharanipathy Rajkumar)	Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000/-
Shri Rakesh Mehra	Deputy Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000/-
Shri Ashwin Chandran	Vice Chairman	- Singly up to Rs.50,000/- - Jointly with the Secretary-General for the amount above Rs.50,000/-



DETAILS OF SIGNATORIES TO BE DELETED :

<u>Name</u>	<u>MOP (specify limits, if any)</u>
Dr. Sarada Sunanda	NA

“**RESOLVED FURTHER THAT** the above-mentioned signatories be and are hereby authorised to avail from ICICI Bank facilities in the normal course of business in the form of Overdraft, Cash credit, Demand Loan, Bill purchase/ Discount, Letters of Credit, Letter of Undertaking (Buyers Credit), Bank Guarantee and such other Fund based as may be offered by ICICI Bank from time to time secured/ backed by 100% Fixed Deposit with ICICI Bank generated from the amount standing in the Account, on such terms and conditions as may be stipulated by ICICI Bank and the Authorised Signatory mentioned above and as per the limit provided therein to negotiate, finalise, settle, execute and deliver with/ to ICICI Bank such documents as may be required by ICICI Bank and complete all formalities for creating Fixed Deposit out of the Account and creating security thereon in favour of ICICI Bank in the manner required by them for availing the Facility(ies).”

RESOLVED THAT either

Shri T. Rajkumar, Chairman, or
Shri Rakesh Mehra, Deputy Chairman, or
Shri Ashwin Chandran, Vice Chairman, or
Mrs. Chandrima Chatterjee, Secretary General

be and are hereby authorised to furnish a copy of the resolutions above to the ICICI Bank in which Confederation of Indian Textile Industry (CITI) has its bank account and to do all such acts, deeds, and things as may be necessary to give effect to these resolutions.”

“**RESOLVED FURTHER THAT** the ICICI Bank will make all the correspondence as per the address and the mobile number, email ID given below

Mrs. Chandrima Chatterjee,
Secretary General
Confederation of Indian Textile Industry
6th Floor, Narain Manzil, 23, Barakhamba Road,
New Delhi - 110 001, India
Mobile: 9818552234
Phone: +91-11-41519601 (D), 011-23325013, 15 & 55
Email: mail@citiindia.org , sg@citiindia.org



Draft Board Resolutions for Signatory updation

Ref: Current Account No.-0014 0200 0007477

Sub: Operation of Bank Account with Indian Overseas Bank, Fort Branch, Mumbai

Resolved that in partial modification to the earlier Resolution dated 15th December 2021, following changes will be incorporated in **Current Account** by the name of Confederation of Indian Textile Industry for the account number **0014 0200 0007477** with Indian Overseas Bank, Fort, Mumbai

DETAILS OF SIGNATORIES TO BE ADDED

<u>Name</u>		<u>MOP (specify limits, if any)</u>
Chandrima Chatterjee Secretary General		- Singly up to Rs.50,000/- & Singly with a limit of Rs.20,000/- in case of cash withdrawal - Jointly with any of the Other authorised signatories for the amount above Rs.50,000/-
Existing Signatories to be continued		
Shri T. Rajkumar (Tharanipathy Rajkumar)	Chairman	Without limit
Shri Rakesh Mehra	Deputy Chairman	Without limit
Shri Ashwin Chandran	Vice Chairman	Without limit



DETAILS OF SIGNATORIES TO BE DELETED :

<u>Name</u>	<u>MOP (specify limits, if any)</u>
Dr. Sarada Sunanda	NA

“**RESOLVED FURTHER THAT** the above-mentioned signatories be and are hereby severally authorised to execute letters of Indemnity and Declarations, make applications and execute any other documents, placing of Fixed Deposit, receive interest and principal thereof on behalf of the Confederation, close the account, break a fixed deposit, if required and to do such other deeds, acts, matters and things as may be desirable, necessary and expedient in the interest of the Confederation.”

RESOLVED THAT either

Shri T. Rajkumar, Chairman, or
Shri Rakesh Mehra, Deputy Chairman, or
Shri Ashwin Chandran, Vice Chairman, or
Mrs. Chandrima Chatterjee, Secretary General

be and are hereby authorised to furnish a copy of the resolutions above to the Indian Overseas Bank in which Confederation of Indian Textile Industry (CITI) has its bank account and to do all such acts, deeds, and things as may be necessary to give effect to these resolutions.”

“**RESOLVED FURTHER THAT** the Indian Overseas Bank will make all the correspondence as per the address and the mobile number, email ID given below

Mrs. Chandrima Chatterjee,
Secretary General

Confederation of Indian Textile Industry

6th Floor, Narain Manzil, 23, Barakhamba Road,
New Delhi - 110 001, India

Mobile: 9818552234

Phone: +91-11-41519601 (D), 011-23325013, 15 & 55

Email: mail@citiindia.org , sg@citiindia.org



Draft Board Resolutions for Signatory updation

Ref.: Current Account No.0001 2010 0001122

Sub: Operation of Bank A/c with Bank of India, Fort Branch, Mumbai

Resolved that in partial modification to the earlier Resolution dated 15th December 2021, following changes will be incorporated in **Current Account** by the name of Confederation of Indian Textile Industry for the account number **0001 2010 0001122** with Bank of India, Fort, Mumbai

DETAILS OF SIGNATORIES TO BE ADDED

<u>Name</u>		<u>MOP (specify limits, if any)</u>
Chandrima Chatterjee Secretary General		- Singly up to Rs.50,000/- & Singly with a limit of Rs.20,000/- in case of cash withdrawal - Jointly with any of the Other authorised signatories for the amount above Rs.50,000/-
<u>Existing Signatories to be continued</u>		
Shri T. Rajkumar (Tharanipathy Rajkumar)	Chairman	without limit
Shri Rakesh Mehra	Deputy Chairman	without limit
Shri Ashwin Chandran	Vice Chairman	without limit



DETAILS OF SIGNATORIES TO BE DELETED :

<u>Name</u>	<u>MOP (specify limits, if any)</u>
Dr. Sarada Sunanda	NA

“**RESOLVED FURTHER THAT** the above-mentioned signatories be and are hereby severally authorised to execute letters of Indemnity and Declarations, make applications and execute any other documents, placing of Fixed Deposit, receive interest and principal thereof on behalf of the Confederation, close the account, break a fixed deposit, if required and to do such other deeds, acts, matters and things as may be desirable, necessary and expedient in the interest of the Confederation.”

RESOLVED THAT either

Shri T. Rajkumar, Chairman, or
Shri Rakesh Mehra, Deputy Chairman, or
Shri Ashwin Chandran, Vice Chairman, or
Mrs. Chandrima Chatterjee, Secretary General

be and are hereby authorised to furnish a copy of the resolutions above to the Bank of India in which Confederation of Indian Textile Industry (CITI) has its bank account and to do all such acts, deeds, and things as may be necessary to give effect to these resolutions.”

“**RESOLVED FURTHER THAT** the Bank of India will make all the correspondence as per the address and the mobile number, email ID given below

Mrs. Chandrima Chatterjee,
Secretary General
Confederation of Indian Textile Industry
6th Floor, Narain Manzil, 23, Barakhamba Road,
New Delhi - 110 001, India
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Phone: +91-11-41519601 (D), 011-23325013, 15 & 55
Email: mail@citiindia.org , sg@citiindia.org

Current status of Pending Income Tax Cases with Tax Authorities

ITAT has passed an Order for the AY 2013-14 duly acknowledging the fact that CITI is entitled to claim exemption u/s.11 of the Act in respect of the interest income, exchange gain and miscellaneous income. This is looking at the fact that the activities carried on CITI are not with a view to make profit.

CITI has approached the AO to give effect to the Order of the ITAT and request for remitting the refund of the amount paid by the CITI in protest (along with interest thereon as applicable).

In respect of disallowances and additions made by the Income Tax Authorities for 2014-15, 2015-16 & 2016-17 appeals are pending before Appellate Authorities.

The income tax department's total demand raised for four Assessment years is Rs.2.83 crore, against which the amount paid and refund adjusted by the Income Tax Department is Rs.1.59 crore, and the balance demand is Rs.1.24 crore.

The matter is being followed through Deloitte Haskins & Sells LLP and requested them to speed up the matter with the department.

17.1 Corporate Credit Card facility for the Secretary General

CITI had provided a Corporate Card facility from Kotak Mahindra Bank to the former Secretary General by marking a lien on Term Deposit. The present FD amount is Rs.6.42 lakh. The credit card has to be get cancelled to release the lien marked on FD.

A new Corporate Credit Card facility is to be taken for the new Secretary General with the limit approved by the Board

The Board may authorise the Chairman to approve the necessary formalities to be complied with and intimate to the Board.

17.2 Related Party Transactions (TSC-CITI)

For the year 2021-22, CITI has the following transactions with TSC (Figures are based on Invoice raised by CITI)

Nature of Transaction	Nature	For the Year 2021-22 (in Rs.)
Advertisement in Textile Times	Revenue	1,98,331/- (excluding GST-Rs. 9,916)
Lease Rent (April 21 to March 22))	Revenue	3,00,000/- (excluding GST-Rs.54,000)
Sponsoring Interactive Cotton Webinar	Revenue	2,00,000 (excluding GST-Rs.36,000)
Reimbursement of Expenses for the Provident Fund, Leave & Gratuity of the CITI employee on deputation with TSC	Reimbursement	Rs.4,89,443

The Committee may take note of the same.

17.3 Disclosure of Interest

CITI has received declaration from Committee Members that they are not disqualified to act as Committee Members of the Confederation as at 31st March, 2022, pursuant to Section 164(2) and rule 14(1) of Companies (Appointment and Qualification of Directors) Rules, 2014 and disclosure of interest by Committee Members pursuant to section 184 (1) and rule 9(1) of the Companies Rules 2014.

The Committee may take note of the same.

Any other matter with the permission of Chair
