

Ref. 3A/7706

20 April 09

Shri Arun Kumar Sinha I.A.S
Principal Secretary SSI,
Govt. Of U.P
Secretariat Annexe
Lucknow

Ref : Proposed Integrated Textile Park for Textile Screen Printing Units at Farrukhabad

Sub : Request for Consent of state govt. for land and state govt. share for setting up ITP at Farrukhabad

Dear Sir,

Indian Industries Association, popularly known as IIA is an apex representative body of Micro, Small & Medium Industries with a strong membership base of more than 7000 Micro, Small and Medium Scale Units. IIA operates on the board based objective of fostering co-operation and support for the promotion of Micro, Small & Medium Scale Industries. In U.P IIA Central Office is located in Lucknow and 37 Chapters are operative in almost all the industrialized districts. One of the Chapter is in Farrukhabad.

We would like to draw your kind attention on the matter of establishing an Integrated Textile Park for Textile Screen Printing Industry at Farrukhabad as discussed in the Textile and Power Loom Working Group Meeting on 9th April 2009 at Udyog Bandhu chaired by Industrial development Commissioner U.P.

As desired by you in the meeting, we are submitting the details and present status of the proposal as under for your kind consideration:

With a prime objective of providing world-class infrastructure facilities to Textile Based industry in the country Ministry of Textiles, Govt. of India launched a Scheme of Integrated Textile Parks (SITP). We propose to set up Textile Park in Farrukhabad under this scheme.

History of existence of Textile Printing industries in Farrukhabad is about 200 years old. Initially there were Block Printers who later turned to Screen Printing. Currently about 200 units of Screen Printing along with 50 dyeing units and 75 garment units are working in Farrukhabad District with an estimated turnover of 500 crores.

The problem of closed condensed units, pollution and small working space forced the entrepreneurs of Farrukhabad Screen Printing Cluster to look for alternatives of shifting their units in other areas. The idea of establishment of Integrated Textile Park came after long discussions with the local entrepreneurs and the local administration. On setting up the proposed Textile Park, the Screen Printing Industry of Farrukhabad will be able to operate efficiently and will become competitive in quality, productivity, designs, pricing and will be able to meet the International procurement Standards. The employment potential will also get a boost which at present is on the decline. At present industries in Farrukhabad is providing employment to about 12000 workers which is estimated to go up to 25000 in five years time after the implementation of the project. The number of industries are also expected to increase from about 300 at present to about 600 on implementation of the project. Farrukhabad alike other world fame clusters in U.P will also find place in the world map of specialized industry.

It is worth mentioning here that in India 30 Textile Parks are operative and in U.P the biggest state in the country we have none.

IIA Chairman along with progressive local entrepreneurs have already discussed the proposal with the Local Administration and have identified suitable location for the project. Initial discussions with the local administration for the available land for setting up ITP at Farrukhabad suggested the proposed land at Gram Rammna Guljar Bag. The details of the proposed land are

Sl. No.	Khata Snkhaya	Area	Status
1	358	29 Gata 3.890 Hectare	Non fertile land
2	359	14 Gata 1.023 Hectare	Non fertile land
3	360	24 Gata 157.433 Hectare	Under management with forest department
	TOTAL	162.346 Hectare	

The land at Sr. No. 3 was previously recorded under class 5(3) but on 31st March 2008 has been converted under class 56.

Local administration of the district and State Industries department have already forwarded their recommendations to the Department of Small scale Industries Govt of U.P to give consent for use of the land for establishing Integrated Textile Park. Copies of the letters are attached herewith for kind reference.

The entrepreneurs of Farrukhabad have already initiated the process of formation of SPV (Special Purpose Vehicle) for the proposed ITP with name "Farrukhabad Textile Park Pvt. Ltd.". Initial project and a presentation have been prepared by the entrepreneurs but final project will be prepared by one of the professional consultancy firms paneled as Project Management Consultants by the Ministry of Textiles. Ministry of Textile Govt. of India will consider the proposal as soon as the availability of land and State Govt Share is agreed in principle.

Initial projections regarding the proposed Integrated Textile Park envisaged the total investment to be around Rs. 40.00 Crore. However the final estimates will be detailed in the Project report to be prepared by Professional Consultancy Agency as will be appointed by Ministry of Textile, Govt of India.

As per the guidelines of the scheme of integrated textile park, Govt. of India will provide 40% or Rs. 40.00 Crores (whichever is lower) as grant to the SPV.

As per the scheme we request the State Govt. to provide grant of 9% or Rs. 9.00 Crores (whichever is lower) as grant to the SPV and transfer the land to SPV for setting up the ITP for development of Screen Printing Industry at Farrukhabad. The Local Entrepreneurs are ready to contribute 51 % cost of the project

IIA delegation desires to meet you, make a presentation on the project and to discuss the usefulness of the project for socio economic development of the state in general and industrialization of Farrukhabad area in particular.

Submitted for kind consideration and early response.

Thanking you,

Yours truly,

D. S. Verma
Executive Director

Copy for kind information to :

1. Industrial Development Commissioner, U.P
2. Executive Director, Udyog Bandhu
3. Commissioner and Director Industries U.P
4. D.M Farrukhabad, U.P
5. The Chairman IIA Farrukhabad Chapter

D.S. Verma