



Estd. 1917

FAPCCI Review

Vol. XVII - No.33
August 23, 2017
Rs. 15/-

CIN No. U91110TG1964NPL001030

WEEKLY JOURNAL OF THE FEDERATION OF ANDHRA PRADESH CHAMBERS OF COMMERCE & INDUSTRY

President
Gowra Srinivas
Senior Vice-President
Arun Luharuka
Vice-President
Karunendra S. Jasti
Immediate Past President
Ravindra Modi

Managing Committee

C.V. Subba Rao
Meela Jayadev
Anil Agarwal
C.V. Anirudh Rao
Venkat Jasti
Manoj Kumar Agarwal
M.S.P.Rama Rao
Athukuri Anjaneyulu
Ramakanth Inani
Shyam Sunder Agarwal
A. Prakash
Avinash Gupta
Gummadi Veera Mohan
B.P.Singhal
Prem Chand Kankaria
K. Bhasker Reddy
Gowra L. Prasad
M.Ramakrishna Prasad
Raj Kumar Agrawal
Suresh Kumar Singhal
P.Prem Kumar
Abhay Kumar Jain
Radha Krishan Agarwal
Challa Gunaranjan
V.V. Sanyasi Rao
Suresh Kumar Jain
Prakash Chandra Garg
G.Appender Babu
Rajendra Agarwal
R. Ravi Kumar
Dr. K. Narayana Reddy
Smt Bhagwati Devi Baldwa
Shiv Kumar Gupta
Srinivas Garimella

Editor

T.Sujatha, Dy.Director

MSME Facilitation Services at FTAPCCI by INDIAN BANK Every thursday between 3.00 P.M. to 5.00 P.M.

We are happy to inform that Indian Bank has agreed to provide facilitating services to the prospective / existing entrepreneurs of MSME sector. The Senior official of the Bank will be available to provide facilitation \ advisory services on every Thursday at FTAPCCI Business Centre between 3.00 pm to 5.00 pm commencing from 24th August, 2017. The Bank Official provide guidance to new and existing entrepreneurs regarding availability of Schemes of SIDBI, Commercial Banks, Government subsidies / benefits, providing borrowers with debt counseling, answering queries raised by Banks etc.,

This facilitation service is an out come of the discussions took place during the Bankers Conclave held during 28th and 29th July, 2017

As Members are aware that Indian bank is one of the leading public sector Banks with 55 Branches in the Twin Cities. The bank extends friendly services particularly in MSME segments and Retail Loan Segments and with specialized Microsate Branch in Hyderabad to help the micro entrepreneurs.

Members are requested to utilize this opportunity and avail the facilitation \ advisory services on every Thursday between 3.00pm to 5.00 pm.

SIDBI CREDIT Advisory Services at FAPCCI

Sri M.S. Nagarajababa, has been appointed by SIDBI to act as knowledge partner for the Credit Advisory Centre of SIDBI. He will provide guidance to new and existing entrepreneurs regarding availability of Schemes of SIDBI/ Commercial Banks, Government subsidies / benefits, providing borrowers with debt counseling, answering queries raised by Banks etc., in addition to extending support for problem resolution of the MSMEs.

Sri M.S. Nagarajababa will be available in FTAPCCI on every Tuesday from 14.00 hrs to 16.00 hrs. Members are requested to avail the advisory services of Sri M.S. Nagarajababa and his contact details: Mobile: 9440229229, e-mail: nagarajababa_ms@yahoo.com.

Trade Enquiry

The Embassy of the Arab Republic of Egypt (Commercial Office) in New Delhi has informed that an Egyptian Company "Suez Industrial Development Company (SIDC)" wants to do business with Indian Companies. Suez Industrial Development Company (SIDC) is pioneer Egyptian Private Sector Company managing industrial parks and maintaining 8.75 million square meters of Industrial and Commercial Lands located in the Special Economic Zone at Sokhna, North West Gulf of Suez in front of Sokhna Port. (SIDC) is planning to add other respectable companies to the delight clients of (SIDC) Industrial Park.

For details, please contact Mr. Abdallah Farouk, Market Engineering & Public Relations, M/s Suez Industrial Development Company (SIDC), 47 AI Sayed AI Merghani St., Sth & 6th Floor, Heliopolis, Cairo, Egypt. Ph: +20224183392, 24183396, 2418338S; Fax: +202-24183397; email: abdallah.farouk@sidc.com.eg; website: www.sidc.com.eg

Telangana State Government announces Textile and Apparel Incentive Scheme

In a major boost to the textiles and apparels sector in Telangana, the State government announced Telangana Textile and Apparel Incentive Scheme 2017, providing a slew of capital and operational incentives for textiles and apparels industries to be established in the State. The incentives will be applicable for both new industries as well as existing units for the next five years.

As per the orders issued by Industries Principal Secretary Jayesh Ranjan, the incentives will provide towards Capital Assistance, Operational Assistance, Infrastructure Support, Capacity building and Skill development Support, and also Fibre to Fabric incentive. For units established with an investment of Rs 200 crore or above or providing more than 1,000 jobs, the incentives will be customised further. A capital subsidy of 25 per cent will be provided for conventional textile industries and 35 per cent for technical textiles industries involved in production of medical textiles, geotextiles, agrotextiles, and protective clothing among others. An additional capital subsidy of five per cent will be provided to units promoted by SC/ST entrepreneurs or persons with disability (PWD). A capital incentive of 20 per cent of cost of plant and machinery up to Rs 5 crore per unit, will be provided to existing units for modernisation and adoption of advanced technologies. An additional rebate of five per cent will be extended on capital investment and power, for industrial units with start-to-finish production chain comprising production of textile fibre to fabric as an integrated family.

Power subsidy

Similarly, an operational assistance of up to 75 per cent will be extended towards interest rates, against loans availed for establishment of these units over a period of eight years. Power subsidy ranging from Rs 1-2 per unit will be provided depending on the size of each industry up to five years. The government will reimburse 100 per cent of stamp duty paid for land purchase or lease. Further, GST collected on end product within value chain, will be reimbursed 100 per cent for a period of seven years.

Towards infrastructure support, the government will allot land with rebate up to 50 percent on land cost for major industries or 25 per cent rental subsidy on built-up space owned by TSIC for MSME units. Subsidies will be provided on industrial water supply, environmental conservation infrastructure, and infrastructure like roads, power and water. Under Telangana State Skills Development Mission, the government will provide subsidies towards capacity building and skill development support to facilitate reputed institutions involved in textiles-related training programmes to set up their permanent centres in the State.

Long staple cotton

Telangana is known for its production of long staple cotton, with an annual production of about 60 lakh bales. However, processing and value addition to cotton in the State is largely limited to ginning and pressing. Roughly 10 lakh bales are utilised by the 35 spinning mills having a capacity of 9.3 lakh spindles located within the State. Primary processed cotton from Telangana is being exported to states like Gujarat, Maharashtra, Tamil Nadu and Andhra Pradesh for further value addition. Lakhs of textile workers employed in well-established clusters in the country like Surat, Bhivandi, Sholapur and Ichalkaranji are natives of Telangana, with rich experience.

The Telangana government has decided to explore rich opportunity in textiles and apparel industry with sector-focused comprehensive incentives framework for the industry, with an aim to attract investments as well as create employment opportunities. The objective is also to encourage investments in downstream processing activities focusing on spinning, weaving, knitting, processing and garment manufacturing including made-ups within the State. In addition to encouraging new units, the incentives are also aimed at supporting the existing units for their modernisation and expansion as well as marketing and promotion activities. However, the government will terminate approvals granted and recover monetary value of accorded incentive in case these industrial units fail to provide a fair and decent wage to the workforce.

Incentives/ Subsidies

Category	Investment (Rs in Crores)	Minimum Employment	Capital Subsidy to Conventional textiles	Capital Subsidy to Technical textiles	Subsidy on electricity tariff (Rs per unit)
A - 1	Less than 10	50	Upto 1 Cr 25% subsidy	Upto 2.5 Cr 35% subsidy	1
A- 2	10 ≤ 50	200	Upto 3 Cr 25% subsidy	Upto 5 Cr 35% subsidy	1
A- 3	50 ≤ 100	300	Upto 5 Cr 25% subsidy	Upto 10 Cr 35% subsidy	1.5
A- 4	100 ≤ 200	500	Upto 10 Cr 25% subsidy	Upto 20 Cr 35% subsidy	1.75
A-5	200 and above	1000	Upto 20 Cr 25% subsidy	Upto 40 Cr 35% subsidy	2

(Source : Press Reports)

Major Reforms and Initiatives by Ministry of Corporate Affairs to Improve Ease of Doing Business:

The Ministry of Corporate Affairs took up a bold initiative in Government Process Re-engineering (GPR) and launched the Simplified Proforma for Incorporating Company Electronically (SPICe) e-Form, on the occasion of Gandhi Jayanti (2nd Oct) 2016. SPICe is a more versatile form than INC-29 and leverages on digital technology by eliminating the need for hard copies of physically signed documents being attached to an e-form. SPICe is now the Sole, Simplified & Versatile form available for incorporation of a company in India.

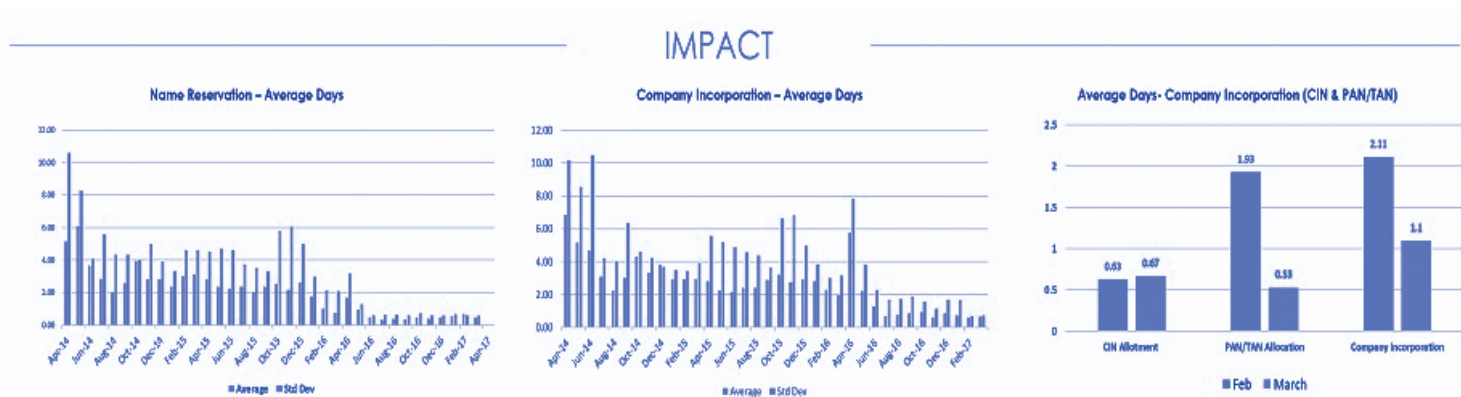
The fee for filing the incorporation form has been reduced from Rs.2000/- to Rs.500/-. Further, Ministry has also integrated the MCA21 System with the CBDT for issue of PAN and First TAN to a company incorporated using the Simplified Proforma for Incorporating Company Electronically (SPICe). Stakeholders submit applications for PAN and TAN at the time of submitting applications for incorporation.

The PAN allotted by Income Tax Department is being affixed on the Certificate of Incorporation of the company w.e.f. 01-Feb-2017. This has resulted in reduction in the number of processes and time taken for Starting a Business in the country.

With reengineering in process and establishment of Central Registration Centre, incorporation of a company is completed in a single day. Allotment of Directors Identification Number (DIN), Permanent Account Number (PAN) and the first Tax Deduction Account Number (TAN) are subsumed in the incorporation process and, there is no separate process.

Common seal under Companies Act, 2013 has been made optional since 29.05.2015. Accordingly, all Banks have been advised by the Indian Bank Association (IBA) not to ask for affixation of either common seal on the application form for opening of Bank Accounts by companies.

Deployment of common form for registration under labour related laws for EPFO and ESIC on the Shram Suvidha portal is being facilitated.



REDUCTION IN PROCEDURES: Five procedures for Starting a Business are now integrated and can be done simultaneously in one step. Using the newly launched integrated e-Form SPICe, stakeholders now apply for Company Name, Company Incorporation, DIN of the directors, PAN and TAN for the newly incorporated company, and avail all FIVE services simultaneously. The requirement of a company seal has also been removed vide Company (Amendment) Act, 2015. Therefore, the reforms undertaken by the Ministry of Corporate Affairs have helped in reducing the procedures for starting a business in India and provide Ease of Doing Business.

REDUCTION IN TIME: The time taken for processing company incorporation applications has been reduced drastically from between 5 to 15 working days in June 2014, to an average of 0.6 working days in March 2017. Similarly, the processing time for name availability applications has been brought down significantly from between 5 to 6 working days in June 2014, to an average of 0.4 days in March 2017. In addition, more than 90% applications are being approved within 1 working day. This has resulted in speed, greater transparency, uniformity and eradication of discretion.

(Source : <http://www.mca.gov.in/>)



The Federation of Andhra Pradesh Chambers of Commerce and Industry

Federation House, FAPCCI Marg, Red Hills, Post Box No. 14 Hyderabad - 500 004
Ph : 23395515 (8 lines) Fax : 040-23395525
e-mail : info@ftapccci.com Website : www.ftapccci.com



The Federation of Telangana and
Andhra Pradesh Chambers of
Commerce and Industry

Food Processing Industry Conclave 2018

4th 5th 6th January, 2018 at Sri Sessa
Sai Kalyana Vedika, Vijayawada,
Andhra Pradesh.

Food processing industry is of enormous significance for India's development and also to the growth of State's economy, as it promotes vital linkages and synergies between the two pillars of the economy- industry and agriculture. Andhra Pradesh occupies a premier position in the country's agribusiness industry with major contribution in agriculture, horticulture, dairy, poultry, fisheries and marine production. The various Agro Climatic Zones suitable for vast variety of agriculture, horticulture products and its strong position in Milk and Meat production makes AP one of the most attractive destinations for investors in Food Processing industry.

Keeping in view the importance of the industry, FTAPCCI is organizing a **"Food Processing Industry Conclave 2018 - a Three Day Conference cum Exhibition"** on **4th, 5th, and 6th January 2018 at Sri Sessa Sai Kalyana Vedika, Vijayawada, Andhra Pradesh.**

The key objectives of the Conclave are to create awareness on government initiatives to promote food processing industry, latest technologies and innovations in food processing and packaging, schemes of central & state government, and to address issues related to Food safety, Standards and Marketing Strategies for creating brand image to help budding and prospective entrepreneurs.

The 3-day Conclave consists of Conference with sessions on various subjects concerning food processing industry, and also Exhibition of products, latest Technology & Equipment, Preservation techniques, cold storages, Ware Houses etc, display of infrastructure facilities (food parks, clusters), financing facilities (Financial institutions), logistics providers. The exhibition will also be opened for general public for three days to visit the stalls and hence the number of visitors is expected to be more than 5000.

The Conclave is first of its kind, bringing together all the entrepreneurs/stakeholders to a common platform to address the policy issues in the context of changing prospective of Food Processing Industry.

To defray a part of cost of the Conclave which includes background material with file cover, lunch, Tea and snacks a fee of Rs.4,500/- (Rupees Four thousand five hundred only) for three days per each participant is charged. The fee is to be paid by way of Cash or Cheque/DD in favour of "FTAPCCI" payable at Hyderabad.

Stall Package

If the company/enterprise takes the exhibition stall to exhibit the products, one delegate pass will be given free of charges. The Standard size of the stall is 3X3 sq. Mt and costs Rs. 30000+GST @18% for three days.



For further details please contact : Mr. L. Girijapathi, Asst. Director, FTAPCCI,
Mobile: 8008700257; e-mail: girijapathi@ftapccci.com