

**Comprehensive Scheme for the Development of Knitting & Knitwear Sector
with various components under PowerTex India**

Highlights:

1. Creation of new service centres by providing financial assistance upto ₹2 crore per knitting and knitwear service centres for adequate facilities for testing, trading, sample development, consultancy, trouble shooting, facilitation services to the knitting and knitwear clusters on PPP model with participation from industry/association.
2. Modernisation and upgradation of existing PSCs in the knitting and knitwear clusters by equipping the existing powerloom centres run by the TRAs or EPCs or any other textile association with requisite machinery for training/ testing purposes required for knitting and knitwear industries, financial assistance upto ₹20 lakh/ centre will be provided.
3. Group Workshed Scheme for Knitting and Knitwear unit to facilitate the establishment of group Workshed for modern knitting machines and/or Knitwear which will provide required scale of economy for business operations and improved working condition.
4. Yarn Bank Scheme for Knitting and Knitwear unit to interest free corpus fund to SPVs or consortium of knitting units to enable them to purchase yarn at wholesale rate and give the yarn to the small knitting units thereby avoiding middleman/ local suppliers brokerage on sales of yarn. The Govt. is providing interest free corpus fund upto ₹2 crore per yarn bank.
5. Common facility Centre for knitting and knitwear units to establish CFC in various knitting and knitwear clusters for providing common facilities like processing, dyeing, printing, design development, testing facilities, ETP, etc. The Govt. is providing the subsidy maximum upto ₹4 crore including the yarn depot per project.
6. Pradhan Mantri Credit Scheme to provide adequate and timely financial assistance to meet their credit requirements for investment needs for new entrepreneurs belonging to SC/ST and women category. The financial assistance is provided in the form of margin money subsidy at 25% basic cost of the eligible new machinery at ceiling of ₹25 lakh.
7. Solar Energy Scheme to alleviate the problem of power cut/ shortage, by providing financial assistance/ capital subsidy to small units for installation of solar photo voltaic plant to improve utility, efficiency, productivity, etc. Financial assistance upto 50% is provided for installation of on-grid solar photo voltaic (without battery) and off-grid solar photo voltaic (with battery). Enhanced benefits of 75% and 90% for SC/ST entrepreneurs in the cost of solar panels.
8. Facilitation/ IT awareness/ publicity & Market Development assistance.