



सत्यमेव जयते
Government of Gujarat

GUJARAT TEXTILE POLICY 2024

Industries Commissionerate
Industries and Mines Department
Government of Gujarat





The Textile Industry is considered to be the second most significant economic driver in terms of employment generation after agriculture. Once hailed as the "Manchester of the East", Gujarat has established itself as the "Textile State of India".

Inspired by the vision of Make in India and Aatmanirbhar Bharat of Hon'ble Prime Minister, the Government of Gujarat is committed to the realization of Viksit Gujarat - Viksit Bharat@2047. Widely acknowledged as the "Growth Engine of India", Gujarat owes its strength to several strategic advantages; like strategic geographic position owing to its ports and its fertile black soil that has positioned Gujarat as the highest cotton producing State in India. Under the Hon'ble Prime Minister's vision of work on five F's – Farm, Fibre, Fabric, Fashion (Garment) & Foreign (Export), the state had introduced Gujarat Textile Policy 2012 which led to comprehensive growth in textile sector and set up of approximately 46 lakh spindles.

Traditionally, Gujarat has a Textile Eco System and apparel value chain, from raw material availability, yarn production, fabric production, to the manufacturing of apparels and made-ups. Gujarat accounts for approximately 28% of cotton production and 50% of MMF in India. Of the total fabric production, around 40% is contributed by MMF. The State also produces around 25% of Technical Textiles in the country. Its contribution of approximately 12% to the country's textile exports and around 35% to India's cotton exports underscores its pivotal role in the Sector.

The "Scheme for Assistance to Strengthen Specific Sectors in the Textile Value Chain 2019" notified vide Resolution dated 10th January 2019 and "Gujarat Garment & Apparel Policy 2017" notified vide Resolution dated 11th October 2017, provided impetus towards attracting investments across the textile value chain and strengthening manufacturing capabilities in the State. The Aatmanirbhar Gujarat Scheme (2022) continue to support the Textile Sector recognizing its role as one of the thrust sectors in the economic growth of the State.

In view of the above, the Government of Gujarat decided to formulate a new Integrated Textile Policy aimed at augmenting investments in the textile sector and to strengthen the textile value chain across each sub-sector, while also focusing on strengthening the garments and apparels as well as technical textiles industry. The development of the upcoming greenfield prestigious Pradhan Mantri Mega Integrated Textile Region and Apparel (PM MITRA) Textile Park in Gujarat coupled with the State Government's focus on promoting Women Entrepreneurs and employment, MSMEs and Youth has also been given due consideration while formulating the Policy. The Policy also focuses on reducing the carbon footprint and promoting green growth, thereby making the sector globally competitive and environmentally sustainable.



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Eligible Activities

Activity
01

Garments, Apparel & Made-ups, Technical Textiles Activity (including Composite Unit)

Activity
02

Weaving (with or without preparatory), Knitting, Dyeing & Processing, Texturizing, Twisting, MMF Spinning to manufacture yarn from Polyester Staple Fiber (PSF) / Viscose Staple Fiber (VSF) (excluding Spinning activity of Cotton and Synthetic Filament Yarn), and Embroidery.

Power Tariff Subsidy

Quantum of Assistance

Activity	Quantum
Activity - 1	Rs.1/unit (kWh) Availing power either from DISCOM or Renewable Power through open-access for period of 5 years from DoCP
Activity - 2	

Government Support

Capital Subsidy

Quantum of Assistance

Category of Taluka	Activity - 1	Activity - 2
Category 1 & PM MITRA Park	35% of eFCI, Maximum Rs.100 Crore	20% of eFCI, Maximum Rs.50 Crore
Category 2	30% of eFCI, Maximum Rs.100 Crore	18% of eFCI, Maximum Rs.50 Crore
Category 3	20% of eFCI, Maximum Rs.50 Crore	10% of eFCI, Maximum Rs.40 Crore

Category-wise classification of talukas will be as per GR MIS- 102020-347965-I Dt. 2/11/2020.

Interest Subsidy

Quantum of Assistance

Category of Taluka	Activity - 1	Activity - 2
Category 1 & PM MITRA Park	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum	@7% on Term Loan for 7 years; Maximum 2% of eFCI per annum
Category 2	@7% on Term Loan for 8 years; Maximum 2.5% of eFCI per annum	@7% on Term Loan for 7 years; Maximum 2% of eFCI per annum
Category 3	@5% on Term Loan for 6 years; Maximum 2% of eFCI per annum	@5% on Term Loan for 5 years; Maximum 2% of eFCI per annum

Payroll Assistance

Quantum of Assistance

Activity	Quantum
Garment, Apparel & Made-ups (Including Composite Unit)	Rs. 5000 per Female Worker & Rs. 4000 per Male Worker per month for a period of 5 years
Technical Textile (Including Composite Unit)	Rs. 3000 per Female Worker & Rs. 2000 per Male Worker per month for a period of 5 years

Assistance to SHG for job work

Quantum of Assistance

Type of Assistance	Quantum
Training Assistance	Rs. 5000 per month per member for a period of 3 months
Payroll Assistance	25% of job work value turnover limited to Rs. 5000 per month per member for 5 years

Other schemes for comprehensive support to Textile Units

01

Assistance for Quality Certification

02

Assistance for saving in consumption of Energy and Water

03

Assistance for Technology Acquisition

Special Package for Labour Intensive Units

Labour Intensive Unit - Unit providing employment to minimum 4000 employees out of which minimum 1000 are females employees

Capital Subsidy

Quantum of Assistance

Category of Taluka	Activity - 1	Activity - 2
Category 1 & PM MITRA Park	35% of eFCI, Maximum Rs.150 Crore	25% of eFCI, Maximum Rs.150 Crore
Category 2	30% of eFCI, Maximum Rs.150 Crore	25% of eFCI, Maximum Rs.150 Crore
Category 3	25% of eFCI, Maximum Rs.150 Crore	25% of eFCI, Maximum Rs.150 Crore

Interest Subsidy

Quantum of Assistance

Category of Taluka	Activity - 1	Activity - 2
Category 1 & PM MITRA Park	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum
Category 2	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum
Category 3	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum	@7% on Term Loan for 8 years; Maximum 3% of eFCI per annum

Power Tariff Subsidy

Quantum of Assistance

Activity	Quantum
Activity - 1	Rs. 1/unit (kWh) for DISCOM Power or Renewable Power through open-access or drawl of power from group captive renewable energy plant with a cap of Rs. 15 Cr/Year for period of 5 years from DoCP
Activity - 2	

Payroll Assistance

Quantum of Assistance

Activity	Quantum
Garment, Apparel & Made-ups (Including Composite Unit)	Rs. 5000 per Female Worker & Rs. 4000 per Male Worker per month for a period of 10 years
Technical Textile (Including Composite Unit)	Rs. 3000 per Female Worker & Rs. 2000 per Male Worker per month for a period of 10 years

Assistance to SHG for job work

Quantum of Assistance

Type of Assistance	Quantum
Training Assistance	Rs. 5000 per month per member for a period of 3 months
Payroll Assistance	25% of job work value turnover limited to Rs. 5000 per month per member for a period of 5 years



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For detailed information on Gujarat
Textile Policy - 2024, Please refer to
<https://lmd.gujarat.gov.in/>
<https://lc.gujarat.gov.in/>